

AUDITOR'S REPORT

To The Shareholders of DCON PRODUCTS PUBLIC COMPANY LIMITED

Opinion

I have audited the accompanying consolidated and separate financial statements of DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES (the Group) and of DCON PRODUCTS PUBLIC COMPANY LIMITED (the Company), which comprise consolidated and separate statements of financial position as at December 31, 2020, consolidated and separate statements of comprehensive income, consolidated and separate statements of changes in shareholders' equity, and consolidated and separate statements of cash flows for the year then ended, and notes to financial statements including a summary of significant accounting policies.

In my opinion, the consolidated and separate financial statements present fairly, in all material respects, the consolidated and separate financial position of DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES and of DCON PRODUCTS PUBLIC COMPANY LIMITED as at December 31, 2020, and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of my report. I am independent of the Group in accordance with the Federation of Accounting Professions' Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Recognition of revenues from sales of goods

The Group have revenues from sales and services for the year ended December 31, 2020 amount of Baht 928.01 million. Most of revenue is derived from sales of construction materials amount Baht 763.19 million which is material amount in the financial statements as described in notes 30 to financial statements. Accordingly, I have addressed the accuracy of recognition of revenues from sales of goods as key audit matter.

I have obtained an assurance relating to the accuracy of recognition of revenues from sales, by included;

- Obtained an understanding of internal control system relating to recognition of revenues from sales of goods.
- Tested the significant internal control relating to the accuracy of recognition of revenues from sales of goods.
- Checked documents supporting revenues incurred during the year.
- Checked documents supporting subsequent revenues incurred after the end of period and also checked the revenues recognition in conformity with policy of the Group.

Other Information

Management is responsible for the other information. The other information comprise the information included in annual report of the Group (but does not include the consolidated and separate financial statements and my auditor's report thereon). The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the consolidated and separate financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated and separate financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated.

When I read the annual report of the Group, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement appropriately.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than

for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

D I A International Audit Co., Ltd.

(Miss Somjintana Polhirunrat)

C.P.A. (Thailand)

Registration No. 5599

February 24, 2021

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2020

	Note	Consolidated financial statements (Baht)			Separate financial statements (Baht)		
		December 31, 2020	December 31, 2019	January 1, 2019	December 31, 2020	December 31, 2019	January 1, 2019
Assets							
Current assets							
Cash and cash equivalents	6	86,880,281.56	191,634,897.71	131,919,479.52	60,463,221.69	129,383,543.12	102,209,899.92
Trade and other current receivables	7	118,929,931.59	127,659,520.63	156,184,801.19	92,588,472.54	111,302,478.19	143,557,383.67
Short-term loans	8, 25	0.00	0.00	0.00	1,385,000,000.00	1,202,000,000.00	1,139,000,000.00
Inventories	9	1,532,889,389.30	1,417,571,558.69	1,646,481,517.32	64,188,619.41	63,380,259.51	65,229,544.94
Total current assets		1,738,699,602.45	1,736,865,977.03	1,934,585,798.03	1,602,240,313.64	1,506,066,280.82	1,449,996,828.53
Non-current assets							
Investments in associate	10	139,663,785.06	0.00	0.00	128,699,349.33	0.00	0.00
Investment in subsidiaries	11	0.00	0.00	0.00	532,663,420.71	532,663,420.71	459,163,495.71
Investment properties	12	333,390,622.27	335,409,146.62	68,728,188.72	0.00	0.00	0.00
Property, plant and equipment	13	510,277,049.84	522,006,795.82	498,936,848.57	343,937,648.33	397,291,260.86	415,989,840.25
Right-of-use assets	14	45,525,270.74	0.00	0.00	19,992,325.89	0.00	0.00
Other intangible assets	15	3,492,007.80	3,666,664.01	2,274,167.82	28,644.83	36,867.30	70,001.45
Deferred tax assets	16	9,292,535.10	8,619,400.56	8,383,041.22	8,423,563.14	7,804,184.15	7,810,129.01
Other non-current assets		9,657,386.02	16,634,211.45	13,904,370.01	2,665,678.96	7,746,430.16	7,853,700.77
Total non-current assets		1,051,298,656.83	886,336,218.46	592,226,616.34	1,036,410,631.19	945,542,163.18	890,887,167.19
Total assets		2,789,998,259.28	2,623,202,195.49	2,526,812,414.37	2,638,650,944.83	2,451,608,444.00	2,340,883,995.72

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (Continued)

AS AT DECEMBER 31, 2020

Note	Consolidated financial statements (Baht)			Separate financial statements (Baht)			
	December 31, 2020	December 31, 2019	January 1, 2019	December 31, 2020	December 31, 2019	January 1, 2019	
Liabilities and shareholders' equity							
Current liabilities							
Bank overdrafts and short-term borrowings							
from financial institutions	17	165,360,620.52	443,000.14	2,033,884.35	165,360,620.52	443,000.14	2,033,884.35
Trade and other current payables	18	96,597,236.09	130,819,611.16	183,301,435.63	77,479,039.93	87,205,545.32	108,348,254.39
Current portion of lease liabilities	19	7,192,413.34	7,519,398.01	3,111,974.89	6,328,170.14	7,519,398.01	3,111,974.89
Current income tax payable		12,143,286.61	16,204,339.40	20,048,772.85	10,936,635.78	14,572,873.15	14,252,814.96
Total current liabilities		281,293,556.56	154,986,348.71	208,496,067.72	260,104,466.37	109,740,816.62	127,746,928.59
Non-current liabilities							
Lease liabilities	19	26,610,069.58	7,850,785.13	5,100,170.93	1,522,615.39	7,850,785.13	5,100,170.93
Deferred tax liabilities	16	9,776,861.08	6,000,914.95	5,736,944.36	9,776,861.08	6,000,914.95	5,736,944.36
Non-current provisions for							
employee benefit	20	24,728,350.11	21,645,721.19	15,397,457.47	20,207,535.33	17,609,857.07	12,612,284.12
Other non-current liabilities		1,672,000.00	1,817,000.00	1,551,000.00	0.00	0.00	0.00
Total non-current liabilities		62,787,280.77	37,314,421.27	27,785,572.76	31,507,011.80	31,461,557.15	23,449,399.41
Total liabilities		344,080,837.33	192,300,769.98	236,281,640.48	291,611,478.17	141,202,373.77	151,196,328.00

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (Continued)

AS AT DECEMBER 31, 2020

	Note	Consolidated financial statements (Baht)			Separate financial statements (Baht)		
		December 31, 2020	December 31, 2019	January 1, 2019	December 31, 2020	December 31, 2019	January 1, 2019
Liabilities and shareholders' equity (Cont'd)							
Shareholders' equity							
Share capital	21						
Authorized share capital							
5,528,786,396 common shares							
of Baht 0.10 each		552,878,639.60			552,878,639.60		
5,570,003,429 common shares							
of Baht 0.10 each			557,000,342.90	557,000,342.90		557,000,342.90	557,000,342.90
Issued and paid-up share capital							
5,386,340,396 common shares							
of Baht 0.10 each		538,634,039.60	538,634,039.60		538,634,039.60	538,634,039.60	
5,204,350,786 common shares							
of Baht 0.10 each				520,435,078.60			520,435,078.60
Share premium on common shares		1,325,756,836.14	1,325,756,836.14	1,286,265,070.15	1,325,756,836.14	1,325,756,836.14	1,286,265,070.15
Retained earnings							
Appropriated							
Legal reserve	22	55,700,034.29	55,700,034.29	55,700,034.29	55,700,034.29	55,700,034.29	55,700,034.29
Unappropriated	23	497,133,548.83	478,909,232.50	426,792,285.41	426,948,556.63	390,315,160.20	327,287,484.68
Other components of equity		(6,141,089.68)	(5,992,404.63)	(5,992,404.63)	0.00	0.00	0.00
Total owners of the Company		<u>2,411,083,369.18</u>	<u>2,393,007,737.90</u>	<u>2,283,200,063.82</u>	<u>2,347,039,466.66</u>	<u>2,310,406,070.23</u>	<u>2,189,687,667.72</u>
Non-controlling interests		34,834,052.77	37,893,687.61	7,330,710.07	0.00	0.00	
Total shareholders' equity		<u>2,445,917,421.95</u>	<u>2,430,901,425.51</u>	<u>2,290,530,773.89</u>	<u>2,347,039,466.66</u>	<u>2,310,406,070.23</u>	<u>2,189,687,667.72</u>
Total liabilities and shareholders' equity		<u>2,789,998,259.28</u>	<u>2,623,202,195.49</u>	<u>2,526,812,414.37</u>	<u>2,638,650,944.83</u>	<u>2,451,608,444.00</u>	<u>2,340,883,995.72</u>

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2020

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2020	2019	2020	2019
Sales and services		928,012,841.93	1,177,219,670.59	658,377,512.14	874,856,085.05
Cost of sales and services		(613,241,447.08)	(773,437,439.76)	(436,592,742.01)	(577,559,312.21)
Gross profit		314,771,394.85	403,782,230.83	221,784,770.13	297,296,772.84
Other income					
Dividend received		480,000.00	0.00	14,479,196.00	12,249,296.50
Others		13,339,005.87	11,443,173.06	10,341,201.63	10,075,094.21
Distribution costs		(139,950,363.77)	(164,262,943.22)	(104,131,982.61)	(130,146,039.60)
Administrative expenses		(79,835,414.76)	(85,167,299.36)	(45,328,660.92)	(49,921,229.85)
Profit from operation		108,804,622.19	165,795,161.31	97,144,524.23	139,553,894.10
Share of profit from investments in associate		11,113,120.78	0.00	0.00	0.00
Finance income		217,250.53	958,857.53	40,996,209.56	35,506,860.45
Finance costs		(4,936,531.47)	(1,115,121.50)	(3,692,665.03)	(1,008,547.97)
Profit before income tax expense		115,198,462.03	165,638,897.34	134,448,068.76	174,052,206.58
Tax expense	24	(25,823,675.36)	(34,960,880.67)	(23,368,921.42)	(31,527,067.52)
Profit for the year		89,374,786.67	130,678,016.67	111,079,147.34	142,525,139.06
Other comprehensive income					
Components of other comprehensive income that will not be reclassified to profit or loss					
- Profit from investments in equity instruments that are designated to measure at fair value	10	16,031,735.89	0.00	16,031,735.89	0.00
- Profit (losses) on remeasurements of defined benefit plans	20	892,029.28	0.00	596,504.61	0.00
- Share of other comprehensive income from investments in associate		(148,685.05)	0.00	0.00	0.00
- Tax expense	24	(3,384,753.04)	0.00	(3,325,648.10)	0.00
Other comprehensive income for the year		13,390,327.08	0.00	13,302,592.40	0.00
Total comprehensive income for the year		102,765,113.75	130,678,016.67	124,381,739.74	142,525,139.06

Notes to financial statements are parts of these financial statements

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME (Cont'd)

FOR THE YEAR ENDED DECEMBER 31, 2020

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2020	2019	2020	2019
Profit (loss) attributable to :					
Owners of the Company		92,433,647.51	131,614,410.63	111,079,147.34	142,525,139.06
Non-controlling interests		(3,058,860.84)	(936,393.96)	0.00	0.00
Grand total		<u>89,374,786.67</u>	<u>130,678,016.67</u>	<u>111,079,147.34</u>	<u>142,525,139.06</u>
Total comprehensive income (expense) attributable to :					
Owners of the Company		105,823,974.59	131,614,410.63	124,381,739.74	142,525,139.06
Non-controlling interests		(3,058,860.84)	(936,393.96)	0.00	0.00
Grand total		<u>102,765,113.75</u>	<u>130,678,016.67</u>	<u>124,381,739.74</u>	<u>142,525,139.06</u>
Earnings per share					
Basic earnings per share		0.02	0.02	0.02	0.03
Weighted average number of common shares		5,386,340,396	5,344,928,240	5,386,340,396	5,344,928,240

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2020

Consolidated financial statements (Baht)

Note	Owners of the Company							Non-controlling interests	Total shareholders' equity		
	Issued and paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity					Total owners of the Company	
			Appropriated	Unappropriated	Different of change in proportion of investment in subsidiary	Share of other comprehensive income from investments in associate					
Beginning balance as at December 31, 2019	538,634,039.60	1,325,756,836.14	55,700,034.29	478,909,232.50	(5,992,404.63)	0.00	(5,992,404.63)	2,393,007,737.90	37,893,687.61	2,430,901,425.51	
The impacts of financial reporting standard	5	0.00	0.00	(6,953,257.63)	0.00	0.00	0.00	(6,953,257.63)	0.00	(6,953,257.63)	
Balance as at January 1, 2020	538,634,039.60	1,325,756,836.14	55,700,034.29	471,955,974.87	(5,992,404.63)	0.00	(5,992,404.63)	2,386,054,480.27	37,893,687.61	2,423,948,167.88	
Changes in shareholders' equity for the year 2020 :											
Acquisition of subsidiaries		0.00	0.00	0.00	0.00	0.00	0.00	0.00	30.00	30.00	
Dividend paid	23	0.00	0.00	(80,795,085.68)	0.00	0.00	0.00	(80,795,085.68)	(804.00)	(80,795,889.68)	
Profit for the year		0.00	0.00	92,433,647.51	0.00	0.00	0.00	92,433,647.51	(3,058,860.84)	89,374,786.67	
Other comprehensive income for the period		0.00	0.00	13,539,012.13	0.00	(148,685.05)	(148,685.05)	13,390,327.08	0.00	13,390,327.08	
Ending balance as at December 31, 2020		538,634,039.60	1,325,756,836.14	55,700,034.29	497,133,548.83	(5,992,404.63)	(148,685.05)	(6,141,089.68)	2,411,083,369.18	34,834,052.77	2,445,917,421.95
Beginning balance as at December 31, 2018											
		520,435,078.60	1,286,265,070.15	55,700,034.29	426,792,285.41	(5,992,404.63)	0.00	(5,992,404.63)	2,283,200,063.82	7,330,710.07	2,290,530,773.89
Changes in shareholders' equity for the year 2019 :											
Common shares from exercise											
of warrants	21	18,198,961.00	39,491,765.99	0.00	0.00	0.00	0.00	0.00	57,690,726.99	0.00	57,690,726.99
Common shares increase	22	0.00	0.00	0.00	0.00	0.00	0.00	0.00	31,500,075.00	31,500,075.00	
Dividend paid	23	0.00	0.00	(79,497,463.54)	0.00	0.00	0.00	(79,497,463.54)	(703.50)	(79,498,167.04)	
Profit for the year		0.00	0.00	131,614,410.63	0.00	0.00	0.00	131,614,410.63	(936,393.96)	130,678,016.67	
Ending balance as at December 31, 2019		538,634,039.60	1,325,756,836.14	55,700,034.29	478,909,232.50	(5,992,404.63)	0.00	(5,992,404.63)	2,393,007,737.90	37,893,687.61	2,430,901,425.51

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2020

Separate financial statements (Baht)					
Note	Issued and paid-up share capital	Share premium	Retained earnings		Total shareholders' equity
			Appropriated	Unappropriated	
Beginning balance as at December 31, 2019	538,634,039.60	1,325,756,836.14	55,700,034.29	390,315,160.20	2,310,406,070.23
The impacts of financial reporting standard	5	0.00	0.00	(6,953,257.63)	(6,953,257.63)
Balance as at January 1, 2020	538,634,039.60	1,325,756,836.14	55,700,034.29	383,361,902.57	2,303,452,812.60
Changes in shareholders' equity for					
the year 2020 :					
Dividend paid	23	0.00	0.00	(80,795,085.68)	(80,795,085.68)
Profit for the year		0.00	0.00	111,079,147.34	111,079,147.34
Other comprehensive income for the year		0.00	0.00	13,302,592.40	13,302,592.40
Ending balance as at December 31, 2020	538,634,039.60	1,325,756,836.14	55,700,034.29	426,948,556.63	2,347,039,466.66
Beginning balance as at December 31, 2018	520,435,078.60	1,286,265,070.15	55,700,034.29	327,287,484.68	2,189,687,667.72
Changes in shareholders' equity for					
the year 2019 :					
Common shares from exercise					
of warrants	21	18,198,961.00	39,491,765.99	0.00	57,690,726.99
Dividend paid	23	0.00	0.00	(79,497,463.54)	(79,497,463.54)
Profit for the year		0.00	0.00	142,525,139.06	142,525,139.06
Ending balance as at December 31, 2019	538,634,039.60	1,325,756,836.14	55,700,034.29	390,315,160.20	2,310,406,070.23

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2020

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2020	2019	2020	2019
Cash flows from operating activities				
Profit for the year	89,374,786.67	130,678,016.67	111,079,147.34	142,525,139.06
Adjustment				
Tax expense	25,823,675.36	34,960,880.67	23,368,921.42	31,527,067.52
Expected credit losses (reverse)	(3,251,165.43)	36,804.00	(3,276,782.63)	0.00
Loss from goods value adjustment(reverse)	1,063,237.70	119,918.27	149,240.54	119,918.27
Share of profit from investments in associate	(11,113,120.78)	0.00	0.00	0.00
Depreciation	55,529,255.07	48,333,116.06	41,928,143.20	43,657,051.13
(Gain) loss on disposal/disuse of equipment	12,558.82	(1,301,428.83)	(77.00)	(824,808.32)
Amortized other intangible assets	801,647.51	237,370.20	8,222.47	74,134.15
Amortized other assets	52,345.08	0.00	0.00	0.00
Provision for employee benefit	4,618,350.61	5,994,678.86	3,837,875.28	4,743,988.09
Dividend received	(480,000.00)	0.00	(14,479,196.00)	(12,249,296.50)
Interest expenses	4,713,294.54	1,008,547.97	3,692,665.03	1,008,547.97
	<u>167,144,865.15</u>	<u>220,067,903.87</u>	<u>166,308,159.65</u>	<u>210,581,741.37</u>
(Increase) Decrease in portion of operating assets				
Trade and other current receivables	6,662,085.44	32,382,309.60	13,299,216.24	32,254,905.48
Inventories	(116,475,526.31)	(40,411,295.95)	(957,600.44)	1,729,367.16
Other non-current assets	2,970,706.19	(2,766,841.44)	5,080,751.20	107,270.61
Increase (Decrease) in portion of operating liabilities				
Trade and other current payables	(31,748,812.27)	(27,514,986.98)	(10,565,809.90)	(21,142,709.07)
Other non-current liabilities	(145,000.00)	266,000.00	0.00	0.00
Cash generated (paid) from operation	<u>28,408,318.20</u>	<u>182,023,089.10</u>	<u>173,164,716.75</u>	<u>223,530,575.55</u>
Employee benefit paid	(1,117,930.00)	(215,820.00)	(1,117,930.00)	(215,820.00)
Interest paid	(4,239,056.95)	(539,143.11)	(3,218,427.44)	(539,143.11)
Income tax paid	(31,706,800.20)	(41,906,964.92)	(25,435,925.34)	(30,937,093.88)
Net cash provided by (used in) operating activities	<u>(8,655,468.95)</u>	<u>139,361,161.07</u>	<u>143,392,433.97</u>	<u>191,838,518.56</u>

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (Continued)

FOR THE YEAR ENDED DECEMBER 31, 2020

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2020	2019	2020	2019
Cash flows from investing activities				
Proceeds from short-term loans	0.00	0.00	66,000,000.00	100,000,000.00
Payments for short-term loans	0.00	0.00	(249,000,000.00)	(163,000,000.00)
Payments for acquire of equity securities of other parties	(80,068,264.11)	0.00	(80,068,264.11)	0.00
Dividend received from equity of other parties	480,000.00	0.00	480,000.00	0.00
Payments for investments in associate	(31,760,044.82)	0.00	(31,760,044.82)	0.00
Payments for acquisition of subsidiaries, net of cash received	(52,315.08)	0.00	0.00	0.00
Payments for acquire of ordinary share of subsidiary	0.00	0.00	0.00	(73,499,925.00)
Dividend received from subsidiary	0.00	0.00	13,999,196.00	12,249,296.50
Proceeds from sales of equipment	235,762.39	3,822,880.32	198,379.21	2,336,448.60
Payments for building/equipment	(61,328,379.91)	(84,014,432.72)	(8,765,158.77)	(13,385,999.87)
Payments for other intangible assets	(626,991.30)	(1,629,866.39)	0.00	(41,000.00)
Net cash provided by (used in) investing activities	(173,120,232.83)	(81,821,418.79)	(288,915,892.49)	(135,341,179.77)
Cash flows from financing activities				
Increase (Decrease) in bank overdrafts and short-term borrowings from financial institutions	164,917,620.38	(1,590,884.21)	164,917,620.38	(1,590,884.21)
Payments for lease liabilities	(7,100,645.07)	(5,926,074.83)	(7,519,397.61)	(5,926,074.83)
Proceeds from non-controlling interests	0.00	31,500,075.00	0.00	0.00
Dividend paid	(80,795,889.68)	(79,498,167.04)	(80,795,085.68)	(79,497,463.54)
Proceeds from exercise right of warrants to purchase of common share	0.00	57,690,726.99	0.00	57,690,726.99
Net cash provided by (used in) financing activities	77,021,085.63	2,175,675.91	76,603,137.09	(29,323,695.59)
Net increase (decrease) in cash and cash equivalents	(104,754,616.15)	59,715,418.19	(68,920,321.43)	27,173,643.20
Cash and cash equivalents as at January 1	191,634,897.71	131,919,479.52	129,383,543.12	102,209,899.92
Cash and cash equivalents as at December 31	86,880,281.56	191,634,897.71	60,463,221.69	129,383,543.12

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2020

1. GENERAL INFORMATION

1.1 The Company was registered as a company limited on August 6, 1996 with registration No. (1) 1955/2539.

On March 24, 2004, the Company has changed its status to public company limited with registration No. 0107547000303.

1.2 The Company's office is located at 3300/57 Chang Tower B Building, 8th floor, Phaholyothin Road, Ladyao, Bangkok and the factories are located as follows :

1st factory : 33 Moo 8, Phaholyothin Road, Tambon Chong Sarika, Amphur Pattananikom, Lopburi.

2nd factory : 280 Moo 1, Leing Mueng Road, Tambon Chong Sarika, Amphur Pattananikom, Lopburi.

3rd factory : 39/3 Moo 7, Tambon Natai, Amphur Ban Naduam, Suratthani.

4th factory : 236 Moo 11, Tambon Phang, Amphur Kosumpisai, Mahasarakham.

5th factory : 567 Moo 1, Tambon Makhmku, Amphur Nihompattana, Rayong.

1.3 Business engagement

1.3.1 The Company engaged in business of manufacturing and selling of construction supplies (precast floor, concrete post and others).

1.3.2 The subsidiaries engaged in business of manufacturing and selling of construction supplies (precast floor and other), and sales of land and lease of real estate. The real estate project in progress as follows :

1) The project which had sales volume

	December 31, 2020	December 31, 2019
<u>Bann Orrada Project</u>		
Contract value (Baht)	233,725,496.00	223,611,496.00
% of total sales value	95.28	90.73
<u>Orrada Ratchapruak Project</u>		
Contract value (Baht)	430,686,550.00	412,696,550.00
% of total sales value	95.37	91.39
<u>Dcon Prime Condominium Project</u>		
Contract value (Baht)	522,529,171.22	432,517,958.22
% of total sales value	32.85	27.19

2) "Orrada Land Project" starts to operate in 2009 but had no sales volume.

1.4 Coronavirus disease 2019 Pandemic

The Coronavirus disease 2019 (COVID-19) pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. Nevertheless, the Group's management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, financial impact in respect of valuation of assets provisions and contingent liabilities. The degree of the impact severity is dependent upon the pandemic controlling measures imposed by government and the duration of the pandemic.

2. PREPARATION OF FINANCIAL STATEMENTS BASIS

2.1 The financial statements have been prepared in compliance with Thai Financial Reporting Standards (TFRS) according to the Accounting Professions Act B.E. 2547 and presented in accordance with the notification of the Department of Business Development, the Ministry of Commerce dated December 26, 2019, regarding the condensed form which should be included in the financial statements (No.3) B.E. 2562 and applicable rules regulations of the Thai Securities and Exchange Commission.

The financial statements have been prepared under the historical cost convention, except as transaction disclosed in related accounting policy.

The financial statements in Thai language are the official statutory financial statements of the Company.

The financial statements in English language have been translated from the Thai language financial statements

2.2 New Financial Reporting Standards

2.2.1 Financial reporting standards that are currently effective

The Federation of Accounting Professions issued a number of new financial reporting standards and interpretations, which are effective for fiscal years beginning on or after January 1, 2020. These new standards involve changes to key principles, which are summarized below.

Financial reporting standards related to financial instruments

A set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Thai Financial Reporting Standards

TFRS 7 Financial Instruments: Disclosures

TFRS 9 Financial Instruments

Thai Accounting Standards

TAS 32 Financial Instruments: Presentation

Thai Financial Reporting Standards Interpretations

TFRIC 16 Hedges of a Net Investments in a Foreign Operation

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortized cost taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model, calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments. When the TFRSs related to financial instruments are effective, some accounting standards, interpretations and guidance which are currently effective will be cancelled.

The effects of the adoption of these accounting standards from recognition of credit losses - The Group is to recognize an allowance for expected credit losses on its financial assets, and they are no longer necessary for a credit - impaired event to have occurred. The Group apply simplified approach to consider impairment of trade receivables. The Group adopted these financial reporting standards which the cumulative effect of initially applying is recognized as an adjustment to the retained earnings as at January 1, 2020, and the comparative information was not restated. The cumulative effect of the change is described in notes 5 to financial statements.

Thai Financial Reporting Standards No. 16: Leases

TFRS 16 Leases set out the principals of the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognize assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value. Accounting by lessors is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles to those used under TAS 17. TFRS 16 supersedes the following accounting standards together with related interpretations.

Thai Accounting Standards

TAS 17 (Revised 2018) Leases

Thai Standing Interpretations Committee

TSIC 15 (Revised 2018) Operating Leases - Incentives

TSIC 27 (Revised 2018) Evaluating the Substance of Transactions Involving the Legal Form of a Lease

Thai Financial Reporting Standards Interpretations

TFRIC 4 (Revised 2018) Determining Whether an Arrangement Contains a Lease

The adoption of the aforementioned financial reporting standards has a material impact on the financial statements of the Group as discussed in notes 5 to financial statements.

2.2.2 Financial reporting standards that will become effective in the future

The Federation of Accounting Professions issued a number of revised financial reporting standards and interpretations, which are effective for the financial statements for fiscal year beginning on or after January 1, 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards that included in amendments to references to the Conceptual Framework in Financial Reporting Standards, Definition of a business, Definition of material, and Interest Rate Benchmark Reforms.

The management of the Group is currently evaluating the impact of these standards to the financial in the year in which they are adopted.

3. CONSOLIDATED FINANCIAL STATEMENTS PREPARATION BASIS

The consolidated financial statements of Dcon Products Public Company Limited and its subsidiaries in which the Company has ability to control in making financial and operating decisions and recognize investments in associates using the equity method as follows:

	Registration		Percentage of shareholding		Type of business
	in	December 31, 2020		December 31, 2019	
<u>Subsidiary Company</u>					
Orrada Co., Ltd.	Thailand	99.99	99.99		Sales and lease real estate
Rompo Products Co., Ltd.	Thailand	99.99	99.99		Manufacturing and selling of precast floor
DSC Product Co., Ltd.	Thailand	69.99	69.99		Manufacturing and distribute of construction material, precast wall and other precast partition
Wisarawan Co., Ltd. (held by Orrada Co., Ltd. 99.99%)	Thailand	99.99	0.00		Sales real estate
<u>Associated Company</u>					
Prinsiri PCL.	Thailand	6.72	0.00		Real estate development for sale

The consolidated financial statements have been prepared in conformity with the same accounting policy for the same accounts and accounting events of the Company and subsidiaries. The date of the financial statements is the same as the company.

The balance of accounts and transactions between the group unrealized gain between of the Company and net assets of subsidiaries have been eliminated from the consolidated financial statements.

4. SUMMARY SIGNIFICANT ACCOUNTING POLICIES

4.1 Revenues and expenses recognition

4.1.1 Revenue from sales of goods based on the consideration that the most of sales of goods contract of the Group satisfied a performance obligation. Revenues from sales are recognized when the control of goods has been transferred to the customers at the point in time.

- In the case of sales of goods and services, components of revenues will allocate to transaction to the performance obligation in the contract by reference to their relative Stand-alone selling price of goods or services which are distinct in accordance with the contractual obligations.

4.1.2 Revenues from rent of real estate based on the consideration that the subsidiary satisfied a performance obligations. Rental is recognized on over time and recognized as income on a straight-line basis on over the period of lease as indicated in the contract.

4.1.3 Revenues from sales of real estate based on the consideration that the most of sale contract of land and houses, and units of condominium residence, the Group satisfied a performance obligation, therefore revenues from sales are recognized on a point in time when the ownership had been transferred. Revenues from sales of real estate are stated at the amounts received deducted with discount and expenses which the Group's payments to customers, the payments condition are based on the installment as indicated in the contract with customers. Amounts received from customers before the transfer of ownership, are presented as amounts received in advance from customers in statements of financial position.

4.1.4 Dividend income is recognized when the shareholder's right to receive payment.

4.1.5 Interest income recognized as income on an accrual basis by reference to the effective interest rate.

4.2 Cash and cash equivalents

Cash and cash equivalents included cash on hand and at banks of which the maturity is less than three months from the deposit date and without restriction on withdrawal.

4.3 Trade and other receivables

4.3.1 Trade and other current receivables are stated at the rights to receive amount / invoice amount less allowance for loss of financial assets.

4.3.2 The Group recognizes an allowance for expected credit losses on its financial assets measured at amortized cost, without requiring a credit-impaired event to have occurred prior to the recognition, the Group applies a simplified approach to determine the lifetime expected credit losses.

4.3.3 Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation” On April 22, 2020, the Accounting Treatment Guidance was announced in the Royal Gazette and it is effective for the financial statements prepared for reporting periods ending between January 1, 2020 and December 31, 2020.

The Group has elected to apply the following temporary relief measures on accounting alternatives. Not to take into account forward-looking information when determining expected credit losses, in cases where the Group uses a simplified approach to determine expected credit losses.

4.4 Inventory

Inventories are valued at the lower of cost on a first-in first-out (FIFO) basis or net realizable value.

Cost of land development is stated at cost which consist of cost of land acquisition, land development and expenses directly related to the project including interest.

4.5 Other non-current financial assets

Investments in marketable equity securities are stated at fair value. Gain or loss on changes in fair value is recognized as profit or loss in other comprehensive income.

4.6 Investment

4.6.1 Investments in subsidiaries and associates in the separate financial statements are carried at cost less allowance for impairment of investments (if any).

4.6.1 Investments in associate in the consolidated financial statements are stated under equity method

4.7 Investment properties

4.7.1 Investment properties are properties held to earn rental or for capital appreciation or both.

4.7.2 Subsidiaries are stated land at cost, building at cost less accumulated depreciation and devaluation of assets (if any). Cost is included initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which the subsidiaries incur.

4.7.3 Subsidiaries calculated depreciation on a straight-line basis over the estimated useful lives of assets and the depreciation charge has to be determined separately for each significant parts of assets item with the cost that is significant in relation to the total cost of the assets item. In addition, the entity is required to review the useful lives, residual value and depreciation method at least at each financial year-end.

The estimated useful lives of building is 20 years

Land and assets under construction were not depreciated.

4.8 Property, plant and equipment

4.8.1 Land is stated at cost. Building and equipment are stated at cost less accumulated depreciation and provision for impairment of assets (if any). Cost is included initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which the Company incurs.

4.8.2 Building and equipment are depreciated on a straight-line basis over the estimated useful lives of the assets and the depreciation charge has to be determined separately for each significant parts of assets with the cost that is significant in relation to the total cost of assets item. In addition, the entity is required to review the useful lives, residual value and depreciation method at least at each financial year-end.

The estimated useful lives of the assets are follows :

	Number of years
Building and building improvement	5, 10 and 20
Machinery and equipment	5, 10 and 15
Underground well	5 and 10
Furniture, fixtures and office equipment	5
Vehicles	5 and 10

Land and assets under construction were not depreciated.

4.9 Other intangible assets

Other intangible assets are valued at cost less accumulated amortization and provision for impairment of assets (if any).

Amortization is calculated on a straight-line basis as follows :

	Number of years
Computer software	10
Research and development costs	15

4.10 Right-of-use assets / lease liabilities

Right-of-use assets

- 1) The Group recognized right-of-use assets at the commencement date. Right-of-use assets are stated at cost less any accumulated depreciation, provision for accumulated impairment, and adjusted for any re-measurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred and the lease payments made at or before the commencement date, less any lease incentives received.
- 2) If it is reasonably certain to be exercised that the ownership of reference assets will be transferred the Group when the lease term is terminated. Depreciation of right-of-use is calculated by a straight-line basis from the commencement date until the termination date of the useful live of right-of-use assets or lease term termination date whichever is earlier.
- 3) The Group depreciated right-of-use assets by a straight-line basis on over the useful live of the right-of-use assets or the lease period as follows:

	Number of years
Land & Building	20
Vehicles	5

Lease liabilities

At the commencement date of the lease, the Group recognized lease liabilities at the present value of lease payments payable over the lease term, discounted by the interest rate implicit in the lease present value or the Group's incremental borrowing rate. The amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification or reassessment.

Short-term leases and low-value assets

Payments under leases that, have a lease term of 12 months or less at the commencement date, are leases of low value assets, are recognized as expenses on a straight-line basis over the lease term.

4.11 Impairment of non-financial assets

- 1) The Group has reviewed the impairment of assets whenever events or changes indicated that the carrying amount of an asset exceeds its recoverable amount (net selling price of the asset under the current operations or its utilization value whichever is higher). The Group will consider the impairment of each assets item or each asset unit generating cash flow, whenever is practical.

The Group will recognized an impairment loss in statements of comprehensive income and reverse the impairment loss whenever there is an indication that there is no longer impairment or reduction in impairment.

The Group used temporary relief measures of which do not consider the COVID-19 situation as an indication that an asset may be impaired.

4.12 Financial instruments

Classification and measurement

- 1) The Group classifies financial assets, at the initial recognition, as to be subsequently measured at amortized cost, fair value through other comprehensive income, or fair value through profit or loss. The classification is derived by the Group's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.
- 2) The Group classifies financial liabilities, at the initial recognition, as to be measured at fair value net of transaction costs and classified as liabilities to be subsequently measured at amortized cost using effective interest rate method. Gains or losses are recognized in profit or loss when the liabilities are derecognized as well as through the effective interest rate amortization process. In determining amortized cost, the Group takes into account any fees or costs that are an integral part of the effective interest rate. The amortization of effective interest rate is included in finance costs in profit or loss.

Impairment of financial assets

The Group recognises an allowance for expected credit losses on its financial assets measured at amortized cost, without requiring a credit-impaired event to have occurred prior to the recognition. The Group accounts for changes in expected credit losses in stages, with differing methods of determining allowance for credit losses and the effective interest rate applied at each stage. An exception from this approach is that for trade receivables or contract assets that do not contain a significant financing component, the Group applies a simplified approach to determine the lifetime expected credit losses.

4.13 Employee benefits

4.13.1 Provident Fund

The Group have established provident fund under the defined contribution plan. The fund's assets are separated entities which are administered by the outsider fund manager. The Group and employees made contribution into such provident fund. The Company's contribution payments to the provident fund were recorded as expenses in statements of comprehensive income in the period in which they are incurred.

4.13.2 Post-employee benefits

The Group provide for post-employment benefits, payable to employees under the Thai Labor Law. The present value of employee benefit liabilities recognized in the statements of financial position is estimated on an actuarial basis using Projected Unit Credit Method of which calculated by the Independent Actuary by using Actuarial Technique. The calculation was made from determining the present value of future cash flows expected to be required to settle and determines discount rate by reference to market yield of government bonds should have terms to maturity approximately equal to the terms of such obligations. In determine the future cash flows expected to be required to settle is used from employees' salaries, turnover, length of services and other factors. Changes in actuarial gains or losses are recognized in the period in which they are incurred in other comprehensive income. Expenses related to employee benefits shall be recorded in profit or loss for sharing such expenses throughout the period of services rendering.

4.14 Related party transactions

Related parties comprise individuals or enterprises that control, or are controlled by, the Company, whether directly or indirectly, or which are under common control with the Company.

They also include associated companies and individuals or enterprises which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors, and officers with authority in the planning and direction of the Company's operations.

4.15 Income tax and deferred tax

1. Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognized in profit or loss except to the extent that they relate to a business combination, or items recognized directly in equity or in other comprehensive income
 - Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.
 - Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognized that it is probable that they will not utilize in the foreseeable future.
2. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they adjust, using tax rates enacted or substantively enacted at the reporting date.
3. In determining the amount of current and deferred tax, the Group take into account the impact of uncertain tax positions and whether additional taxes and interest may be settled. The Group believe that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgments about future events. New information may become available that causes the Group to change its judgment regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.
4. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but the Group intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

5. A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realized.

4.16 Provisions

The Group recognize a provision when an entity has a present legal or constructive obligation as a result of a past event. It is probable that an outflow of economic benefits resources will be required to settle the obligation and reliable estimate can be made of the amount of the obligation. If some or all the expenditure is required to settle a provision, is expected to be reimbursed when it is virtually certain that reimbursement will be received if the Group settles the obligation. The amount recognized should not exceed the amount of the provisions.

4.17 Measurement of fair values

The Group have an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including level 3 fair values, and reports directly to CFO.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which such valuation should be classified.

When measuring the fair value of an asset or a liability, the Group use market observable data as fair as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows :

- Level 1 : quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 : inputs other than quoted prices included in Level 1 that are observable for the asset or liabilities, either directly (i.e. as prices) or indirectly (i.e. observable prices).
- Level 3 : inputs are unobservable for the asset or liability.

If the inputs used to measure the fair value of an asset or liability might be categorized in different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognized transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

4.18 Significant accounting judgements and estimates

The preparation of financial statements in conformity with Thai Financial Reporting Standards at times requires management to make subjective judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures; and actual results could differ from these estimates. Significant judgements and estimates are as follows:

Allowance for expected credit losses of trade receivables and contract assets

In determining an allowance for expected credit losses of trade receivables and contract assets, the management needs to make judgement and estimates based upon, among other things, past collection history, aging profile of outstanding debts and the forecast economic condition for groupings of various customer segments with similar credit risks. The Group's historical credit loss experience and forecast economic conditions may also not be representative of whether a customer will actually default in the future.

Allowance for diminution in value of inventory

The determination of allowance for diminution in the value of inventory, requires management to make judgements and estimates. The allowance for decline in net realizable value is estimated based on the selling price expected in the ordinary course of business; and provision for obsolete, slow-moving and deteriorated inventories, is estimated based on the approximate useful life of each type of inventory.

Depreciation of plant and equipment / right-of-use assets

In determining depreciation of plant and equipment / right-of-use assets, the management is required to make estimates of the useful lives and residual values of the plant and equipment / right-of-use assets and to review estimate useful lives and residual values when there are any changes.

Intangible assets

The initial recognition and measurement of intangible assets, and subsequent impairment testing, require management to make estimates of cash flows to be generated by the asset or the cash generating units and to choose a suitable discount rate in order to calculate the present value of those cash flows.

Deferred tax assets

Deferred tax assets are recognized for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized.

Allowance of impairment of assets non-financial

In testing of impairment of assets, the management requires to make judgment in estimating future cash flows or cash generating unit of assets including discount rate selection which are appropriate in calculating the valuation of that current cash flows.

Post-employment benefits under defined benefit plans and other long-term employee benefits

The obligation under the defined benefit plans and other long-term employee benefit plans are determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate, mortality rate and staff turnover rate.

4.19 Earnings per share

Earnings (Loss) per share as presented in the statements of comprehensive income is the basic earnings per share which is determined by dividing the net profit for the year by the weighted average number of common shares issued and paid-up during the year.

Diluted earnings per share is calculated by dividing net profit for the year by the weighted average of common share issued during the year added by the number of common shares issued for offering to warrant holders of the Company.

5. CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING POLICY DUE TO THE ADOPTION OF NEW FINANCIAL REPORTING STANDARD

As described in notes 2.2 to the consolidated financial statements, during the current period, the Group has adopted financial reporting standard related to set of financial instruments and leases. The cumulative effect of initially applying this standard is recognized as an adjustment to retained earnings as at January 1, 2020. Therefore, the comparative financial statements were not restated.

Consolidated financial statements (Baht)				
The impacts of Financial reporting standards				
	December 31, 2019	No.9	No.16	January 1, 2020
<u>Statements of financial position</u>				
Trade and other current receivables	127,659,520.63	(8,691,572.04)	0.00	118,967,948.59
Property, plant and equipment	522,006,795.82	0.00	(21,745,739.69)	500,261,056.13
Right-of-use assets	0.00	0.00	21,745,739.69	21,745,739.69
Deferred tax assets	8,619,400.56	1738314.408	0.00	10,357,714.97
Unappropriated retained earnings	478,909,232.50	0.00	(8,691,572.04)	470,217,660.46

Separate financial statements (Baht)				
The impacts of Financial reporting standards				
	December 31, 2019	No.9	No.16	January 1, 2020
<u>Statements of financial position</u>				
Trade and other current receivables	111,302,478.19	(8,691,572.04)	0.00	102,610,906.15
Property, plant and equipment	397,291,260.86	0.00	(21,745,739.69)	375,545,521.17
Right-of-use assets	0.00	0.00	21,745,739.69	21,745,739.69
Deferred tax assets	7,804,184.15	1,738,314.41	0.00	9,542,498.56
Unappropriated retained earnings	390,315,160.20	(6,953,257.63)	0.00	383,361,902.57

Details of the impact on retained earnings - Unappropriated as of January 1, 2020 from the introduction of the reporting standard for the first time, financial instruments are as follows:

	Consolidated and separate financial statements(Baht)
Recognition of expected credit losses from trade and other current receivables	(8,691,572.04)
Relevant income tax expenses	1,738,314.41
	<u>(6,953,257.63)</u>

5. CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING POLICY DUE TO THE ADOPTION OF NEW FINANCIAL REPORTING STANDARD (Continued)

As at January 1, 2020, classification and measurements of financial assets - as determined in TFRS 9 and the amounts based on the existed accounting principles are presented as follows :

	Consolidated financial statements (Baht)			
	Carrying amounts under the former basis	Classification and measurement in accordance		
		with TFRS 9		
		Fair value through profit or loss	Amortized cost	Total
Financial assets				
Cash and cash equivalents	191,634,897.71	0.00	191,634,897.71	191,634,897.71
Trade and other current receivables	118,967,948.59	0.00	118,967,948.59	118,967,948.59
Total	<u>310,602,846.30</u>	<u>0.00</u>	<u>310,602,846.30</u>	<u>310,602,846.30</u>
Financial liabilities				
Bank overdrafts and short-term				
borrowings from financial institutions	443,000.14	0.00	443,000.14	443,000.14
Trade and other current payables	130,819,611.16	0.00	130,819,611.16	130,819,611.16
Lease liabilities	15,370,183.14	0.00	15,370,183.14	15,370,183.14
Total	<u>146,189,794.30</u>	<u>0.00</u>	<u>146,189,794.30</u>	<u>146,189,794.30</u>
Separate financial statements (Baht)				
	Carrying amounts under the former basis	Classification and measurement in accordance		
		with TFRS 9		
		Fair value through profit or loss	Amortized cost	Total
Financial assets				
Cash and cash equivalents	129,383,543.12	0.00	129,383,543.12	129,383,543.12
Trade and other current receivables	102,610,906.15	0.00	102,610,906.15	102,610,906.15
Short-term loans	1,202,000,000.00	0.00	1,202,000,000.00	1,202,000,000.00
Total	<u>1,433,994,449.27</u>	<u>0.00</u>	<u>1,433,994,449.27</u>	<u>1,433,994,449.27</u>
Financial liabilities				
Bank overdrafts and short-term				
borrowings from financial institutions	443,000.14	0.00	443,000.14	443,000.14
Trade and other current payables	87,205,545.32	0.00	87,205,545.32	87,205,545.32
Lease liabilities	15,370,183.14	0.00	15,370,183.14	15,370,183.14
Total	<u>103,018,728.60</u>	<u>0.00</u>	<u>103,018,728.60</u>	<u>103,018,728.60</u>

6. SUPPLEMENT DISCLOSURE OF CASH FLOWS INFORMATION

6.1 Cash and cash equivalents comprise:

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Cash	695,000.00	672,000.00	420,000.00	390,000.00
Cash at banks - current accounts	8,497,270.49	14,728,229.83	3,919,537.46	8,272,699.04
Cash at banks - savings deposit	77,686,962.04	156,233,622.47	56,123,684.23	100,720,844.08
Cash at banks - fixed deposit				
with 3 months	1,049.03	20,001,045.41	0.00	20,000,000.00
Total	86,880,281.56	191,634,897.71	60,463,221.69	129,383,543.12

6.2 Non-cash transaction

For the year 2019

The Company

The Company entered into hire purchase of vehicles agreement in the amount of Baht 23.59 million, presented as financial lease liabilities.

Subsidiaries

The subsidiary has transferred inventories in the amount of Baht 269.20 million to be presented as investment properties since they are used for rent.

7. TRADE AND OTHER CURRENT RECEIVABLES

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Trade accounts receivable	120,066,539.93	124,226,413.24	98,317,596.31	111,320,001.82
Other current receivables				
Amount received in advance for				
goods	200,000.00	249,717.00	0.00	0.00
Revenue Department receivable	7,766,710.82	8,089,821.96	0.00	0.00
Others	9,316,689.21	8,350,575.99	4,606,297.10	4,903,107.83
Total	137,349,939.96	140,916,528.19	102,923,893.41	116,223,109.65
Less Allowance for expected credit losses /				
Allowance for doubtful accounts				
- Trade accounts receivable	(17,002,496.37)	(11,839,495.56)	(10,335,420.87)	(4,920,631.46)
- Other current receivables	(1,417,512.00)	(1,417,512.00)	0.00	0.00
Net	118,929,931.59	127,659,520.63	92,588,472.54	111,302,478.19

Billed trade accounts receivable separated on aging are as follows :

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Undue trade accounts receivable	75,086,999.08	59,299,202.19	62,648,294.87	55,690,166.59
Overdue trade accounts receivable				
- Less than 3 months	28,417,861.17	41,402,447.75	26,471,113.08	39,056,433.47
- Over 3 months to 6 months	732,416.33	6,586,955.93	395,902.16	6,567,218.73
- Over 6 months to 12 months	1,859,300.37	4,576,738.20	1,499,398.72	4,570,858.20
- More than 12 months	13,969,962.98	12,361,069.17	7,302,887.48	5,435,324.83
Total	<u>120,066,539.93</u>	<u>124,226,413.24</u>	<u>98,317,596.31</u>	<u>111,320,001.82</u>

8. SHORT-TERM LOANS

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Other person	3,570,350.00	3,570,350.00	3,570,350.00	3,570,350.00
Subsidiary	0.00	0.00	1,385,000,000.00	1,202,000,000.00
Total	<u>3,570,350.00</u>	<u>3,570,350.00</u>	<u>1,388,570,350.00</u>	<u>1,205,570,350.00</u>
Less Allowance for expected credit losses	<u>(3,570,350.00)</u>	<u>(3,570,350.00)</u>	<u>(3,570,350.00)</u>	<u>(3,570,350.00)</u>
Net	<u>0.00</u>	<u>0.00</u>	<u>1,385,000,000.00</u>	<u>1,202,000,000.00</u>

9. INVENTORIES

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Finished goods	34,220,156.30	32,403,867.35	32,071,696.25	31,003,009.70
Raw materials and supplies	36,842,289.08	36,280,450.46	33,062,900.17	33,173,986.28
Cost of land for development				
- Land	913,507,901.12	1,000,753,747.73	0.00	0.00
- Land for development	59,761,311.58	36,518,150.36	0.00	0.00
- Work in progress	1,300,119,407.59	1,298,818,013.19	0.00	0.00
Total	2,344,451,065.67	2,404,774,229.09	65,134,596.42	64,176,995.98
Less Cost of land for development				
transfer to cost of sales	(810,576,321.48)	(717,204,597.62)	0.00	0.00
Less Transfer to investment				
properties	0.00	(269,201,336.31)	0.00	0.00
Total	1,533,874,744.19	1,418,368,295.16	65,134,596.42	64,176,995.98
Less Allowance for loss on				
revaluation of inventories	(985,354.89)	(796,736.47)	(945,977.01)	(796,736.47)
Net	1,532,889,389.30	1,417,571,558.69	64,188,619.41	63,380,259.51

During the year 2019, the subsidiary has transferred inventories in the amount of 269.20 million to be presented as investment properties since they are used for rent (note 12).

10. INVESTMENTS IN ASSOCIATE

Company's name	Type of business	Relationship	Paid-up share capital (Baht)		Percentage of shareholding		Consolidated financial statements (Baht) Carrying amounts under equity method		Separate financial statements (Baht) Cost method	
			December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
			Prinsiri Public Company Limited	Real estate development for sale	Shareholders and directorship	1,220,011,755.00	1,220,011,755.00	6.72	0.00	139,663,785.06

10.1 In the second quarter of 2020, the Company and the directors gradually purchased ordinary shares of Prinsiri Public Company Limited resulted to the proportion of investment increased to 21.79%, according to the minutes of the Annual General Meeting of the shareholders for the year 2020 held on July 17, 2020, the shareholder of Prinsiri Public Company Limited passed the resolution to appoint a director in order to posit as the Company's Board of directors and the Company has significant influence in that Company. The Company, therefore, reclassified investment in such Company for measurement at fair value through other comprehensive income to measure at cost in the separate financial statements and carrying value under equity method in the consolidated financial statements.

10.2 The financial statements for the year ended December 31, 2020 of above associate which have been taken for preparing the consolidated financial statements, were audited by the auditor.

	Total assets (Baht)		Total liabilities (Baht)		Total income (Baht)		Total comprehensive income for the year (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
	Prinsiri Public Company Limited	9,243,074,608.00	9,458,057,554.00	4,609,168,395.83	5,071,184,225.46	2,435,872,371.27	1,818,681,022.11	283,633,237.27

11. INVESTMENTS IN SUBSIDIARIES

Company's name	Type of business	Relationship	Percentage of				Separate financial statements (Baht)			
			Paid-up share capital (Baht)		shareholding		Cost method		Dividend income	
			December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Orrada Co., Ltd.	Sales and lease real estate	Shareholders and directorship	400,000,000.00	400,000,000.00	99.99	99.99	400,000,000.00	400,000,000.00	0.00	0.00
Rompo Products Co., Ltd.	Manufacturing and selling of precast floor	Shareholders and directorship	35,000,000.00	35,000,000.00	99.99	99.99	41,663,520.71	41,663,520.71	13,999,196.00	12,249,296.50
DSC Product Co., Ltd.	Manufacturing and distribute of construction material precast wall and other precast partition	Shareholders and directorship	130,000,000.00	25,000,000.00	69.99	69.99	90,999,900.00	90,999,900.00	0.00	0.00
Total							532,663,420.71	532,663,420.71	13,999,196.00	12,249,296.50

11.1 DSC Product Co., Ltd.

11.1.1 On July 24, 2019, the subsidiary called for additional 25% of the registered share capital. The Company paid for the share capital of Baht 17.50 million (699,999 ordinary shares with a par value of Baht 25 each) in July 2019.

11.1.2 According to the minutes of shareholders' extraordinary meeting No. 1/2019 held on November 6, 2019, passed the resolution to increase share capital from Baht 100 million to Baht 130 million (dividing into 1,300,000 ordinary shares at par value of Baht 100 each) by offering to the shareholders at the existing proportion. Subsidiary has registered such increase share capital with the Ministry of Commerce on November 18, 2019. The Company paid for the share capital of Baht 21 million.

11.2 The financial statements for the year ended December 31, 2020 and 2019 of above subsidiaries have been taken for preparing the consolidated financial statements which were audited by the auditor.

12. INVESTMENT PROPERTIES

	Consolidated financial statements (Baht)			
	Land	Building	construction	Total
Assets cost :				
As at December 31, 2018	40,960,289.07	47,323,620.04	0.00	88,283,909.11
Disposal	269,201,336.31	0.00	0.00	269,201,336.31
As at December 31, 2019	310,161,625.38	47,323,620.04	0.00	357,485,245.42
Acquisition	0.00	0.00	202,864.50	202,864.50
As at December 31, 2020	310,161,625.38	47,323,620.04	202,864.50	357,688,109.92
Accumulated depreciation :				
As at December 31, 2018	0.00	19,555,720.39	0.00	19,555,720.39
Depreciation for the year	0.00	2,520,378.41	0.00	2,520,378.41
As at December 31, 2019	0.00	22,076,098.80	0.00	22,076,098.80
Depreciation for the year	0.00	2,221,388.85	0.00	2,221,388.85
As at December 31, 2020	0.00	24,297,487.65	0.00	24,297,487.65
Net assets value				
As at December 31, 2019	310,161,625.38	25,247,521.24	0.00	335,409,146.62
As at December 31, 2020	310,161,625.38	23,026,132.39	202,864.50	333,390,622.27

As at December 31, 2020 and December 31, 2019, a subsidiary has investment properties in the form of land and land including factory buildings which had fair value amount of Baht 566.85 million.

13. PROPERTY, PLANT AND EQUIPMENT

Consolidated financial statements (Baht)

	Land and land improvement	Building and building improvement	Machinery, tools and equipment	Underground well	Furniture, fixtures and office equipment	Vehicles	Assets under construction	Total
Assets - cost :								
As at December 31, 2018	150,279,940.42	286,366,312.65	469,451,321.92	6,503,626.11	40,256,103.23	348,767,902.10	40,481,655.32	1,342,106,861.75
Acquisition	0.00	1,584,206.30	10,387,551.95	0.00	2,745,290.48	20,952,186.92	36,499,471.73	72,168,707.38
Disposal	0.00	0.00	(1,437,820.44)	0.00	(45,651.44)	(6,473,773.83)	0.00	(7,957,245.71)
Inter-transaction transfer	0.00	50.60	16,478.98	0.00	0.00	0.00	(16,529.58)	0.00
As at December 31, 2019	150,279,940.42	287,950,569.55	478,417,532.41	6,503,626.11	42,955,742.27	363,246,315.19	76,964,597.47	1,406,318,323.42
The impacts of Financial reporting standards (Note 5)	0.00	0.00	0.00	0.00	0.00	(23,588,785.07)	0.00	(23,588,785.07)
As at January 1, 2020	150,279,940.42	287,950,569.55	478,417,532.41	6,503,626.11	42,955,742.27	339,657,530.12	76,964,597.47	1,382,729,538.35
Acquisition	0.00	37,050,922.37	20,741,517.33	0.00	1,516,691.16	1,360,485.36	1,193,566.12	61,863,182.34
Disposal	0.00	0.00	(7,157,100.56)	0.00	(12,064.02)	(369,686.92)	(44,415.00)	(7,583,266.50)
Inter-transaction transfer	0.00	20,650,662.36	55,930,312.73	0.00	0.00	0.00	(76,580,975.09)	0.00
As at December 31, 2020	150,279,940.42	345,652,154.28	547,932,261.91	6,503,626.11	44,460,369.41	340,648,328.56	1,532,773.50	1,437,009,454.19
Accumulated depreciation :								
As at December 31, 2018	0.00	173,775,930.29	349,043,691.96	4,944,466.33	37,215,810.17	242,349,219.14	0.00	807,329,117.89
Depreciation for the year	0.00	11,413,256.69	13,990,030.24	276,663.77	1,580,324.91	19,562,258.25	0.00	46,822,533.86
Depreciation - write off	0.00	0.00	(673,245.45)	0.00	(45,642.44)	(4,962,131.55)	0.00	(5,681,019.44)
As at December 31, 2019	0.00	185,189,186.98	362,360,476.75	5,221,130.10	38,750,492.64	256,949,345.84	0.00	848,470,632.31
The impacts of Financial reporting standards (Note 5)	0.00	0.00	0.00	0.00	0.00	(1,843,045.38)	0.00	(1,843,045.38)
As at January 1, 2020	0.00	185,189,186.98	362,360,476.75	5,221,130.10	38,750,492.64	255,106,300.46	0.00	846,627,586.93
Depreciation for the year	0.00	13,774,072.31	18,397,709.72	238,165.16	1,627,093.89	17,517,411.34	0.00	51,554,452.42
Depreciation - write off	0.00	0.00	(6,958,783.35)	0.00	(12,061.02)	(319,685.92)	0.00	(7,290,530.29)
As at December 31, 2020	0.00	198,963,259.29	373,799,403.12	5,459,295.26	40,365,525.51	272,304,025.88	0.00	890,891,509.06
Allowance for impairment of assets								
As at December 31, 2018	0.00	3,339,102.98	32,501,792.31	0.00	0.00	0.00	0.00	35,840,895.29
As at December 31, 2019	0.00	3,339,102.98	32,501,792.31	0.00	0.00	0.00	0.00	35,840,895.29
As at December 31, 2020	0.00	3,339,102.98	32,501,792.31	0.00	0.00	0.00	0.00	35,840,895.29
Net assets value								
As at December 31, 2019	150,279,940.42	99,422,279.59	83,555,263.35	1,282,496.01	4,205,249.63	106,296,969.35	76,964,597.47	522,006,795.82
As at December 31, 2020	150,279,940.42	143,349,792.01	141,631,066.48	1,044,330.85	4,094,843.90	68,344,302.68	1,532,773.50	510,277,049.84

13. PROPERTY, PLANT AND EQUIPMENT (Continued)
Separate financial statements (Baht)

	Land and land improvement	Building and building improvement	Machinery, tools and equipment	Underground well	Furniture, fixtures and office equipment	Vehicles	Assets under construction	Total
Assets - cost :								
As at December 31, 2018	124,152,207.55	270,954,552.74	439,523,292.08	6,388,133.34	33,448,627.34	331,934,753.70	50.60	1,206,401,617.35
Acquisition	0.00	820,033.03	2,865,265.04	0.00	653,551.89	20,366,205.61	1,765,056.45	26,470,112.02
Disposal	0.00	0.00	0.00	0.00	0.00	(5,690,500.00)	0.00	(5,690,500.00)
Transference	0.00	50.60	0.00	0.00	0.00	0.00	(50.60)	0.00
As at December 31, 2019	124,152,207.55	271,774,636.37	442,388,557.12	6,388,133.34	34,102,179.23	346,610,459.31	1,765,056.45	1,227,181,229.37
The impacts of Financial reporting standards (Note 5)	0.00	0.00	0.00	0.00	0.00	(23,588,785.07)	0.00	(23,588,785.07)
As at January 1, 2020	124,152,207.55	271,774,636.37	442,388,557.12	6,388,133.34	34,102,179.23	323,021,674.24	1,765,056.45	1,203,592,444.30
Acquisition	0.00	3,610,205.69	3,417,504.69	0.00	698,084.92	29,500.00	1,054,278.47	8,809,573.77
Disposal	0.00	0.00	(550,000.00)	0.00	0.00	(85,686.92)	(44,415.00)	(680,101.92)
Transference	0.00	0.00	1,381,434.07	0.00	0.00	0.00	(1,381,434.07)	0.00
As at December 31, 2020	124,152,207.55	275,384,842.06	446,637,495.88	6,388,133.34	34,800,264.15	322,965,487.32	1,393,485.85	1,211,721,916.15
Accumulated depreciation :								
As at December 31, 2018	0.00	164,696,262.70	324,850,562.20	4,828,976.56	31,037,688.49	229,157,391.86	0.00	754,570,881.81
Depreciation for the year	0.00	10,723,802.20	12,517,097.39	276,663.77	1,249,652.14	18,889,835.63	0.00	43,657,051.13
Depreciation - write off	0.00	0.00	0.00	0.00	0.00	(4,178,859.72)	0.00	(4,178,859.72)
As at December 31, 2019	0.00	175,420,064.90	337,367,659.59	5,105,640.33	32,287,340.63	243,868,367.77	0.00	794,049,073.22
The impacts of Financial reporting standards (Note 5)	0.00	0.00	0.00	0.00	0.00	(1,843,045.38)	0.00	(1,843,045.38)
As at January 1, 2020	0.00	175,420,064.90	337,367,659.59	5,105,640.33	32,287,340.63	242,025,322.39	0.00	792,206,027.84
Depreciation for the year	0.00	10,943,513.12	11,029,144.89	238,165.16	875,221.10	17,088,685.13	0.00	40,174,729.40
Depreciation - write off	0.00	0.00	(351,698.79)	0.00	0.00	(85,685.92)	0.00	(437,384.71)
As at December 31, 2020	0.00	186,363,578.02	348,045,105.69	5,343,805.49	33,162,561.73	259,028,321.60	0.00	831,943,372.53
Allowance for impairment of assets								
As at December 31, 2018	0.00	3,339,102.98	32,501,792.31	0.00	0.00	0.00	0.00	35,840,895.29
As at December 31, 2019	0.00	3,339,102.98	32,501,792.31	0.00	0.00	0.00	0.00	35,840,895.29
As at December 31, 2020	0.00	3,339,102.98	32,501,792.31	0.00	0.00	0.00	0.00	35,840,895.29
Net assets value								
As at December 31, 2019	124,152,207.55	93,015,468.49	72,519,105.22	1,282,493.01	1,814,838.60	102,742,091.54	1,765,056.45	397,291,260.86
As at December 31, 2020	124,152,207.55	85,682,161.06	66,090,597.88	1,044,327.85	1,637,702.42	63,937,165.72	1,393,485.85	343,937,648.33

As at December 31, 2020 and 2019, the Company has non-operating assets land, building and equipment because the factory was temporarily stopped for using in its manufacture at cost Baht 170.60 million .

As at December 31, 2020 and 2019, land, building, machinery and equipment at cost of Baht 187.44 million and Baht 185.09 million in the consolidated financial statements, and Baht 167.31 million and Baht 165.75 million in the separate financial statements respectively are mortgaged as collateral against overdrafts line and short-term borrowings from financial institutions (note 17), and contingent liabilities from bank issuance of letter of guarantee (note 33.2).

14. RIGHT-OF-USE ASSETS

	Consolidated financial statements (Baht)		
	Land & Building	Vehicle	Total
Assets cost :			
As at December 31, 2019	0.00	0.00	0.00
The impacts of Financial reporting standards (Note 5)			
	0.00	23,588,785.07	23,588,785.07
As at January 1, 2020	0.00	23,588,785.07	23,588,785.07
Increase for the year	26,643,260.75	0.00	26,643,260.75
As at December 31, 2020	26,643,260.75	23,588,785.07	50,232,045.82
Accumulated amortization :			
As at December 31, 2019	0.00	0.00	0.00
The impacts of Financial reporting standards (Note 5)			
	0.00	(1,843,045.38)	(1,843,045.38)
As at January 1, 2020	0.00	(1,843,045.38)	(1,843,045.38)
Amortization for the year	(1,110,315.90)	(1,753,413.80)	(2,863,729.70)
As at December 31, 2020	(1,110,315.90)	(3,596,459.18)	(4,706,775.08)
Net assets value :			
As at December 31, 2019	0.00	0.00	0.00
As at December 31, 2020	25,532,944.85	19,992,325.89	45,525,270.74

	Separate financial statements (Baht)		
	Land & Building	Vehicle	Total
Assets cost :			
As at December 31, 2019	0.00	0.00	0.00
The impacts of Financial reporting standards (Note 5)			
	0.00	23,588,785.07	23,588,785.07
As at January 1, 2020	0.00	23,588,785.07	23,588,785.07
As at December 31, 2020	0.00	23,588,785.07	23,588,785.07
Accumulated amortization :			
As at December 31, 2019	0.00	0.00	0.00
The impacts of Financial reporting standards (Note 5)			
	0.00	(1,843,045.38)	(1,843,045.38)
As at January 1, 2020	0.00	(1,843,045.38)	(1,843,045.38)
Amortization for the year	0.00	(1,753,413.80)	(1,753,413.80)
As at December 31, 2020	0.00	(3,596,459.18)	(3,596,459.18)
Net assets value :			
As at December 31, 2019	0.00	0.00	0.00
As at December 31, 2020	0.00	19,992,325.89	19,992,325.89

As at December 31, 2020 and 2019, right-of-use assets (land building and vehicles) at the cost of Baht 50.23 million and Baht 23.59 million in the consolidated financial statements and Baht 23.59 million in the separate financial statements are being made the payment as indicated in agreement (note 19).

15. OTHER INTANGIBLE ASSETS

Consolidated financial statements (Baht)

	Computer software		Products research and development		Total	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Intangible assets - cost :						
Beginning balance	10,553,707.83	8,923,841.44	12,715,569.38	12,715,569.38	23,269,277.21	21,639,410.82
Acquisition	626,991.30	1,629,866.39	0.00	0.00	626,991.30	1,629,866.39
Ending balance	11,180,699.13	10,553,707.83	12,715,569.38	12,715,569.38	23,896,268.51	23,269,277.21
Accumulated amortization :						
Beginning balance	6,887,043.82	6,649,673.62	2,168,347.36	2,168,347.36	9,055,391.18	8,818,020.98
Amortization for the year	801,647.51	237,370.20	0.00	0.00	801,647.51	237,370.20
Ending balance	7,688,691.33	6,887,043.82	2,168,347.36	2,168,347.36	9,857,038.69	9,055,391.18
Provision for impairment of assets :						
Beginning balance	0.00	0.00	10,547,222.02	10,547,222.02	10,547,222.02	10,547,222.02
Ending balance	0.00	0.00	10,547,222.02	10,547,222.02	10,547,222.02	10,547,222.02
Net intangible assets value						
Beginning balance	3,666,664.01	2,274,167.82	0.00	0.00	3,666,664.01	2,274,167.82
Ending balance	3,492,007.80	3,666,664.01	0.00	0.00	3,492,007.80	3,666,664.01

Separate financial statements (Baht)

	Computer software		Products research and development		Total	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Intangible assets - cost :						
Beginning balance	6,690,420.09	6,649,420.09	12,715,569.38	12,715,569.38	19,405,989.47	19,364,989.47
Acquisition	0.00	41,000.00	0.00	0.00	0.00	41,000.00
Ending balance	6,690,420.09	6,690,420.09	12,715,569.38	12,715,569.38	19,405,989.47	19,405,989.47
Accumulated amortization :						
Beginning balance	6,653,552.79	6,579,418.64	2,168,347.36	2,168,347.36	8,821,900.15	8,747,766.00
Amortization for the year	8,222.47	74,134.15	0.00	0.00	8,222.47	74,134.15
Ending balance	6,661,775.26	6,653,552.79	2,168,347.36	2,168,347.36	8,830,122.62	8,821,900.15
Provision for impairment of assets :						
Beginning balance	0.00	0.00	10,547,222.02	10,547,222.02	10,547,222.02	10,547,222.02
Ending balance	0.00	0.00	10,547,222.02	10,547,222.02	10,547,222.02	10,547,222.02
Net intangible assets value						
Beginning balance	36,867.30	70,001.45	0.00	0.00	36,867.30	70,001.45
Ending balance	28,644.83	36,867.30	0.00	0.00	28,644.83	36,867.30

16. DEFERRED TAX ASSETS / LIABILITIES

The increase and decrease of deferred tax assets / liabilities are as follows :

Consolidated financial statements (Baht)								
Recognized as (expenses)		The impacts of		Recognized as (expenses) income				
As at December	income in profit	As at December	Financial reporting	As at January	Profit	Other comprehensive	As at December	
31, 2018	or loss	31, 2019	standards (Note 5)	1, 2020	or loss	income	31, 2020	
	(Note 24.2)				(Note 24.2)	(Note 24.4)		
Deferred tax assets								
Trade accounts receivable (allowance for expected credit losses)	1,771,033.53	0.00	1,771,033.53	1,738,314.41	3,509,347.94	(728,193.77)	0.00	2,781,154.17
Inventories (allowance for devaluation of inventories)	135,363.64	23,983.65	159,347.29	0.00	159,347.29	29,848.11	0.00	189,195.40
Property, plant and equipment (provision for impairment)	2,596,149.10	(801,913.46)	1,794,235.64	0.00	1,794,235.64	(802,018.22)	0.00	992,217.42
Intangible assets (provision for impairment)	841,377.93	(210,944.42)	630,433.51	0.00	630,433.51	(210,944.43)	0.00	419,489.08
Employee benefit obligations	3,039,117.02	1,225,233.57	4,264,350.59	0.00	4,264,350.59	824,534.30	(178,405.86)	4,910,479.03
Total	8,383,041.22	236,359.34	8,619,400.56	1,738,314.41	10,357,714.97	(886,774.01)	(178,405.86)	9,292,535.10
Deferred tax liabilities								
Investment in associates (gains on fair value measurement)	0.00	0.00	0.00	0.00	0.00	0.00	(3,206,347.18)	(3,206,347.18)
Right-of-use assets (depreciation)	(5,736,944.36)	(263,970.59)	(6,000,914.95)	0.00	(6,000,914.95)	(569,598.95)	0.00	(6,570,513.90)
Total	(5,736,944.36)	(263,970.59)	(6,000,914.95)	0.00	(6,000,914.95)	(569,598.95)	(3,206,347.18)	(9,776,861.08)
Net	2,646,096.86	(27,611.25)	2,618,485.61	1,738,314.41	4,356,800.02	(1,456,372.96)	(3,384,753.04)	(484,325.98)
Separate financial statements (Baht)								
Recognized as (expenses)		The impacts of		Recognized as (expenses) income				
As at December	income in profit	As at December	Financial reporting	As at January	Profit	Other comprehensive	As at December	
31, 2018	or loss	31, 2019	standards (Note 5)	1, 2020	or loss	income	31, 2020	
	(Note 24.2)				(Note 24.2)	(Note 24.4)		
Deferred tax assets								
Trade accounts receivable (allowance for expected credit losses)	1,698,196.29	0.00	1,698,196.29	1,738,314.41	3,436,510.70	(655,356.53)	0.00	2,781,154.17
Inventories (allowance for devaluation of inventories)	135,363.64	23,983.65	159,347.29	0.00	159,347.29	29,848.11	0.00	189,195.40
Property, plant and equipment (provision for impairment)	2,596,149.10	(801,913.46)	1,794,235.64	0.00	1,794,235.64	(802,018.22)	0.00	992,217.42
Intangible assets (provision for impairment)	841,377.93	(210,944.42)	630,433.51	0.00	630,433.51	(210,944.43)	0.00	419,489.08
Employee benefit obligations	2,539,042.05	982,929.36	3,521,971.41	0.00	3,521,971.41	638,836.57	(119,300.92)	4,041,507.06
Total	7,810,129.01	(5,944.86)	7,804,184.15	1,738,314.41	9,542,498.56	(999,634.50)	(119,300.92)	8,423,563.14
Deferred tax liabilities								
Investment in associates (gains on fair value measurement)	0.00	0.00	0.00	0.00	0.00	0.00	(3,206,347.18)	(3,206,347.18)
Right-of-use assets (depreciation)	(5,736,944.36)	(263,970.59)	(6,000,914.95)	0.00	(6,000,914.95)	(569,598.95)	0.00	(6,570,513.90)
Total	(5,736,944.36)	(263,970.59)	(6,000,914.95)	0.00	(6,000,914.95)	(569,598.95)	(3,206,347.18)	(9,776,861.08)
Net	2,073,184.65	(269,915.45)	1,803,269.20	1,738,314.41	3,541,583.61	(1,569,233.45)	(3,325,648.10)	(1,353,297.94)

17. BANK OVERDRAFTS AND SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

	Consolidated and	
	Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019
Bank overdrafts	360,620.52	443,000.14
Short-term borrowings	165,000,000.00	0.00
Total	<u>165,360,620.52</u>	<u>443,000.14</u>

As at December 31, 2020 and December 31, 2019, the Group has overdrafts line with bank amount of Baht 72 million (4 banks) in the consolidated financial statements and Baht 60 million (4 banks) in the separate financial statements respectively, at the interest rate of MOR to MOR+0.25% per annum and short-term borrowings for the amount of Baht 355 million (5 banks) in the consolidated financial statements and Baht 350 million (5 banks) in the separate financial statements respectively, at the interest rate of MLR - 2.75 to MLR - 0.5% per annum.

The above liabilities guaranteed by mortgaging land with its construction machinery and equipment (note 13).

18. TRADE AND OTHER CURRENT PAYABLES

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Trade accounts payable	66,042,817.17	66,771,150.99	55,503,606.98	61,749,801.30
Other current payables				
Assets payable	0.00	3,137,765.20	0.00	0.00
Retention	408,886.95	26,033,938.18	0.00	0.00
Amount received in advance				
for goods	7,690,339.29	11,002,805.62	5,610,593.88	7,755,818.12
Accrued expenses	15,304,250.98	16,398,525.08	11,371,122.89	12,178,896.13
Others	7,150,941.70	7,475,426.09	4,993,716.18	5,521,029.77
Total	<u>96,597,236.09</u>	<u>130,819,611.16</u>	<u>77,479,039.93</u>	<u>87,205,545.32</u>

19. LEASE LIABILITIES

19.1 Lease liabilities are as follow:

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Lease payable	47,128,387.40	15,991,827.00	8,028,387.40	15,991,827.00
Less Deferred interest payments	<u>(13,325,904.48)</u>	<u>(621,643.86)</u>	<u>(177,601.87)</u>	<u>(621,643.86)</u>
Total	33,802,482.92	15,370,183.14	7,850,785.53	15,370,183.14
Less Current portion of long-term liabilities	<u>(7,192,413.34)</u>	<u>(7,519,398.01)</u>	<u>(6,328,170.14)</u>	<u>(7,519,398.01)</u>
Net	<u>26,610,069.58</u>	<u>7,850,785.13</u>	<u>1,522,615.39</u>	<u>7,850,785.13</u>

19.2 As at December 31, 2020 and 2019, the Group has right-of-use assets are being made the payment as indicated in agreement as follows :

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Land and building	26,643,260.75	0.00	0.00	0.00
Vehicles	<u>23,588,785.03</u>	<u>23,588,785.03</u>	<u>23,588,785.03</u>	<u>23,588,785.03</u>
Total	<u>50,232,045.78</u>	<u>23,588,785.03</u>	<u>23,588,785.03</u>	<u>23,588,785.03</u>

20. NON-CURRENT PROVISIONS FOR EMPLOYEE BENEFIT

20.1 The Group had an employee benefit obligation based on the requirement of Thai Labour Protection Act B.E. 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service and long-term service awards.

20.2 The defined benefit plans expose the Company and subsidiaries to actuarial risks, such as longevity risk, currency risk, interest rate risk and market (investment) risk.

20.3 Employee benefit provisions in the statement of financial position was determined as follows:

	Consolidated		Separate	
	financial statements (Baht)		financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Beginning balance	21,645,721.19	15,397,457.47	17,609,857.07	12,612,284.12
Recognized in other comprehensive (income)				
Losses on remeasurment				
of defined benefit plan	(892,029.28)	0.00	(596,504.61)	0.00
Recognized in profit or loss				
Previous service cost with the new				
Labour Protection Act	0.00	3,854,079.67	0.00	3,036,776.86
Current service costs and interest	5,092,588.20	2,394,184.05	4,312,112.87	1,960,796.09
Benefits paid	(1,117,930.00)	0.00	(1,117,930.00)	0.00
Ending balance	24,728,350.11	21,645,721.19	20,207,535.33	17,609,857.07

On April 5, 2019, the Labor Protection Act (No. 7) B.E. 2562 was published in the Royal Gazette which is effective from May 5, 2019, onwards that determined the additional rate of severance pay in the case of termination of employment for a terminated employee who has worked for 20 consecutive years or more and shall be entitled to receive payment not less than the last rate of wages for 400 days. Therefore, such changes have affected to the additional providing employee benefit amount of Baht 3.85 million and Baht 3.04 million in the consolidated and separate financial statements. The Group have recognized the previous service costs as expenses in the statement of comprehensive income.

20.4 The Group recognized the expenses in the following line items in the statement of income.

	Consolidated		Separate	
	financial statements (Baht)		financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Cost of services	613,038.60	1,984,111.05	613,038.60	1,791,753.08
Costs of distribution	379,529.10	1,176,111.04	379,529.10	1,176,111.04
Administrative expenses	3,503,254.48	2,515,596.87	2,845,307.58	1,560,303.97
Finance costs	596,766.02	572,444.76	474,237.59	469,404.86
Total	5,092,588.20	6,248,263.72	4,312,112.87	4,997,572.95

20.5 Principal actuarial assumptions at the reporting date (expressed as weighted averages)

	Consolidated		Separate	
	financial statements (%)		financial statements (%)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Discount rate	1.78	3.04	1.81	3.04
Salary increase rate	5.50	6.00	6.00	6.00

20.6 Assumptions regarding future mortality are based on published statistics and Thailand Mortality Ordinary Life table

2017 (“TMO17”)

20.7 Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below :

	Consolidated		Separate	
	financial statements (%)		financial statements (%)	
Defined benefit obligation				
as at December 31, 2020	Increase	Decrease	Increase	Decrease
Discount rate (0.5% movement)	(1,361,503.64)	1,498,424.27	(1,150,092.61)	1,267,225.38
Salary increase rate (1% movement)	2,934,503.69	(2,485,602.40)	2,474,824.60	(2,091,352.73)
Employee turnover rate				
(20% movement)	(1,953,264.23)	2,343,035.26	(1,911,543.54)	2,345,035.26

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

21. SHARE CAPITAL

21.1 Authorized share capital

21.1.1 According to the extraordinary general shareholders' meeting No. 1/2017 held on September 28, 2017, the shareholders passed the resolution as follows :

- 1) Issue the ESOP#2 warrants for 142.45 million units at the exercised ratio of 1 unit of warrant per 1 ordinary share at the price of Baht 0.59 each. The exercise period is 5 years from the date of issuance and offering. The first exercise right commenced on October 29, 2021 and the last exercise right is on April 29, 2022.
- 2) Increase the registered share capital for reserve the exercised ESOP#2 from Baht 542.76 million to Baht 557.00 million by issuing 142.45 million ordinary shares at par value of Baht 0.10 each. The Company has registered the increase share capital with the Ministry of Commerce on October 9, 2017.

21.1.2 Decrease the registered capital of the Company from Baht 557 million to Baht 552.88 million by canceling unissued ordinary shares and allocated to the warrant holders (DCON-W1) amount of Baht 4.12 million (41.22 million ordinary shares at par value of Baht 0.10 each). The Company has registered the increase share capital with the Ministry of Commerce on May 13, 2020.

21.2 The increase and decrease of share capital are as follow :

	Authorized share capital		Issued and paid-up share capital	
	Number of shares	Amount (Baht)	Number of shares	Amount (Baht)
Balance as at December 31, 2018	5,570,003,429	557,000,342.90	5,204,350,786	520,435,078.60
Common shares issued from				
exercise of warrants	0	0.00	181,989,610	18,198,961.00
Balance as at December 31, 2019	5,570,003,429	557,000,342.90	5,386,340,396	538,634,039.60
Decrease in capital	(41,217,033)	(4,121,703.30)	0	0.00
Balance as at December 31, 2020	5,528,786,396	552,878,639.60	5,386,340,396	538,634,039.60

21.3 Warrant to purchase ordinary shares of the Company

On June 12, 2014, the Company has allocated the warrants (DCON-W1) to the existing shareholders based on ROWarrant for 41.09 million units without offering price at the exercise ratio of 1 unit of warrant per 1 ordinary share at the price of Baht 5 each. The exercise period is 5 years from the date of issuance. The exercise date shall be on the last business day of every 6 months. The first date of exercise is on July 31, 2017 and the last exercise date is on May 8, 2019.

21.4 The increase and decrease of common shares issued from exercise of warrants are as follow :

	<u>Number of units</u>
	<u>DCON-W1</u>
Balance as at December 31, 2018	12,051,425
Exercise of warrants	(11,549,765)
Expired warrants	(501,660)
Balance as at December 31, 2019	<u><u>0</u></u>

On January 31, 2019, there is exercise of warrants to purchase ordinary shares of the Company No. 4 (DCON-W1) to purchase ordinary shares for 6,059,940 units of warrants equal to 95,486,570 ordinary shares. As a result, the Company has issued and paid-up share capital from Baht 520.44 million to Baht 529.98 million (5,299,837,356 ordinary shares at par value of Baht 0.10 each). The Company has registered the increase share capital with the Ministry of Commerce on February 6, 2019.

On May 8, 2019, there is exercise of warrants to purchase ordinary shares of the Company No. 5 (DCON-W1) to purchase ordinary shares for 5,489,825 units of warrants equal to 86,503,140 ordinary shares. As a result, the Company has issued and paid-up share capital from Baht 529.98 million to Baht 538.63 million (5,386,340,396 ordinary shares at par value of Baht 0.10 each). The Company has registered the increase share capital with the Ministry of Commerce on May 16, 2019.

22. LEGAL RESERVE

By virtue of the Public Company Limited Act, the Company is required to set aside the reserve as a legal reserve at least 5% of its annual net income after deduction of the deficit brought forward (if any) until the reserve reach an amount 10% of authorized share capital. The reserve is not available for dividend distribution.

23. RETAINED EARNINGS APPROPRIATION

The Company

According to the minutes of Annual General Meeting of the shareholders for the year 2020 held on April 30, 2020, passed the resolution to pay dividend from the results of operation for the year 2019 to the shareholders at Baht 0.015 per share for 5,386.34 million shares totally Baht 80.80 million. Such dividend will be paid on May 14, 2020.

According to the minutes of shareholders' General Meeting for the year 2019 held on April 27, 2019, passed the resolution to pay dividend from the results of operation for the year 2017 to the shareholders at Baht 0.015 per share for 5,299.84 million shares amounting to Baht 79.50 million.

Subsidiaries

According to the minutes of Annual General Meeting of the shareholders for the year 2020 held on April 27, 2020, passed the resolution to pay dividend from the results of operation for the year 2019 to the shareholders at Baht 4 per share, for 3.50 million shares amounting to Baht 14 million. Subsidiary has already paid on April 2020.

According to the minutes of shareholders' General Meeting for the year 2019 held on April 22, 2019, passed the resolution to pay dividend from profit of year 2017 to the shareholders at Baht 3.5 per share, for 3.50 million shares amounting to Baht 12.25 million. During the year, the Company has already paid such dividend.

24. INCOME TAX

24.1 The calculation of current income taxes

For the year 2020 and 2019, the corporate income tax is calculated at the rate of 20 per cent of profit (loss) before deducting with tax expenses and added back other expenses which shall not be allowed as expenses in tax calculation (if any) except the exempted taxable profit derived from promoted business by using the rate as stipulated in the promotion certificate (note 29).

24.2 Income tax recognized in profit or loss

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>December 31, 2020</u>	<u>December 31, 2019</u>	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Current income tax				
For the current year	24,367,302.40	34,933,269.42	21,799,687.97	31,257,152.07
Deferred tax				
Changes in temporary differences	1,456,372.96	27,611.25	1,569,233.45	269,915.45
Total income tax	<u>25,823,675.36</u>	<u>34,960,880.67</u>	<u>23,368,921.42</u>	<u>31,527,067.52</u>

24.3 Reconciliation for effective income tax rate

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Profit before income tax	115,198,462.03	165,638,897.34	134,448,068.76	174,052,206.58
Income tax rate (%)	20	20	20	20
Income tax	23,039,692.41	33,127,779.47	26,889,613.75	34,810,441.32
Prohibited taxable expenses	7,987,313.71	1,544,325.08	2,728,763.62	1,515,814.81
Additional taxable expenses	(3,520,245.95)	(2,423,504.32)	(3,449,616.75)	(2,349,329.31)
Exempted income	0.00	0.00	(2,799,839.20)	(2,449,859.30)
Share of profit from investments				
in associate	(2,222,624.16)	0.00	0.00	0.00
Effects from elimination with				
subsidiary	539,539.35	2,712,280.44	0.00	0.00
Total income tax	25,823,675.36	34,960,880.67	23,368,921.43	31,527,067.52
Income tax rate (%)	22	21	17	18

24.4 Income tax recognized in other comprehensive income

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Gains on measurement of investment				
in equity instruments	16,031,735.89	0.00	16,031,735.89	0.00
Profit on remeasurements of				
defined benefit plans	892,029.28	0.00	596,504.61	0.00
Total	16,923,765.17	0.00	16,628,240.50	0.00
Tax expense	(3,384,753.04)	0.00	(3,325,648.10)	0.00
Net of income tax	13,539,012.13	0.00	13,302,592.40	0.00

25. TRANSACTIONS WITH RELATED PERSONS AND PARTIES

Part of the Group assets, liabilities, revenues and expenses arose from transaction with persons and related parties. These related transactions are determined on the conditions in the normal course of business and based on the Company concerned as follows :

25.1 General information

<u>Name</u>	<u>Type of business</u>	<u>Relationship</u>	<u>Description</u>	<u>Pricing policy</u>
<u>Related persons</u>				
Miss Wisara Pornkul		Member in family of shareholder and director	Purchase of building	Market price
<u>Subsidiaries</u>				
Orrada Co., Ltd.	Sales and lease of real estate	Shareholders and directorship	Revenues from sales of goods Interest income Purchase of building	At cost Interest rate at 3-4% per annum Market price less discounted
Rompo Products Co., Ltd.	Manufacturing and selling of precast floor	Shareholders and directorship	Purchase of equipment	At cost
DSC Product Co., Ltd.	Manufacturing and distribute of construction material precast wall and other precast partition	Shareholders and directorship	Advances payment Other income (rental)	At actual cost At agreed price
<u>Other companies</u>				
Chusin Concrete Co., Ltd.		Director is a director of subsidiary	Revenues from sales of goods Purchase of goods	Market price At agreed price
Sinudom Concrete Co., Ltd.		Shareholders and directorship	Revenues from sales of good Purchase of raw material Administrative expenses Interest-right of use (lease) expenses	Market price Market price At agreed price Rental Baht 0.17 million per month

25.2 Assets and liabilities transaction with related persons and parties consist of:

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Orrada Co., Ltd.				
Trade and other current receivables	0.00	0.00	61,036.26	69,824.32
Short-term loans	0.00	0.00	1,385,000,000.00	1,202,000,000.00

The increase and decrease of short-term loans are as follow :

	Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019
Beginning balance	1,202,000,000.00	1,139,000,000.00
Increase during the period	249,000,000.00	163,000,000.00
Decrease during the period	<u>(66,000,000.00)</u>	<u>(100,000,000.00)</u>
Ending balance	<u><u>1,385,000,000.00</u></u>	<u><u>1,202,000,000.00</u></u>

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Rompo Products				
Trade and other current payables	0.00	0.00	0.00	890,610.00
DSC Product Co., Ltd.				
Trade and other current receivables	0.00	0.00	778,202.49	175,102.11
Chusin Concrete Co., Ltd.				
Trade and other current receivables	160,669.74	0.00	160,669.74	0.00
Trade and other current payables	859,766.40	0.00	0.00	0.00

Consolidated financial statements (Baht) Separate financial statements (Baht)

	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Sinudom Concrete Co., Ltd.				
Trade and other current receivables	0.00	281,280.00	0.00	281,280.00
Trade and other current payables	2,304,285.87	300,969.60	498,047.55	300,969.60
Lease liabilities	25,087,454.19	0.00	0.00	0.00

25.3 Revenues and expenses transaction with related persons and parties for the year ended December 31, 2020 and 2019 are as follows:

Consolidated financial statements (Baht) Separate financial statements (Baht)

	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Orrada Co., Ltd.				
Sales of goods	0.00	0.00	38,345.00	82,273.40
Other income (interest income)	0.00	0.00	40,778,959.03	34,703,424.76
DSC Product Co., Ltd.				
Sales of goods	0.00	0.00	1,103,806.59	0.00
Other income	0.00	0.00	450,000.00	0.00
Chusin Concrete Co., Ltd.				
Sales of goods	1,846,938.08	0.00	960,206.08	0.00
Costs of sale (for goods)	1,640,520.00	0.00	0.00	0.00
Sinudom Concrete Co., Ltd.				
Sales of goods	918,134.00	1,704,720.00	860,124.00	1,704,720.00
Cost of sales and services	7,888,040.02	0.00	1,574,665.00	0.00
Administrative expenses	2,524.50	0.00	0.00	0.00
Interest expenses-right of use	1,008,436.64	0.00	0.00	0.00

25.4 Other transaction with related persons and parties for the year ended December 31, 2020 and 2019 are as follows:

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Miss Wisara Pornkul				
Fixed assets - building	30,166,334.00	0.00	0.00	0.00
Orrada Co., Ltd.				
Fixed assets - building	0.00	0.00	1,939,326.73	0.00

26. DIRECTORS' REMUNERATION

Directors' remuneration represents the benefits paid to the Company's directors in accordance with Section 90 of the Public Limited Companies Act, excluding salaries and related benefits payable to executive directors.

27. MANAGEMENT BENEFIT EXPENSES

Management benefit expenses focuses expenses relating to salaries, remunerations and other benefits to the directors and management, in accordance with the definitions of the Office of the Securities and Exchange Commission. Management under definition includes a chief executive officer, the next four executive levels immediately below that chief executive officer and all persons in positions comparable to these fourth executive levels.

28. EXPENSES ANALYZED BY NATURE

Expenses analyzed by nature are as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Changes in inventories of finished				
goods and work in progress	85,747,122.01	(45,771,052.68)	(1,068,686.55)	837,424.00
Raw materials and consumables used	309,035,619.34	604,006,590.80	271,380,558.27	406,135,581.04
Contractor wages	76,654,912.25	102,299,418.46	66,735,955.31	86,082,328.97
Directors' remuneration	1,680,013.00	865,000.00	1,680,013.00	865,000.00
Management benefit expenses	8,972,028.00	9,781,264.00	5,048,242.00	5,478,278.00
Employees benefit expenses	117,584,653.48	121,030,181.69	92,563,180.02	101,032,846.15
Depreciation	55,529,255.07	49,342,912.27	41,928,143.20	43,657,051.13
Installation transportaion expenses	65,272,585.76	70,251,845.27	47,258,494.19	66,623,023.79

29. RIGHTS AND PRIVILEGES FROM PROMOTION CERTIFICATE

29.1 The Company are granted certain right and privileges as a promoted industry under the Promotion of Investment Act B.E. 2520 for the precast floor products by the approval of the Board of Investment in accordance with the certificate dated April 30, 2007. The significant privileges are as follows:

- 1) To exempt the customs duties for imported machinery as approved by the Board of Investment.
- 2) To exempt the corporate income tax from net profit for the period of 8 years from the date of income earnings and reduce the corporate income tax from net profit from investment at the rate of 50% of the normal rate for the next 5 years from the overdue of such duration.
- 3) The Company's shareholders will be exempt the corporate income tax for dividend received from the Company all duration of income tax exemption of the Company.

The Company must comply with the certain conditions and terms as stipulated in promotion certificate.

29. RIGHTS AND PRIVILEGES FROM PROMOTION CERTIFICATE (Continued)

29.2 The results of operation of the Group separated by privileges in accordance with promotion certificate for the year ended December 31, 2020 and 2019 are as follows:

(Unit : Baht)

	Promoted business		Non-promoted business		Total	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Sales and services	12,277,555.40	16,552,933.86	915,735,286.53	1,160,666,736.73	928,012,841.93	1,177,219,670.59
Cost of sales and services	(12,013,553.87)	(17,907,460.91)	(601,227,893.21)	(755,529,978.85)	(613,241,447.08)	(773,437,439.76)
Gross profit (loss)	264,001.53	(1,354,527.05)	314,507,393.32	405,136,757.88	314,771,394.85	403,782,230.83
Other income	229,220.73	344,645.72	13,589,785.14	11,098,527.34	13,819,005.87	11,443,173.06
Distribution costs	(3,036,536.90)	(3,944,899.83)	(136,913,826.87)	(160,318,043.39)	(139,950,363.77)	(164,262,943.22)
Administrative expenses	(4,529,110.47)	(4,156,377.77)	(75,306,304.29)	(81,010,921.59)	(79,835,414.76)	(85,167,299.36)
Profit from operation	(7,072,425.11)	(9,111,158.93)	115,877,047.30	174,906,320.24	108,804,622.19	165,795,161.31
Share of profit from investments in associate	0.00	0.00	11,113,120.78	0.00	11,113,120.78	0.00
Finance income	0.00	0.00	217,250.53	958,857.53	217,250.53	958,857.53
Finance costs	0.00	(3,842.30)	(4,936,531.47)	(1,111,279.20)	(4,936,531.47)	(1,115,121.50)
Profit (Loss) before income tax	(7,072,425.11)	(9,115,001.23)	122,270,887.14	174,753,898.57	115,198,462.03	165,638,897.34
Tax expense	0.00	0.00	(25,823,675.36)	(34,960,880.67)	(25,823,675.36)	(34,960,880.67)
Profit (Loss) for the year	(7,072,425.11)	(9,115,001.23)	96,447,211.78	139,793,017.90	89,374,786.67	130,678,016.67

Unidentifiable distribution cost, administrative expenses and finance costs were allocated to each related income segment.

30. OPERATING SEGMENTS

30.1 Operating segment information is reported in a manner consistent with the internal reports of the Group that are regularly reviewed by the chief operating decision maker in order to make decision about the allocation of resources to the segment and assess its performance. The chief operating decision maker of the Group has been identified as the President of executive directors.

30.2 The Group operations involve virtually in business of manufacturing and selling construction supplies (precast floor, concrete post and others), sales of land and lease of real estate in one geographical segment only in Thailand. Therefore, revenues and assets in financial statements are reported in geographical segment.

30.3 For the purpose of presentation the financial information in the consolidated financial statements, the core manufacturing and selling construction supplies (precast floor, concrete post and others), sales and lease of real estate that the financial information by segment are as follows:

	(Unit : Baht)							
	Sales of construction supplies		Sales of real estate		Real estate for lease		Total	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<u>Statement of comprehensive income</u>								
Revenues	763,190,643.58	950,857,550.33	149,629,758.35	211,201,120.26	15,192,440.00	15,161,000.00	928,012,841.93	1,177,219,670.59
Costs	(518,511,259.17)	(626,811,468.72)	(92,508,799.06)	(144,105,592.63)	(2,221,388.85)	(2,520,378.41)	(613,241,447.08)	(773,437,439.76)
Segment gross profit	244,679,384.41	324,046,081.61	57,120,959.29	67,095,527.63	12,971,051.15	12,640,621.59	314,771,394.85	403,782,230.83
Distribution costs	(107,388,763.44)	(131,332,712.42)	(32,561,600.33)	(32,930,230.80)	0.00	0.00	(139,950,363.77)	(164,262,943.22)
Administrative expenses	(58,732,482.66)	(61,291,241.25)	(11,221,077.94)	(14,144,379.62)	0.00	0.00	(69,953,560.60)	(75,435,620.87)
Profit before operations	78,558,138.31	131,422,127.94	13,338,281.02	20,020,917.21	12,971,051.15	12,640,621.59	104,867,470.48	164,083,666.74
Other income							13,819,005.87	11,443,173.06
Unallocated expenses							(9,881,854.16)	(9,731,678.49)
Share of profit from investments in associate							11,113,120.78	0.00
Finance costs							217,250.53	958,857.53
Finance income							(4,936,531.47)	(1,115,121.50)
Tax expense							(25,823,675.36)	(34,960,880.67)
Profit for the year							89,374,786.67	130,678,016.67

(Unit : Baht)

	Sales of construction supplies		Sales of real estate		Real estate for lease		Total	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<u>Statement of financial position</u>								
Segment assets	794,691,975.96	914,385,232.05	1,468,779,869.00	1,375,650,682.04	324,676,646.23	306,787,346.80	2,588,148,491.19	2,596,823,260.89
Unallocated assets							201,849,768.09	26,378,934.60
Total assets							<u>2,789,998,259.28</u>	<u>2,623,202,195.49</u>
Segment liabilities	333,391,562.74	152,274,150.87	1,851,176.94	31,034,945.02	2,207,000.00	2,402,000.00	337,449,739.68	185,711,095.89
Unallocated liabilities							6,631,097.65	6,589,674.09
Total liabilities							<u>344,080,837.33</u>	<u>192,300,769.98</u>

30.4 The Group did not present the operating segments for the separate financial statements since the Company's operation involve virtually a single construction materials business in one geographical segment in Thailand.

30.5 For the year ended December 31, 2020 and 2019, the Group have income from sales of construction supplies in the amount of Baht 126.51 million and Baht 224.80 million respectively received from 5 major customers.

31. DISCLOSURE AND PRESENTATION OF FINANCIAL INSTRUMENTS

31.1 Accounting policy

The significant accounting policies and method adopted including the basis of recognition and measurement relating to each class of financial assets and liabilities have been disclosed in notes to financial statements No. 4.14.

31.2 Credit risk

Credit risk derives from failure by counterparties to discharge their obligations resulting in financial loss to the Company. The Group has policy to hedge this credit risk by reviewing the financial status of customers and collecting based on the percentage of completion. Financial assets shown in statements of financial position at the book value deducted by allowance for expected credit loss is maximum value of credit risk.

31.3 Interest rate risk

Interest rate risk from changes in market interest rate will affect the results of the Group operations and cash flows. The Group exposed the interest rate risk due to its deposits at bank and financial lease liabilities. The Group do not use derivative financial instruments to hedge such risk.

As at December 31, 2020 and 2019, the significant financial assets and liabilities can be classified by interest rate as follows :

Unit : Million Baht

Consolidated financial statements											
	Floating interest rate		Fixed interest rate		Non-interest rate		Total		Interest rate		
Note	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	
Financial assets											
Cash and cash equivalents	6	77.69	176.23	0.00	0.00	9.19	15.40	86.88	191.63	0.05%-0.15%	0.10%-0.63%
Trade and other current receivables	7	0.00	0.00	0.00	0.00	118.93	127.66	118.93	127.66	-	-
Financial liabilities											
Bank overdrafts and short-term borrowings											
from financial institutions	17	165.36	0.44	0.00	0.00	0.00	0.00	165.36	0.44	4.47-5.25	5.40-6.35
Trade and other current payables	18	0.00	0.00	0.00	0.00	96.59	130.82	96.59	130.82	-	-
Lease liabilities	19	0.00	0.00	33.80	33.80	0.00	0.00	33.80	33.80	3.65%-4.60%	3.65%-3.75%

Unit : Million Baht

Separate financial statements											
	Floating interest rate		Fixed interest rate		Non-interest rate		Total		Interest rate		
Note	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	
Financial assets											
Cash and cash equivalents	6	56.12	120.72	0.00	0.00	4.34	8.66	60.46	129.38	0.05%-0.15%	0.10%-0.63%
Trade and other current receivables	7	0.00	0.00	0.00	0.00	92.59	111.30	92.59	111.30	-	-
Short-term loans	8	0.00	0.00	1,385.00	1,202.00	0.00	0.00	1,385.00	1,202.00	0.30%	0.30%
Financial liabilities											
Bank overdrafts and short-term borrowings											
from financial institutions	17	165.36	0.44	0.00	0.00	0.00	0.00	165.36	0.44	4.47-5.25	5.40-6.35
Trade and other current payables	18	0.00	0.00	0.00	0.00	77.48	87.21	77.48	87.21	-	-
Lease liabilities	19	0.00	0.00	7.85	15.37	0.00	0.00	7.85	15.37	3.65%-3.75%	3.65%-3.75%

31.4 Liquidity risk

The Group has liquidity risk management by maintaining adequate reserves cash and cash equivalents and high liquid investment in equity securities for the Group's operation and in order to reduce of effects from cash flows fluctuation.

As at December 31, 2020, the Group has the maturity details of non-derivatives financial liabilities which considered from undiscounted cash flows to be present value as follows:

	Consolidated financial statements (Baht)			
	<u>Less than 1 year</u>	<u>1 - 3 years</u>	<u>3 - 5 years</u>	<u>Total</u>
Bank overdrafts and short-term borrowings				
from financial institutions	165,360,620.52	0.00	0.00	165,360,620.52
Trade and other current payables	96,597,236.09	0.00	0.00	96,597,236.09
Lease liabilities	7,191,352.99	5,405,158.56	21,205,971.37	33,802,482.92
Total	<u>269,149,209.60</u>	<u>5,405,158.56</u>	<u>21,205,971.37</u>	<u>130,399,719.01</u>

	Separate financial statements (Baht)			
	<u>Less than 1 year</u>	<u>1 - 3 years</u>	<u>3 - 5 years</u>	<u>Total</u>
Bank overdrafts and short-term borrowings				
from financial institutions	165,360,620.52	0.00	0.00	165,360,620.52
Trade and other current payables	77,479,039.93	0.00	0.00	77,479,039.93
Lease liabilities	6,328,170.54	1,522,614.99	0.00	7,850,785.53
Total	<u>249,167,830.99</u>	<u>1,522,614.99</u>	<u>0.00</u>	<u>85,329,825.46</u>

31.5 Fair value of financial instrument

The most of financial instruments of the Group are classified in short-term or has the interest rate closed to market rate. The Group, therefore, estimates fair value of financial instruments close to the carrying value as presented in statements of financial position.

32. HIERARCHY LEVELS OF FAIR VALUE

As at December 31, 2020, the Group presented carrying value of assets which measured at fair value separating by hierarchy of fair value as follows :

Unit : Million Baht

Consolidated financial statements (Baht)					
Note	Level 1	Level 2	Level 3	Total	
Assets measured at fair value					
Investments in associate	10	148.42	0.00	0.00	148.42
Investment properties	12	0.00	0.00	566.85	566.85

Unit : Million Baht

Separate financial statements (Baht)					
Note	Level 1	Level 2	Level 3	Total	
Assets measured at fair value					
Investments in associate	10	148.42	0.00	0.00	148.42

33. COMMITMENT AND CONTINGENT LIABILITIES

33.1 The Group have commitment under hire contractors agreement, purchase inventories agreement, lease land agreement and others as at December 31, 2020 and 2019, totally Baht 44.58 million and Baht 70.59 million in the consolidated financial statements and Baht 18.27 million and Baht 35.10 million in the separate financial statements respectively.

33.2 The Group have contingent liabilities from a bank issuance of letter of guarantees for purchasing raw materials from several sellers for guarantee the work performance to the employer and guarantee central utilities usage to government agencies as at December 31, 2020 and 2019 amounting to Baht 138.32 million and Baht 99.35 million in the consolidated financial statements, and amounting to Baht 116.01 million and amounting to Baht 81.20 million in the separate financial statements respectively. Contingent liabilities are guaranteed by land, building, machinery and equipment (note 13).

33.3 As at December 31, 2020 and 2019, the Company has contingent liabilities from entering into credit line guarantee agreement which the subsidiary made with a bank in the maximum guarantee for principal amount of Baht 41.30 million.

34. PROVIDENT FUND

On June 1, 2004, the Group have joined to be a member of provident fund named "SCBAM Master Fund" which registered in accordance with the Provident Fund Act B.E. 2530 and the amendment by appointing the fund management to be fund manager. The fund is contributed to the employees rate of 3-15% of employees wage and the Group at the rate of 3-15%. The accumulation and benefits will be paid to the members upon their retirement, death or resignation.

As at December 31, 2020 and 2019, the Group has contributed provident fund amount of Baht 2.12 million and Baht 1.78 million in the consolidated financial statements, and amount of Baht 1.50 million and Baht 1.36 million in separate financial statements respectively.

35. CAPITAL MANAGEMENT

The objective of financial management of the Group are to preserve the ability to continue its operation as a going concern and capital structure to be properly appropriated.

36. RECLASSIFICATION

The certain accounts in the 2019 financial statements have been reclassified for corresponding with the presentation in the 2020 financial statements as follows:

	Consolidated financial statements (Baht)			Separate financial statements (Baht)		
	<u>Before reclassify</u>	<u>Reclassified</u>	<u>After reclassify</u>	<u>Before reclassify</u>	<u>Reclassified</u>	<u>After reclassify</u>
<u>STATEMENTS OF FINANCIAL POSITION</u>						
<u>AS AT DECEMBER 31, 2019</u>						
Land held for development	19,933,323.78	(19,933,323.78)	0.00	0.00	0.00	0.00
Investment properties	315,475,822.84	19,933,323.78	335,409,146.62	0.00	0.00	0.00
Property, plant and equipment	492,127,161.42	29,879,634.40	522,006,795.82	367,411,626.46	29,879,634.40	397,291,260.86
Non-operating assets	29,879,634.40	(29,879,634.40)	0.00	29,879,634.40	(29,879,634.40)	0.00
<u>STATEMENTS OF FINANCIAL POSITION</u>						
<u>AS AT JANUARY 1, 2019</u>						
Land held for development	19,933,323.78	(19,933,323.78)	0.00	0.00	0.00	0.00
Investment properties	48,794,864.94	19,933,323.78	68,728,188.72	0.00	0.00	0.00
Property, plant and equipment	466,116,936.68	32,819,911.89	498,936,848.57	383,169,928.36	32,819,911.89	415,989,840.25
Non-operating assets	32,819,911.89	(32,819,911.89)	0.00	32,819,911.89	(32,819,911.89)	0.00
<u>STATEMENTS OF CASH FLOWS</u>						
<u>AS AT DECEMBER 31, 2019</u>						
Other intangible assets	(1,629,866.39)	1,629,866.39	0.00	(41,000.00)	41,000.00	0.00
Payments for other						
intangible assets	0.00	(1,629,866.39)	(1,629,866.39)	0.00	(41,000.00)	(41,000.00)

37. EVENTS AFTER THE REPORTING PERIOD

According to the minutes of Board of directors' meeting No. 1/2021 held on February 24, 2021, passed the resolution to submit the approval to the general meeting of the shareholders for the year 2020 Pay dividend from the results of operation for the year 2019 to the shareholders at Baht 0.008 per share for 5,386.34 million shares totally Baht 43.09 million.

38. FINANCIAL STATEMENTS APPROVAL

These financial statements were approved and authorized for issue by the Company's Board of directors on February 24, 2021.