

**EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**FINANCIAL INFORMATION**  
**DECEMBER 31, 2020**  
**AND INDEPENDENT AUDITOR'S REPORT**

## Independent Auditor's Report

To the Shareholders of Eureka Design Public Company Limited

### Opinion

I have audited the consolidated and separate financial statements of Eureka Design Public Company Limited and its subsidiaries which comprise the consolidated and separate statements of financial position as at December 31, 2020, the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of Eureka Design Public Company Limited and its subsidiaries as at December 31, 2020, their consolidated and separate statements 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 (TSAs). 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 and the Company in accordance with the Code of Ethics for Professional Accountants issued by the Federation of Accounting Professions that is 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 judgment, 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.

<b>Cost of acquisition of factory building, machinery and equipment, and useful lives</b>	
Refer to Note 4.8 and 14 in consolidated financial statements and separate financial statements	
<b>Key audit matters</b>	<b>Audit Responses</b>
<p>As at December 31, 2020 of the consolidated statement of financial position the Groups Company had land, factory building, machinery, equipment and construction in progress of which carrying value amounted to Baht 382.54 million (accounted for 66 percent of total assets) which was constructed amounted to Baht 196.82 million. The recognition of acquisition of property, plant and equipment, and parts of an item of them have different useful lives. The management applies the significant judgment in recognizing the acquisition cost and in determining the estimated useful lives of assets; therefore, I pay particular attention to the recognition of acquisition cost and estimated useful lives of above assets.</p>	<p>My key audit procedures were as follows:</p> <ul style="list-style-type: none"> <li>• Understand the process of acquisition of building, machinery, equipment and construction in progress authorisation of purchasing assets, preparation of asset register, and related internal control procedures</li> <li>• Perform substantive testing as follows:               <ul style="list-style-type: none"> <li>- Verify the accuracy of acquisition cost of assets and term of leasehold land agreement in respect of factory building, machinery and equipment;</li> <li>- Inquire the management and consider the reasonableness of policy in determining the estimated useful lives of plant, machine and equipment including the revision of estimated useful lives of assets;</li> <li>- Inspect the existing assets for comparing with asset registers;</li> <li>- Verify the movement of asset transactions occurring during year against the supporting documents for accounting records and the payment, also the separate of component of assets in asset registers;</li> <li>- Review the adequacy of disclosures in note to financial statements.</li> </ul> </li> </ul>

Allowance for diminution in value of inventories	
Refer to Note 8 in consolidated financial statements and separate financial statements	
The Key audit matters	Audit Responses
<p>As at December 31, 2020 The Company' Financial Statements shown the balance of allowance for diminution in value of inventory amounting Baht 10.92 million by the note of financial statements no. 8 . This is a materiality transaction to the financial statements because of the allowance for devaluation of inventories is an estimation based on management's discretion and experience in determining the expected unsold inventories which effected the audit risk responses to the completeness of the allowance for diminution in value of inventory.</p>	<p>My key audit procedures were as follows:</p> <ul style="list-style-type: none"> <li>● Test the reasonable of assumptions which management use for calculation of the allowance for diminution in value of inventories.</li> <li>● Attendance to observe the product count. To see deterioration and obsolescence.</li> <li>● Test the correctness of the preparation of the aging report of inventories.</li> <li>● Test the correctness of calculation of allowance for devaluation of inventories.</li> <li>● Understand the inventory control and management policy and the estimation of net realizable value of inventories.</li> <li>● Comparing the inventory holding periods and inventory movements to identify product lines with indicators of lower than normal inventory turnover.</li> <li>● Review the adequacy of disclosures in note to financial statements.</li> </ul>

**Emphasis of matter**

I draw attention to Note 3.1 to the consolidated financial statements. Due to the impact of the COVID-19 outbreak, in preparing the financial information for the year ended December 31, 2020, the Group has adopted the Accounting Guidance on Temporary Relief Measures for Accounting Alternatives Dealing with The Impact of COVID-19 Pandemic issued by the Federation of Accounting Professions. My conclusion is not modified in respect of this matter. *sr*

**Other Matter**

The consolidated statement of financial position of Eureka Design Public Company Limited and its subsidiaries, and the separate statement of financial position as at December 31, 2019, the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the year ended December 31, 2019 presented herein as comparative information, were audited by another auditor who expressed an unqualified opinion but there material uncertainty related to going concern on those statement, which her report dated February 24, 2020.

**Other Information**

Management is responsible for the other information. The other information comprise the information included in annual report of the Company, but does not include the financial statements and my auditor's report thereon. The annual report of the Company 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 will not express any form of assurance conclusion thereon.

In connection with my audit of the 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, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance and request that the correction be made. *2/2*

## **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 TFRSs, 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 and the Company'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 and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's and the Company'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 TSAs 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 consolidated and separate financial statements.

As part of an audit in accordance with TSAs, I exercise professional judgment 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 and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management. *gr*

- 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 and the Company's ability to continue as a going concern. If I conclude that a uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated and separate 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 and the Company 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 *gh*

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.

The engagement partner on the audit resulting in this independent auditor's report is Mrs. Sumana Senivongse



(Mrs. Sumana Senivongse)

Certified Public Accountant

Registration No. 5897

Karin Audit Company Limited

Bangkok

February 26, 2021



Eureka Design Public Company Limited and its Subsidiaries

Statement of financial position

As at December 31, 2020

		Baht			
		Consolidated		Separate	
		financial statements		financial statements	
Notes		December 31,	December 31,	December 31,	December 31,
		2020	2019	2020	2019
<b>Assets</b>					
<i>Current assets</i>					
Cash and cash equivalents	6	4,154,367	15,943,806	798,269	1,158,334
Trade and other current accounts receivable - net	5.3, 7	27,873,791	61,483,988	17,303,673	54,245,888
Short-term loans to related parties	5.3	-	-	75,000,000	19,000,000
Inventories - net	8	22,068,084	43,284,336	20,445,341	26,083,720
Current tax assets		884,594	-	719,392	-
<b>Total current assets</b>		<b>54,980,836</b>	<b>120,712,130</b>	<b>114,266,675</b>	<b>100,487,942</b>
<i>Non-current assets</i>					
Other-non current financial asset	9	1,349,895	5,210,877	1,349,895	3,460,877
Investments in subsidiaries - net	11	-	-	166,393,209	44,048,925
Investment property - net	12	41,406,308	43,593,028	41,406,308	43,593,028
Non - operating assets - net	13	3,796,507	-	3,796,507	-
Property, plant and equipment - net	14	382,539,844	136,257,863	61,496,698	71,334,516
Right of use - net	15	68,154,540	-	-	-
Other intangible assets - net	16	8,774,480	13,596,555	3,655,191	7,603,948
Deferred tax assets	32	-	2,659,176	-	2,291,319
Other non-current assets		21,979,446	15,706,342	20,179,446	15,706,342
<b>Total non-current assets</b>		<b>528,001,020</b>	<b>217,023,841</b>	<b>298,277,254</b>	<b>188,038,955</b>
<b>Total assets</b>		<b>582,981,856</b>	<b>337,735,971</b>	<b>412,543,929</b>	<b>288,526,897</b>

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

Eureka Design Public Company Limited and its Subsidiaries

Statement of financial position (Cont.)

As at December 31, 2020

		Baht				
		Consolidated		Separate		
		financial statements		financial statements		
		December 31,	December 31,	December 31,	December 31,	
Notes		2020	2019	2020	2019	
<b>Liabilities and Shareholders' equity</b>						
<i>Current liabilities</i>						
Bank overdrafts and short-term loans						
	from financial institutions	17	63,680,989	69,449,716	58,811,631	61,808,143
	Trade and other current accounts payable	5.3, 18	84,263,797	18,189,792	14,145,855	12,908,317
	Short-term loans from personal and related parties	5.3	15,000,000	2,500,000	-	-
	Current portion of long-term loans	19	315,784	3,552,221	38,583	3,552,221
	Current portion of lease liabilities	20	9,721,403	-	-	-
	Income tax payable		-	2,329,721	-	-
	Provision for liabilities		982,800	103,234	982,800	103,234
	Other current liabilities		1,460,550	-	-	-
	<b>Total current liabilities</b>		<b>175,425,323</b>	<b>96,124,684</b>	<b>73,978,869</b>	<b>78,371,915</b>
<i>Non-current liabilities</i>						
	Long-term loans	19	17,008,552	7,437,149	12,151,179	7,437,149
	Lease liabilities	20	63,492,844	-	-	-
	Deferred tax liabilities	32	3,664,146	4,272,369	3,192,370	3,435,566
	Non-current provisions for employee benefit	21	2,599,811	1,680,344	2,137,335	1,485,891
	<b>Total non-current liabilities</b>		<b>86,765,353</b>	<b>13,389,862</b>	<b>17,480,884</b>	<b>12,358,606</b>
	<b>Total liabilities</b>		<b>262,190,676</b>	<b>109,514,546</b>	<b>91,459,753</b>	<b>90,730,521</b>

Eureka Design Public Company Limited and its Subsidiaries

Statement of financial position (Cont.)

As at December 31, 2020

		Baht				
		Consolidated		Separate		
		financial statements		financial statements		
		December 31,	December 31,	December 31,	December 31,	
Notes		2020	2019	2020	2019	
<i>Shareholders' equity</i>						
Share capital						
	Authorised share capital	23	296,585,260	163,625,000	296,585,260	163,625,000
	Issued and paid-up share capital	23	222,438,945	158,884,961	222,438,945	158,884,961
Share premium						
	Share premium on ordinary shares	23	164,833,897	209,891,407	164,833,897	209,891,407
	Legal reserve	24	4,660,000	4,660,000	4,660,000	4,660,000
	Deficit		(85,064,590)	(161,264,683)	(77,495,061)	(182,286,387)
	Other components of equity		4,749,819	5,259,185	6,646,395	6,646,395
	<b>Total Equity attributable to owners of the Company</b>		<b>311,618,071</b>	<b>217,430,870</b>	<b>321,084,176</b>	<b>197,796,376</b>
	Non-controlling interests		9,173,109	10,790,555	-	-
	<b>Total Shareholders' equity</b>		<b>320,791,180</b>	<b>228,221,425</b>	<b>321,084,176</b>	<b>197,796,376</b>
	<b>Total liabilities and Shareholders' equity</b>		<b>582,981,856</b>	<b>337,735,971</b>	<b>412,543,929</b>	<b>288,526,897</b>

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

Eureka Design Public Company Limited and its Subsidiaries

Statement of comprehensive income

For the year ended December 31, 2020

		Baht				
		Consolidated		Separate		
		financial statements		financial statements		
Notes		2020	2019	2020	2019	
<b>Revenues</b>						
	Revenue from sale of goods and services	26	27,179,177	233,804,239	9,842,729	81,831,628
	Interest income		47,503	175,760	2,574,774	663,965
	Gain on bargain purchase		-	26,873,850	-	-
	Gain on disposal of investment		-	9,458,547	-	-
	Other income		8,989,522	5,693,220	11,451,131	15,493,625
	<b>Total revenues</b>		<b>36,216,202</b>	<b>276,005,616</b>	<b>23,868,634</b>	<b>97,989,218</b>
<b>Expenses</b>						
	Cost of sales and services	26	23,613,834	162,052,944	5,015,292	67,898,144
	Distribution costs	26, 28	1,340,816	18,925,979	493,874	2,799,744
	Administrative expenses	26, 29	112,814,376	89,331,529	89,926,506	59,617,858
	Net foreign exchange loss		246,030	422,567	246,030	422,567
	Finance costs	26	6,863,299	7,615,077	3,633,869	4,802,251
	<b>Total expenses</b>		<b>144,878,355</b>	<b>278,348,096</b>	<b>99,315,571</b>	<b>135,540,564</b>
	Share of loss of joint venture		-	(53,049)	-	-
	<b>(Loss) before income tax expense</b>		<b>(108,662,153)</b>	<b>(2,395,529)</b>	<b>(75,446,937)</b>	<b>(37,551,346)</b>
	Tax (expense)	32	(2,050,953)	(17,284,523)	(2,048,124)	(18,488,300)
	<b>(Loss) for the year</b>		<b>(110,713,106)</b>	<b>(19,680,052)</b>	<b>(77,495,061)</b>	<b>(56,039,646)</b>

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

Eureka Design Public Company Limited and its Subsidiaries

Statement of comprehensive income

For the year ended December 31, 2020

		Baht				
		Consolidated		Separate		
		financial statements		financial statements		
Notes		2020	2019	2020	2019	
<b>Other comprehensive income</b>						
<i>Items that will not be reclassified to profit or loss</i>						
Gains on remeasurements of						
	defined benefit plans	21	-	3,652,644	-	4,044,708
Income tax relating to items that						
	will not be reclassified		-	(730,529)	-	(808,942)
<b>Total items that will not be reclassified</b>						
	<b>to profit or loss</b>		-	<b>2,922,115</b>	-	<b>3,235,766</b>
<b>Other comprehensive income</b>						
	<b>for the years, net of tax</b>		-	<b>2,922,115</b>	-	<b>3,235,766</b>
<b>Total comprehensive income(expense)</b>						
	<b>for the year</b>		<b>(110,713,106)</b>	<b>(16,757,937)</b>	<b>(77,495,061)</b>	<b>(52,803,880)</b>
<b>(Loss) attributable to:</b>						
	Owners of the parent	27	(106,086,294)	(17,198,416)	(77,495,061)	(56,039,646)
	Non-controlling interests		(4,626,812)	(2,481,636)	-	-
<b>(Loss) for the year</b>						
			<b>(110,713,106)</b>	<b>(19,680,052)</b>	<b>(77,495,061)</b>	<b>(56,039,646)</b>
<b>Total comprehensive (expense)</b>						
<b>attributable to:</b>						
	Owners of the parent		(106,086,294)	(14,276,301)	(77,495,061)	(52,803,880)
	Non-controlling interests		(4,626,812)	(2,481,636)	-	-
<b>Total comprehensive (expense)</b>						
	<b>for the year</b>		<b>(110,713,106)</b>	<b>(16,757,937)</b>	<b>(77,495,061)</b>	<b>(52,803,880)</b>
<b>(Loss) per share (in Baht)</b>						
	Basic (Loss) per share	27	(0.136)	(0.027)	(0.099)	(0.088)

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

Eureka Design Public Company Limited and its Subsidiaries  
Statement of changes in equity  
For the year ended December 31, 2020 and 2019

Baht

Consolidated financial statements

Equity attributable to owners of the Company's Shareholders

	Notes	Other components of equity										Total equity attributable to owners of the parent	Total equity
		Issued and paid-up share capital	Share premium	Legal reserve	Deficit	Translating foreign operations	Differences arising from common control transactions	Revaluation of asset	Change in ownership interests in subsidiary	Total other components of equity	Non-controlling interests		
<b>Balance at January 1, 2019</b>		158,884,961	209,891,407	4,660,000	(146,988,382)	(5,478,570)	(1,387,210)	6,646,395	-	(219,385)	226,228,601	846,611	227,075,212
<b>Transaction with owners, recorded directly in equity</b>													
<b>Contributions by owners</b>													
The redemption of capital to non-controlling interests		-	-	-	-	-	-	-	-	-	-	(890,149)	(890,149)
Acquisition of non-controlling interests with a change in control		-	-	-	-	-	-	-	-	-	-	13,315,729	13,315,729
<b>Total contributions by owners</b>		-	-	-	-	-	-	-	-	-	-	12,425,580	12,425,580
<b>Changes in equity</b>													
Gain (Loss) for the year		-	-	-	(17,198,416)	6,438,705	-	-	-	6,438,705	(10,759,711)	(2,481,636)	(13,241,347)
Other comprehensive income (expense) for the year		-	-	-	2,922,115	(960,135)	-	-	-	(960,135)	1,961,980	-	1,961,980
<b>Total comprehensive income (expense) for the year</b>		-	-	-	(14,276,301)	5,478,570	-	-	-	5,478,570	(8,797,731)	(2,481,636)	(11,279,367)
<b>Balance at December 31, 2019</b>		158,884,961	209,891,407	4,660,000	(161,264,683)	-	(1,387,210)	6,646,395	-	5,259,185	217,430,870	10,790,555	228,221,425
<b>Changes in equity</b>													
Capital increase	23	63,553,984	137,228,877	-	-	-	-	-	-	-	200,782,861	2,500,000	203,282,861
Reduction deficit	23	-	(182,286,387)	-	182,286,387	-	-	-	-	-	-	-	-
Change in ownership interests in subsidiary (Loss) for the year		-	-	-	(106,086,294)	-	-	-	(509,366)	(509,366)	(509,366)	509,366	-
<b>Total comprehensive income (expense) for the year</b>		63,553,984	(45,057,510)	-	76,200,093	-	-	-	(509,366)	(509,366)	94,187,201	(1,617,446)	92,569,755
<b>Balance at December 31, 2020</b>		222,438,945	164,833,897	4,660,000	(85,064,590)	-	(1,387,210)	6,646,395	(509,366)	4,749,819	311,618,071	9,173,109	320,791,180

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

Eureka Design Public Company Limited and its Subsidiaries

Statement of changes in equity

For the year ended December 31, 2020 and 2019

Baht

Separate financial statements

	Notes	Issued and paid-up share capital	Share premium	Legal reserve	Deficit	Revaluation of asset	Other components of equity	
							Revaluation of asset	Total components of equity
<b>Balance at January 1, 2019</b>		158,884,961	209,891,407	4,660,000	(129,482,507)	6,646,395	6,646,395	250,600,256
<i>Changes in equity</i>								
(Loss) for the year		-	-	-	(56,039,646)	-	-	(56,039,646)
Other comprehensive income for the year		-	-	-	3,235,766	-	-	3,235,766
<b>Total comprehensive(expenditure) for the year</b>		-	-	-	(52,803,880)	-	-	(52,803,880)
<b>Balance at December 31, 2019</b>		158,884,961	209,891,407	4,660,000	(182,286,387)	6,646,395	6,646,395	197,796,376
<i>Changes in equity</i>								
Capital increase	23	63,553,984	137,228,877	-	-	-	-	200,782,861
Reduction deficit	23	-	(182,286,387)	-	182,286,387	-	-	-
(Loss) for the year		-	-	-	(77,495,061)	-	-	(77,495,061)
<b>Total comprehensive income(expenditure) for the year</b>		63,553,984	(45,057,510)	-	104,791,326	-	-	123,287,800
<b>Balance at December 31, 2020</b>		222,438,945	164,833,897	4,660,000	(77,495,061)	6,646,395	6,646,395	321,084,176

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

Eureka Design Public Company Limited and its Subsidiaries

Statement of cash flows

For the year ended December 31, 2020

Notes	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
<i>Cash flows from operating activities</i>				
(Loss) for the years	(110,713,106)	(19,680,052)	(77,495,061)	(56,039,646)
<i>Adjustments to reconcile (loss) to cash receipts (payments)</i>				
Tax expense	2,050,953	17,284,523	2,048,124	18,488,300
Finance costs	6,863,299	7,615,077	3,633,869	4,802,251
Trade and other current accounts receivable decrease	12,151,095	51,190,825	16,664,612	100,781,246
Inventories (increase) decrease	11,805,132	(6,915,660)	(3,772,742)	8,788,101
Other non-current assets (increase) decrease	422,526	(6,474,869)	2,222,822	(5,037,776)
Trade and other current accounts payable increase (decrease)	66,071,833	32,231,754	1,239,385	(78,538,592)
Other current liabilities increase	1,460,550	-	-	-
Other non-current liabilities (decrease)	-	(666,667)	-	(666,667)
Depreciation	13,877,376	12,220,091	8,879,541	10,402,186
Amortisation	4,888,348	5,460,689	4,014,757	4,816,760
Amortization for rights of use	2,981,883	-	-	-
Loss on impairment	674,199	-	674,199	-
Loss on impairment investment	-	-	13,455,716	7,091,213
Employee benefits	919,467	7,630,192	651,444	2,686,228
Provisions current liabilities (reversal)	879,566	(135,838)	879,566	(135,838)
Unrealised (gain) loss on exchange	(164,490)	448,466	(164,490)	448,466
Unrealised currency translation differences	-	(960,135)	-	-
Share of loss of investment of joint venture, (net of tax)	-	53,049	-	-
Bad and doubtful debts expenses (reversal)	15,687,960	(497,536)	15,687,960	105,579
Loss on decline in value of inventories (reversal)	9,411,120	(297,005)	9,411,120	466,493
Loss on disposal of property, plant and equipment	342,987	307,605	28,390	127,211
Loss on disposal of other intangible assets	-	61,870	-	61,007
Interest income	(47,503)	(175,760)	(2,574,774)	(663,965)
(Gain) on bargain purchase	-	(26,873,849)	-	-
(Gain) on disposal investment	-	(9,458,547)	-	-
Total adjustments to reconcile of profit (loss)	39,563,195	62,368,223	(4,515,562)	17,982,557
<i>cash from provided by (used in) operating activities</i>				
Employee benefits paid	-	-	-	(1,110,446)
Cash paid from guarantee	-	(1,596,514)	-	(619,241)
Tax (paid)	(3,899,688)	-	(719,392)	-
Net cash from provided by (used in) operating activities	35,663,507	60,771,709	(5,234,954)	16,252,870

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



Eureka Design Public Company Limited and its Subsidiaries

Statement of cash flows (Cont.)

For the year ended December 31, 2020

Notes	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
<i>Cash flows from investing activities</i>				
Acquisition of subsidiary, net cash acquired	-	(28,196,751)	-	-
Acquisition of investment in subsidiary	-	-	(135,800,000)	(44,048,925)
Net cash from disposal subsidiaries	-	30,834,868	-	-
Net cash from disposal investment from subsidiaries	-	-	-	55,000,000
Restricted deposits at financial institutions (increase) decrease	3,860,982	(2,521,171)	2,110,982	(771,171)
Proceeds from sale of property, plant and equipment	-	219,221	-	41,293
Acquisition of property, plant and equipment	(261,787,499)	(10,085,855)	(1,354,099)	(725,269)
Proceeds from sale of other intangible assets	-	723,044	-	723,044
Acquisition of intangible assets	(66,000)	(578,102)	(66,000)	(405,600)
Repayment of loans to related parties	-	-	(83,100,000)	(27,000,000)
Proceeds from repayment of loans to related parties	-	1,200,000	27,100,000	8,000,000
Proceeds from Interest	48,793	175,760	632,982	663,965
Decrease in current investments	-	147,804	-	147,804
Proceeds from redemption of capital from subsidiaries	-	-	-	2,394,377
<b>Net cash provided by (used in) investing activities</b>	<b>(257,943,724)</b>	<b>(8,081,182)</b>	<b>(190,476,135)</b>	<b>(5,980,482)</b>
<i>Cash flows from financing activities</i>				
Proceeds from (repayment of) bank overdrafts and short-term loans from financial institutions increase (decrease)	356,273	10,364,595	(2,996,512)	3,207,042
Proceeds from short-term borrowings from person related parties	34,171,760	-	-	-
Repayment of short-term borrowings from person related parties	(21,671,760)	(64,500,000)	-	(4,794,400)
Proceeds from short-term borrowings from financial institutions	163,925,000	-	157,800,000	-
Repayment of short-term borrowings from financial institutions	(170,050,000)	-	(157,800,000)	-
Proceeds form long-term loans from financial institutions	17,342,773	-	12,208,200	-
Repayment of long-term loans from financial institutions	(11,007,807)	(3,335,623)	(11,007,807)	(3,335,623)
Cash received from capital increase	203,372,750	-	203,372,750	-
Cash paid for capital increase	(2,589,888)	-	(2,589,889)	-
Repayment of finance lease liabilities	(421,875)	(96,932)	-	(96,932)
Proceeds from investment in subsidiary of non-controlling interest	2,500,000	2,950,200	-	-
The redemption of capital to non-controlling interests	-	(890,149)	-	-
Cash paid interest	(5,436,448)	(7,618,696)	(3,635,718)	(4,800,203)
<b>Net cash provided by(used in) financing activities</b>	<b>210,490,778</b>	<b>(63,126,605)</b>	<b>195,351,024</b>	<b>(9,820,116)</b>

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

Eureka Design Public Company Limited and its Subsidiaries

Statement of cash flows (Cont.)

For the year ended December 31, 2020

		Baht			
		Consolidated		Separate	
		financial statements		financial statements	
Notes		2020	2019	2020	2019
	Net increase(decrease) in cash and cash equivalents,				
	before effect of exchange rates	(11,789,439)	(10,436,078)	(360,065)	452,272
	Effect of exchange rate changes on				
	cash and cash equivalents	-	-	-	-
	<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(11,789,439)</b>	<b>(10,436,078)</b>	<b>(360,065)</b>	<b>452,272</b>
	Cash and cash equivalents at beginning of year	15,943,806	26,379,884	1,158,334	706,062
	<b>Cash and cash equivalents at ending of year</b>	<b>4,154,367</b>	<b>15,943,806</b>	<b>798,269</b>	<b>1,158,334</b>
		6			
	<b>Supplementary disclosure of cash flows information</b>				
	Acquisition of right - of - use assets under lease contracts	71,137	-	-	-
	Finance lease agreement with respect to purchase of vehicle	1,000	-	-	-

## **Eureka Design Public Company Limited and its Subsidiaries**

### **Notes to the financial statements**

**For the year ended December 31, 2020**

#### **1. General information**

Eureka Design Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 19 Moo 11, Tambon Ladsawai, Amphoe Lamlukka, Pathumthani.

The Company was listed on the Stock Exchange of Thailand in February 2013.

The principal activities of the Company are engaged in the distributor electronic component and Closed-circuit television (CCTV). The subsidiary is principally engaged in the production and sale of treated water to the Provincial Waterworks Authority (“PWA”) as follows.

- In the Amphur Bang Khla areas of Chachoengsao, Under the “Water Purchase Agreement” made with the PWA dated February 14, 2020, which covers a period of 3 years as from the Actual Commencement Date (Phimpha Water Distribution Station).
- In the Amphur Phanat Nikhom areas of Chon Buri, Under the “Water Purchase Agreement” made with the PWA dated June 25, 2020, which covers a period of 10 years as from the Actual Commencement Date (Phan Thong Distribution Station).
- In the Amphur Phanat Nikhom areas of Chon Buri, Under the “Water Purchase Agreement” made with the PWA dated June 25, 2020, which covers a period of 10 years as from the Actual Commencement Date (Nong Kakha Distribution Station).

\* The project is construction in progress.

#### **2. Use of going concern basis of accounting**

For the year ended December 31, 2020, the Group and the Company incurred a net loss in the consolidated statement of comprehensive income and separate statement of comprehensive income of Baht 106.1 million and Baht 77.5 million, respectively (For the year ended December 31, 2019 : Net loss Baht 17.2 million and Baht 56.0 million, respectively.) and, as of that date, consolidated financial statement current liabilities exceeded its current assets by Baht 120.4 million and the Group and the Company incurred deficit of Baht 85.1 million and Baht 77.5 million, respectively (December 31, 2019: Baht 161.3 million and Baht 182.3 million, respectively). These circumstances indicate the existence of a material uncertainty which may cast significant doubt about the Group’s ability to continue as a going concern. The Group has implemented policies and procedures in order to manage its liquidity risk and others.

## **Eureka Design Public Company Limited and its Subsidiaries**

### **Notes to the financial statements**

**For the year ended December 31, 2020**

Group management is satisfied that the Group and the Company will continue to meet their funding needs for the foreseeable future. The consolidated and separate financial statements have been prepared by Group and Company management on the going concern basis on the assumption that such further capital and facilities are secured to the extent that the group's operations and the Company's operations require. Accordingly, the consolidated and separate financial statements do not include any adjustments relating to the recoverability and classification of recorded assets amounts or to amounts and classifications of liabilities that may be necessary if the Group and the Company is unable to continue as a going concern.

### **3. Basis for financial statements preparation and principles of consolidation**

#### **3.1. Coronavirus disease 2019 Pandemic**

The Coronavirus disease 2019 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. The Group's management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved.

#### **3.2. Basis for financial statements preparation**

The financial statements have been prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Financial Reporting Standards issued under the Accounting Profession Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission under the Securities and Exchange Act.

The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with Thai generally accepted accounting principles requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.4.

An English version of the financial statements have been prepared from the statutory financial statements that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language statutory financial statements shall prevail.

## Eureka Design Public Company Limited and its Subsidiaries

### Notes to the financial statements

For the year ended December 31, 2020

- A) The consolidated financial statements include the financial statements of Eureka Design Public Company Limited and its subsidiary which are under its control with more than 50 percent voting rights as follows:

	Percentage of holding (%)		Nature of business
	As at December, 31, 2020	As at December, 31, 2019	
BS Myco Biotech Co.,Ltd.	87.22	85.65	Manufacture of pesticides and agrochemical products
Join Venture Eureka UU Co.,Ltd.	99.42	90.00	Manufacture and sell water, raw water
Eureka Energy Co.,Ltd.	55.00	55.00	Manufacture energy

- B) Significant transactions with subsidiaries have been eliminated in the consolidated financial statements.
- C) The consolidated financial statements have been prepared with the same accounting policies for the separate financial statements for the same accounting transactions or accounting events.

#### Business combinations

The Group applies the acquisition method for all business combinations when control is transferred to the Group, as describe in subsidiaries section, other than those with entities under common control.

The acquisition date is the date on which control is transferred to the acquirer. Judgment is applied in determining the acquisition date and determining whether control is transferred from one party to another.

Goodwill is measured as the fair value of the consideration transferred including the recognised amount of any non-controlling interest in the acquiree, less the net recognised amount (generally fair value) of the identifiable assets acquired and liabilities assumed, all measured as of the acquisition date. Any gain on bargain purchase is recognised in profit or loss immediately.

Consideration transferred includes the fair values of the assets transferred, liabilities incurred by the Group to the previous owners of the acquiree, and equity interests issued by the Group. Consideration transferred also includes the fair value of any contingent consideration.

## **Eureka Design Public Company Limited and its Subsidiaries**

### **Notes to the financial statements**

**For the year ended December 31, 2020**

Any contingent consideration is measured at fair value at the date of acquisition, and remeasured at fair value at each reporting date. Subsequent changes in the fair value are recognised in profit or loss.

A contingent liability of the acquiree is assumed in a business combination only if such a liability represents a present obligation and arises from a past event, and its fair value can be measured reliably.

Transaction costs that the Group incurs in connection with a business combination, such as legal fees, and other professional and consulting fees are expensed as incurred.

#### **Subsidiaries**

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

#### **Non-controlling interests**

At the acquisition date, the Group measures any non-controlling interest at its proportionate interest in the identifiable net assets of the acquiree.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

#### **Loss of control**

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related non-controlling interests and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

#### **Interests in equity - accounted investees**

The Group's interests in equity-accounted investees comprise interests in a joint venture.

A joint venture is an arrangement in which the Group has joint control, whereby the Group has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

## **Eureka Design Public Company Limited and its Subsidiaries**

### **Notes to the financial statements**

**For the year ended December 31, 2020**

Interests in joint ventures are accounted for using the equity method. They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the profit or loss and other comprehensive income of equity-accounted investees, until the date on which significant influence or joint control ceases.

#### **Transactions eliminated on consolidation**

Intra-group balances and transactions, and any unrealised income or expenses arising from intra-group transactions, are eliminated. Unrealised gains arising from transactions with equity-accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

#### **3.3. Functional and presentation currency**

The financial statements are prepared and presented in Thai Baht, which is the Company's functional currency. All financial information presented in Thai Baht has been rounded to the nearest thousand or million in the notes unless otherwise stated.

#### **3.4. Use of judgements and estimates**

The preparation of financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of the Group's accounting policies. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis, revision to accounting estimates are recognised prospectively.

#### **Significant accounting judgment and estimates as follow**

##### **Post-employment benefits under defined benefit plans**

The obligation under the defined benefit plan is 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. In determining the appropriate discount rate, management selects an interest rate that reflects the current economic situation. The mortality rate is based on publicly available mortality rates in Thailand. However, the actual post-employment benefits may differ from the estimates.

##### **Impairment of assets**

The Group has considered the impairment of asset when the carrying amount of an asset decrease significantly. The Group will estimate its recoverable value the determination requires judgment

**Fair valuation of financial assets**

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The Group uses judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

**Impairment of investment in subsidiaries and associates**

The Company treats investments in subsidiaries as impaired if the business operations of such companies are severely impacted by an economic crisis and the investments may take some time to recover their value. The management determines the amount by which such investments have been devalued based on judgement. The use of different estimates and assumptions could affect the amounts of the allowances for impairment of investments in subsidiaries and adjustments to the allowances may therefore be required in the future.

**3.5. New financial reporting standards**

**A. Financial reporting standards that become effective in the current period.**

The Company and subsidiaries has adopted the revised (revised 2019) and new financial reporting standards and interpretations which are effective for fiscal years beginning on or after January 1, 2020. 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. The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements. However, the new standard involves changes to key principles, which are summarised below

**Financial reporting standards related to financial instruments**

Financial reporting standards:

TFRS 7 Financial Instruments: Disclosures

TFRS 9 Financial Instruments

Accounting standard:

TAS 32 Financial Instruments: Presentation

Financial Reporting Standard Interpretations:

TFRIC 16 Hedges of a Net Investment in a Foreign Operation

TFRIC 19 Extinguishing Financial Liabilities with Equity Instruments



**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the 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.

These standards do not have any significant impact on the Group's financial statement.

**IFRS 16 Leases**

IFRS 16 supersedes IAS 17 Leases together with related Interpretations. The standard sets out the principles for 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 under IFRS 16 is substantially unchanged from IAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles to those used under IAS 17.

These standards do not have any significant impact on the Group's financial statements.

**B. Financial reporting standards that became effective for fiscal years beginning on or after January 1, 2021**

The Federation of Accounting Professions issued a number of revised financial reporting standards and interpretations, which are effective for fiscal years beginning on or after 1 January 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.

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

**3.6. Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”**

The Federation of Accounting Professions announced Accounting Treatment Guidance on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”. Its objectives are to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this 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. Significant accounting policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

**4.1. Foreign currencies**

**Foreign currency transactions**

Transactions in foreign currencies are translated to the respective functional currencies of Group entities at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies are translated to the functional currency at the exchange rate at the reporting date.

Non-monetary assets and liabilities measured at cost in foreign currencies are translated to the functional currency at the exchange rates at the dates of the transactions.

Foreign currency differences arising from the translation are generally recognised in profit or loss.

**4.2. Cash and cash equivalents**

Cash and cash equivalents in the statements of cash flows comprise cash balances, call deposits and highly liquid. Bank overdrafts that are repayable on demand are a component of financing activities for the purpose of the statement of cash flows.

## **Eureka Design Public Company Limited and its Subsidiaries**

### **Notes to the financial statements**

**For the year ended December 31, 2020**

Deposits at financial institutions that have a restriction of use are presented separately from “Other current assets and other non-current assets” in the statement of financial position.

#### **4.3. Trade and other accounts receivable**

Trade receivables are amounts due from customers for goods sold or service performed in the ordinary course of business.

Trade receivables are recognised initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognised at its present value.

The Group applies the TFRS 9 simplified approach to measuring expected credit losses which uses a simplified approach, which requires expected lifetime losses to be recognised from initial recognition of the receivables. To measure the expected credit losses, trade receivables have been grouped based on the days past due. The expected loss rates are based on the payment profiles and the corresponding historical credit losses which are adjusted to reflect the current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables.

#### **4.4. Inventories**

Inventories are measured at the lower of cost and net realisable value.

Cost is calculated using the first in first out principle, and comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of work-in-progress, cost includes an appropriate share of production overheads based on normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

#### **4.5. Financial assets and financial liabilities**

##### **Classification and measurement of financial assets**

The classification of financial assets depends on the entity’s business model for managing the financial assets and the contractual terms of the cash flows.

The Group classifies its debt instruments in the following categories:

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss); and
- those to be measured at amortised cost.

## Eureka Design Public Company Limited and its Subsidiaries

### Notes to the financial statements

For the year ended December 31, 2020

The Group reclassifies debt instruments when and only when its business model for managing those assets changes.

The equity instruments held must be irrevocably classified to two measurement categories; i) at fair value through profit or loss (FVPL), or ii) at fair value through other comprehensive income (FVOCI) without recycling to profit or loss.

At initial recognition, the Group measures a financial asset at its fair value plus or minus, in the case of a financial asset not at FVPL, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the financial assets. There are three measurement categories into which the Group classifies its debt instruments:

- **Amortised cost:** A financial asset will be measured at amortised cost when the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows. In addition, the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in financial income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains/(losses) together with foreign exchange gains and losses. Impairment losses are presented in profit or loss.
- **FVOCI:** A financial assets will be measured at FVOCI when it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets. In addition, the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, interest income and related foreign exchange gains and losses which are recognised in profit or loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss and recognised on other gains/(losses). Interest income from these financial-assets is included in finance income using the effective interest rate method. Foreign exchange gains and losses are presented in other gains/(losses) and impairment expenses are presented as separate line item in the statement of comprehensive income.

## **Eureka Design Public Company Limited and its Subsidiaries**

### **Notes to the financial statements**

**For the year ended December 31, 2020**

- FVPL: Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on a debt investment that is subsequently measured at FVPL is recognised in profit or loss and presented net within other gains/(losses) in the period in which it arises.

Dividends from such investments continue to be recognised in profit or loss when the Group's right to receive payments is established.

Changes in the fair value of financial assets at FVPL are recognised in other gains/(losses) in the statement of income as applicable. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

#### **Classification and measurement of financial liabilities and equity**

Financial instruments issued by the Group must be classified as financial liabilities or equity securities by considering contractual obligations.

- Where the Group has an unconditional contractual obligation to deliver cash or another financial asset to another entity, it is considered a financial liability unless there is a predetermined or possible settlement for a fixed amount of cash in exchange of a fixed number of the Group's own equity instruments.
- Where the Group has no contractual obligation or has an unconditional right to avoid delivering cash or another financial asset in settlement of the obligation, it is considered an equity instrument.

At initial recognition, the Group measures financial liabilities at fair value. The Group reclassifies all financial liabilities as subsequently measured at amortised cost, except for derivatives.

#### **Recognition and derecognition**

The Group shall recognise a financial asset or a financial liability in its statement of financial position when, and only when, the Group becomes party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognised on trade-date, the date on which the Group commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership of the financial assets.

### **Impairment**

The Group assesses on a forward-looking basis the expected credit loss associated with its debt instruments carried at amortised cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk. The Group applies general approach for credit-impaired consideration.

## **4.6. Investments**

### **Investments in subsidiaries and joint ventures**

Investments in subsidiaries and joint ventures in the separate financial statements of the Company are accounted for using the cost method. Investments in joint ventures in the consolidated financial statements are accounted for using the equity method.

## **4.7. Investment property**

Property that is held for long - term rental yields or for capital appreciation or both, and that is not occupied by the companies, is classified as investment property.

Investment property of the Company is land and plant held for long - term rental yields or for capital appreciation.

Investment property is measured initially at its cost. After initial recognition, investment property is carried at cost less accumulate depreciation and accumulated impairment losses.

## **4.8. Property, plant and equipment**

### **Recognition and measurement**

#### **Owned assets**

Plant and equipment are measured at cost less accumulated depreciation and impairment losses except for land which are measured at their revalued amounts. The revalued amount is the fair value determined on the basis of the property's existing use at the date of revaluation.

## **Eureka Design Public Company Limited and its Subsidiaries**

### **Notes to the financial statements**

**For the year ended December 31, 2020**

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalised borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Any gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised in profit or loss. Upon disposal of a revalued asset, any related revaluation surplus is transferred directly to retained earnings.

#### **Revalued assets**

Revaluations are performed by independent professional valuers with sufficient regularity to ensure that the carrying amount of these assets does not differ materially from that which would be determined using fair values at the reporting date.

Any increase in value, on revaluation, is recognised in other comprehensive income and presented in the revaluation surplus in other component of equity unless it offsets a previous decrease in value recognised in profit or loss in respect of the same asset. A decrease in value is recognised in profit or loss to the extent it exceeds an increase previously recognised in other comprehensive income in respect of the same asset. Upon disposal of a revalued asset, any related revaluation surplus is transferred directly to retained earnings and is not taken into account in calculating the gain or loss on disposal.

#### **Subsequent costs**

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

## Eureka Design Public Company Limited and its Subsidiaries

### Notes to the financial statements

For the year ended December 31, 2020

#### Depreciation

Depreciation is calculated based on the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment. The estimated useful lives are as follows:

Buildings and improvements	5 to 20	years
Machinery and factory equipment	5 to 10	years
Office equipment	5	years
Vehicles	5 to 10	years

No depreciation is provided on freehold land or assets under construction and installation.

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

#### 4.9. Lease

##### Right of use assets

The Company and subsidiaries recognises right of use assets at the commencement date of the lease. Right of use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right of use assets includes the amount of lease liabilities recognised through initial measurement, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

Unless the Company is reasonably certain that it will obtain ownership of the leased asset at the end of the lease term, the recognised right of use assets are depreciated on a straight - line basis from the commencement date of the lease to the earlier of the end of the useful life of the right of use assets or the end of the lease term.

##### Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of the lease payments to be made over the lease term, discounted by the interest rate implicit in the lease or the Group's incremental borrowing rate. After the commencement date, 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 Leases of low - value assets**

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

**4.10. Intangible assets**

**Other intangible assets**

Other intangible assets that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortisation and accumulated impairment losses.

**Subsequent expenditure**

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognised in profit or loss as incurred.

**Amortisation**

Amortisation is based on the cost of the asset, or other amount substituted for cost, less its residual value.

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset.

The estimated useful lives for the current and comparative periods are as follows:

Computer software	5 years
Patents	3 and 5 years

No amortisation is provided on Computer software under installation.

Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

**4.11. Impairment**

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. For intangible assets that have indefinite useful lives or are not yet available for use, the recoverable amount is estimated each year at the same time.

## **Eureka Design Public Company Limited and its Subsidiaries**

### **Notes to the financial statements**

**For the year ended December 31, 2020**

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognised in profit or loss unless it reverses a previous revaluation credited to equity, in which case it is charged to equity.

#### **Calculation of recoverable amount**

The recoverable amount of held-to-maturity securities carried at amortised cost is calculated as the present value of the estimated future cash flows discounted at the original effective interest rate.

The recoverable amount of a non-financial asset is the greater of the assets' value in use and fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

#### **Reversals of impairment**

An impairment loss in respect of a financial asset is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised in profit or loss.

#### **4.12. Interest-bearing liabilities**

Interest-bearing liabilities are recognised initially at fair value less attributable transaction charges. subsequent to initial recognition, interest-bearing liabilities are stated at amortised cost with any difference between cost and redemption value being recognised in profit or loss over the period of the borrowings on an effective interest basis.

#### **4.13. Borrowings costs**

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are added to the cost of those assets less investment income earned from those specific borrowings. The capitalisation of borrowing costs is ceased when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete.

Other borrowing costs are expensed in the period in which they are incurred.

#### **4.14. Trade and other accounts payable**

Trade and other accounts payable are stated at cost.

#### 4.15. Employee benefits

##### Defined contribution plans

Obligations for contributions to defined contribution pension plans are expensed as the related service is provided.

##### Defined benefit plans

The Group's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount.

The calculation of defined benefit obligations is performed by a qualified actuary using the projected unit credit method.

Remeasurements of the net defined benefit liability, actuarial gain or loss are recognised immediately in OCI. The Group determines the interest expense on the net defined benefit liability for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period, taking into account any changes in the net defined benefit liability during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

##### Termination benefits

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognises costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the end of the reporting period, then they are discounted.

##### Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

#### 4.16. Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as a finance cost.

##### Guarantee

A provision for guarantee is recognised when the underlying products or services are sold. The provision is based on historical guarantee data and a weighting of all possible outcomes against their associated probabilities.

#### 4.17. Measurement of fair values

The Group has 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 the chief financial officer.

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 these valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group's Audit Committee.

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

- *Level 1:* quoted prices in active markets for identical assets or liabilities.
- *Level 2:* inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- *Level 3:* inputs for the asset or liability that are based on unobservable input.

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised 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 recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

#### **4.18. Revenue**

Revenue is recognised when a customer obtains control of the goods or services in an amount that reflects the consideration to which the Group expects to be entitled, excluding those amounts collected on behalf of third parties, value added tax and is after deduction of any trade discounts and volume rebates.

##### **Sale of goods and services**

Revenue from sales of goods is recognised when a customer obtains control of the goods, generally on delivery of the goods to the customers. For contracts that permit the customers to return the goods, revenue is recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. Therefore, the amount of revenue recognised is adjusted for estimated returns, which are estimated based on the historical data.

Revenue for rendering of services is recognised over time based on stage of completion. The stage of completion measured by the Company's engineers. The related costs are recognised in profit or loss when they are incurred.

For bundled packages, the Group accounts for individual products and services separately if they are distinct (i.e., if a product or service is separately identifiable from other items and a customer can benefit from it) or the multiple services are rendered in different reporting periods. The consideration received is allocated based on their relative stand-alone selling prices which are determined based on the price list at which the Group sells the products and services in separate transactions.

#### **4.19. Investment income**

Investment income comprises dividend and interest income from investments and bank deposits. Dividend income is recognised in profit or loss on the date the Group right to receive payments is established. Interest income is recognised in profit or loss as it accrues.

#### **4.20. Finance costs**

Interest expenses and similar costs are charged to profit or loss for the period in which they are incurred, except to the extent that they are capitalised as being directly attributable to the acquisition, construction or production of an asset which necessarily takes a substantial period of time to be prepared for its intended use or sale.

#### 4.21. Income tax

Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognised in profit or loss except to the extent that they relate to a business combination, or items recognised 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 recognised 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 recognised for the following temporary differences: the initial recognition of goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries and joint ventures to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. The Group believes 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 judgements about future events. New information may become available that causes the Group to change its judgement 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.

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 they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

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 utilised. Future taxable profits are determined based on the reversal of relevant taxable temporary differences. If the amount of taxable temporary differences is insufficient to recognise a deferred tax asset in full, then future taxable profits, adjusted for reversals of existing temporary differences, are considered, based on the business plans for individual subsidiaries in the Group. 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 realised.

#### **4.22. Financial instruments**

Financial instruments are presented in statement of financial position, consist of cash and cash equivalents, trade accounts receivable, other current accounts receivable, short-term loans, deposit at bank with commitment, bank overdrafts and short - term loans from financial institutions, trade accounts payable, other current accounts payable, long-term loans and long - term liabilities under financial lease agreement an accounting policy. The basis of recognition and measurement of each item are separately disclosed in the related transactions.

##### **Classification and measurement**

Financial assets that are debt instruments are measured at fair value through profit or loss, fair value through other comprehensive income or amortised cost. Classification is driven by the Company and its subsidiaries' business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets which is equity instruments are measured at fair value through profit or loss or through other comprehensive income.

Financial liabilities are classified and measured at amortised cost.

##### **Impairment of financial assets**

The Group recognises an allowance for expected credit losses on its financial assets measured at amortised 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.

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

**4.23. Share Capital**

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares (net of tax) are shown in equity as a deduction.

**4.24. Earnings (loss) per share**

The Group presents basic earnings (loss) per share data for its ordinary shares. Basic earnings (loss) per share is calculated by dividing the profit (loss) attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year.

**4.25. Related parties**

A related party is a person or entity that has direct or indirect control or joint control, or has significant influence over the financial and managerial decision-making of the Group; a person or entity that are under common control or under the same significant influence as the Group; or the Group has direct or indirect control or joint control or has significant influence over the financial and managerial decision-making of a person or entity.

**4.26. Segment reporting**

Segment results that are reported to the Group's CEO (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

**5. Related parties**

For the purposes of these financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.



**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

**5.1. The related parties consisted of:**

<b>Name of entities</b>	<b>Country of incorporation / nationality</b>	<b>Nature of relationships</b>
BS Myco Biotech Company Limited	Thailand	Subsidiary
Join Venture Eureka UU Company Limited	Thailand	Subsidiary
Eureka Energy Company Limited	Thailand	Subsidiary
Key management personnel	Thailand	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group.
Miss Nitchakan Chanthanasirikun	Thailand	Major shareholder and director
Mr. Lissapat Kraikruan	Thailand	Major shareholder and director
Mr. Ulit Jaturasangpairoj	Thailand	Major shareholder and director
Manee Udomsuk Company Limited	Thailand	Common major shareholders

**5.2. Pricing Policy:**

<b>Transactions</b>	<b>Pricing policies</b>
Sales of goods and rendering of services*	Cost plus margin
Service income	Contractually agreed prices
Rental income	Contractually agreed prices
Purchase of goods and receiving of services*	Prices are determined based on the terms and conditions in normal business comparable to those of non-related parties
Service fees	Contractually agreed prices
Interest income	Interest rate 7.40 percentage per annum
Interest expense	Interest rate 7.40 percentage per annum
Key management personnel compensation	As defined by the Nomination and Remuneration Committee and the Company's policy

\* These included transactions of Eureka Automation Co.,Ltd. and Eureka International PTE., LTD. upto July 24, 2019 which was the date of loss control in subsidiaries.

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

5.3. Significant transactions for year ended December 31, 2020 and 2019 with related parties were as follows:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
<i>For the year ended December 31</i>	2020	2019	2020	2019
<b>Subsidiaries</b>				
Sales of goods and rendering of services	-	-	-	131
Service income	-	-	2,619	9,894
Purchase of goods and receiving				
of services	-	-	-	42,296
Service fees	-	-	-	490
Interest income	-	-	2,545	635
Interest expense	-	-	-	172
<b>Key management personnel</b>				
Key management personnel compensation				
Short-term employee benefit	7,961	17,949	7,413	11,567
Post-employee benefits	728	352	266	186
<b>Total key management personnel compensation</b>	<b>8,689</b>	<b>18,301</b>	<b>7,679</b>	<b>11,753</b>
<b>Other related parties</b>				
Purchase of equipment	-	911	-	-
Interest income	-	52	-	-
Interest expense	160	3,169	-	715

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

Balances as at December 31, 2020 and 2019 with related parties were as follows:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<b>Other receivables - related parties</b>				
Subsidiary	-	-	1,519	485
<b>Accrued interest - related parties</b>				
Subsidiary	-	-	1,942	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>3,461</b>	<b>485</b>

	In Thousand Baht					
	Interest rate <i>(% per annum)</i>		Consolidated		Separate	
			financial statements		financial statements	
	2020	2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<b>Short-term loans</b>						
<b>related party</b>						
Subsidiary	7.4	7.4	-	-	75,000	19,000
Joint venture	-	-	-	-	-	-
<b>Short-term loans</b>						
<b>related party</b>			<b>-</b>	<b>-</b>	<b>75,000</b>	<b>19,000</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

Movements of loans to related parties for the years ended December 31, were as follows:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
<b>Short-term loans</b>				
<b>Subsidiary</b>				
Beginning balance	-	-	19,000	-
Increase	-	-	83,100	27,000
Decrease	-	-	(27,100)	(8,000)
<b>Ending balance</b>	<b>-</b>	<b>-</b>	<b>75,000</b>	<b>19,000</b>
<b>Joint venture</b>				
Beginning balance	-	1,200	-	-
Increase	-	-	-	-
Decrease	-	(1,200)	-	-
<b>Ending balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total short-term loans</b>				
Beginning balance	-	1,200	19,000	-
Increase	-	-	83,100	27,000
Decrease	-	(1,200)	(27,100)	(8,000)
<b>Ending balance</b>	<b>-</b>	<b>-</b>	<b>75,000</b>	<b>19,000</b>
<b>Trade accounts payable - related parties</b>				
Other related party	-	414	-	-
<b>Accrued interest – related parties</b>				
Key management personnel	3	-	-	-
<b>Total</b>	<b>3</b>	<b>414</b>	<b>-</b>	<b>-</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

	Interest rate		In Thousand Baht			
			Consolidated		Separate	
	(% per annum)		financial statements		financial statements	
	2020	2019	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<b>Short-term loans</b>						
Subsidiary	-	-	-	-	-	-
Key management personnel	7.4	7.4	15,000	2,500	-	-
<b>Short-term loans from personal and related parties</b>			<b>15,000</b>	<b>2,500</b>	<b>-</b>	<b>-</b>

Movements of loans from related parties for the years ended December 31, were as follows:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
<b>Short-term loans</b>				
<b>Subsidiary</b>				
Beginning balance	-	-	-	4,794
Increase	-	-	-	55,000
Decrease	-	-	-	(59,794)
<b>Ending balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Key management personal</b>				
Beginning balance	2,500	67,000	-	-
Increase	34,172	3,500	-	-
Decrease	(21,672)	(68,000)	-	-
<b>Ending balance</b>	<b>15,000</b>	<b>2,500</b>	<b>-</b>	<b>-</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
<i><b>Total short-term Loans form personal and related parties</b></i>				
Beginning balance	2,500	67,000	-	4,794
Increase	34,172	3,500	-	55,000
Decrease	(21,672)	(68,000)	-	(59,794)
<b>Ending balance</b>	<b>15,000</b>	<b>2,500</b>	<b>-</b>	<b>-</b>

***Significant agreement with related parties***

On January 1, 2020, the Company entered into procurement service, accounting and operating assistance agreements with a subsidiary for a period of one year, whereby the Company agreed to provide operating assistance services to the subsidiary. In this regard, the subsidiary agreed to pay service fees as specified in the agreement.

The Company entered into loan agreement with a subsidiary, repayable within January - March 2021.

**6. Cash and cash equivalents**

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Cash on hand	50	55	18	14
Cash at bank - current accounts	3,568	1,011	372	374
Cash at bank - savings accounts	536	14,878	408	770
<b>Total cash and cash equivalents</b>	<b>4,154</b>	<b>15,944</b>	<b>798</b>	<b>1,158</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

7. Trade and other current accounts receivable - net

		In Thousand Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		December 31,	December 31,	December 31,	December 31,
Note		2020	2019	2020	2019
<b>Trade accounts receivable</b>					
	Other parties	18,897	29,374	18,897	29,374
	<u>Less</u> allowance for expected credit loss	(11,565)	(359)	(11,565)	(359)
	<b>Total trade account receivable - net</b>	<b>7,332</b>	<b>29,015</b>	<b>7,332</b>	<b>29,015</b>
<b>Other receivables</b>					
	Related parties	-	-	3,461	485
5.3	Other parties	16,858	16,031	2,827	8,308
	<b>Total Other receivables</b>	<b>16,858</b>	<b>16,031</b>	<b>6,288</b>	<b>8,793</b>
<b>Unbilled contract work in progress</b>					
	Cost and attributable profit	19,453	41,867	19,453	41,867
	<u>Less</u> progress billings	(11,286)	(25,429)	(11,286)	(25,429)
	<u>Less</u> allowance for expected credit loss	(4,483)	-	(4,483)	-
	<b>Net</b>	<b>3,684</b>	<b>16,438</b>	<b>3,684</b>	<b>16,438</b>
	<b>Total trade and other current accounts receivable - net</b>	<b>27,874</b>	<b>61,484</b>	<b>17,304</b>	<b>54,246</b>

		In Thousand Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		2020	2019	2020	2019
	<b>(Reversal of) bad and doubtful for the year ended December 31</b>	<b>15,689</b>	<b>(497)</b>	<b>15,689</b>	<b>106</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

Aging analyses for trade accounts receivable were as follows:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<b>Other parties</b>				
Within credit terms	2,335	7,070	2,335	7,070
Overdue:				
Less than 90 days	1,633	5,457	1,633	5,457
90 - 180 days	128	7,497	128	7,497
181 - 360 days	699	8,842	699	8,842
Over 360 days	14,102	508	14,102	508
	18,897	29,374	18,897	29,374
<i>Less allowance for expected credit loss</i>	(11,565)	(359)	(11,565)	(359)
<b>Total</b>	<b>7,332</b>	<b>29,015</b>	<b>7,332</b>	<b>29,015</b>

The normal credit term granted by the Group ranges from 30 days to 60 days



Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

Other receivables

		In Thousand Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		December 31,	December 31,	December 31,	December 31,
<i>Note</i>		2020	2019	2020	2019
	<b>Related parties</b>				
5.3		-	-	3,461	485
	<b>Other parties</b>				
	Value added tax for credit next month	9,993	9,873	-	7,632
	Prepaid expenses	386	5,448	230	343
	Undue input value added taxes	4,327	224	602	99
	Deposit	51	146	17	20
	Others	2,101	340	1,978	214
	<b>Total other parties</b>	<b>16,858</b>	<b>16,031</b>	<b>2,827</b>	<b>8,308</b>
	<b>Total other receivables</b>	<b>16,858</b>	<b>16,031</b>	<b>6,288</b>	<b>8,793</b>

8. Inventory - net

		In Thousand Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		December 31,	December 31,	December 31,	December 31,
		2020	2019	2020	2019
	Finished goods	4,982	1,643	4,200	1,643
	Work in progress	23,097	38,151	23,097	20,951
	Raw materials	4,904	4,068	4,063	4,068
	Goods in transit	-	925	-	925
	<b>Total</b>	<b>32,983</b>	<b>44,787</b>	<b>31,360</b>	<b>27,587</b>
	Less allowance for decline in value	(10,915)	(1,503)	(10,915)	(1,503)
	<b>Total inventory - net</b>	<b>22,068</b>	<b>43,284</b>	<b>20,445</b>	<b>26,084</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

Allowance for declining in value of inventories have changed during the years are as follows:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December, 31 2020	December, 31 2019	December, 31 2020	December, 31 2019
Beginning balance	1,503	1,800	1,503	1,037
Increase (decrease)	9,412	(297)	9,412	466
<b>Ending balance</b>	<b>10,915</b>	<b>1,503</b>	<b>10,915</b>	<b>1,503</b>

9. Other non - current financial asset

Consist of

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December, 31 2020	December, 31 2019	December, 31 2020	December, 31 2019
Non - marketable equity securities	280	280	280	280
The restricted deposits at financial institutions	1,070	4,931	1,070	3,181
<b>Other non - current financial asset</b>	<b>1,350</b>	<b>5,211</b>	<b>1,350</b>	<b>3,461</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

9.1. Equity Investments

Consolidated financial statements / Separate financial statements						
Type of business	Ownership		Paid-up capital		Cost	
	Interest		December 31,		December 31,	
	December 31,	December 31,	December 31,	December 31,	December 31,	December 31,
	2020	2019	2020	2019	2020	2019
	In Thousand Baht		In Thousand Baht		In Thousand Baht	
	Interest (%)					
<i>Non-marketable equity securities</i>						
Bekutoru (Thailand) Company Limited	14	14	2,000	2,000	280	280
	Selling machine, components, spare parts and equipment					
					280	280

9.2. The restricted deposits at financial institutions

At December 31, 2020 and 2019 the restricted deposits at financial institutions in the consolidated statement of Baht 1.07 million and Baht 4.93 million, respectively in separate statement of Baht 1.07 million and Baht 3.18 million, respectively used to guarantee the bank to issue letters of guarantee for the Company and subsidiaries

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

**10. Investment in joint venture**

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
As at January 1	-	1,464	-	-
Share of net loss of joint venture	-	(53)	-	-
Disposal	-	(1,411)	-	-
<b>As at December 31</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

None of the Group's joint venture is publicly listed and consequently does not have published price quotations.

On July 24, 2019, the Group sold 70% of its interest in EUREKA UMI, a joint venture. As the result, EUREKA UMI was no longer a joint venture.

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

11. Investments in subsidiaries

Investments in subsidiaries as at December 31, 2020 and 2019 were as follows:

	In Thousand Baht									
	Separate financial statements									
	Ownership				At cost - net					
	Interest (%)		Paid-up capital		Cost		Impairment			
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
<i>Direct subsidiaries</i>										
BS Myco Biotech Co.,Ltd.	87.22	85.65	72,000	46,700	57,799	34,999	(13,456)	-	44,343	34,999
Join Venture Eureka UU Co.,Ltd.	99.42	90.00	120,000	7,000	119,300	6,300	-	-	119,300	6,300
Eureka Energy Co.,Ltd.	55.00	55.00	5,000	5,000	2,750	2,750	-	-	2,750	2,750
<b>Total</b>					<b>179,849</b>	<b>44,049</b>	<b>(13,456)</b>	<b>-</b>	<b>166,393</b>	<b>44,049</b>

The Board of Director's Meeting No.7/2020 on June 5, 2020. The resolution is resolved to approve the capital increase in the subsidiary company, Join Venture Eureka UU Co.,Ltd. from Baht 7,000,000 to Baht 120,000,000 by issuing 1,130,000 ordinary shares with 100 per value. The company registered the increase of share capital on June 9, 2020.

The Board of Director's Meeting No.7/2020 on June 5, 2020. The resolution is resolved to approve the capital increase in the subsidiary company, BS Myco Biotech Co.,Ltd. From Baht 46,700,000 to Baht 72,000,000 by issuing 253,000 ordinary shares with 100 per value. The company registered the increase of share capital on June 11, 2020

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

Movements of investment in subsidiaries for the years ended December 31, were as follows:

	In Thousand Baht	
	Separate	
	financial statements	
	2020	2019
<b>At January 1</b>	44,049	64,486
Increase	135,800	44,049
Decrease	-	(97,207)
Redemption of capital	-	(2,391)
Allowance for impairment	(13,456)	35,112
<b>At December 31</b>	<b>166,393</b>	<b>44,049</b>

**Acquisitions of subsidiary**

On June 11, 2019, the Board of Directors' meeting approved an acquisition of 85.65% of shares in BS Myco Biotech Co., Ltd. On June 12, 2019, the Company entered into a share purchase agreement which specified share price totaling Baht 35.0 million. The Company paid deposit of Baht 15.0 million in May 2019. The Company has complied with the terms in the agreement upto June 26, 2019, which was the date of the business acquisition and obtained control in BS Myco Biotech Co., Ltd. Management believes that acquisition of BS Myco Biotech Co., Ltd. will get the opportunity to increase revenue income as a new channel to other line business.

In addition, the Company entered into a loan agreement with BS Myco Biotech Co., Ltd. of Baht 15.0 million in order that such Company would pay off debt to BS Myco Biotech Co., Ltd.'s former related party. This loan is due within June 2020. Currently fully refunds.

During the period from the acquisition date to December 31, 2019, BS Myco Biotech Co., Ltd. contributed loss of Baht 16.8 million to the Group's result. If the acquisition had occurred on January 1, 2019, management estimates that consolidated net loss for the year ended December 31, 2019 would not be significantly different from the current presentation.

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

The following summarises the major classes of consideration transferred, and the recognised amounts of assets acquired and liabilities assumed:

Identifiable assets acquired and liabilities assumed

	<b>Fair value</b>
	(In Thousand Baht)
Cash and cash equivalents	6,802
Other receivables	6,283
Inventory	9,553
Property, plant and equipment	60,119
Intangible assets	6,000
Deferred tax assets	1,191
Trade and other payables	(17,404)
Non-current provisions for employee benefit	(305)
<b>Total identifiable net assets</b>	<b>72,239</b>
Less: Non-controlling interests (14.35 %)	(10,366)
<b>Total identifiable net assets received</b>	<b>61,873</b>
Gain on bargain purchase	(26,874)
<b>Purchase consideration transferred</b>	<b>34,999</b>
Net cash acquired with the subsidiary	6,802
Cash paid	34,999
<b>Net cash outflows</b>	<b>28,197</b>

According to the above acquisition, the Company has engaged an independent appraiser to determine the fair values of assets acquired and liabilities assumed.

On June 24, 2019, the Board of Directors' meeting approved to establish the Eureka UU Co., Ltd, (share capital of 70,000 ordinary shares with 100 par value) for manufacture and sales of water and raw water. The Company invested in 90% of shares and paid-up capital, amounting to Baht 6.3 million. Eureka UU Co., Ltd. has registered the establishment with Department of Business Development, Ministry of Commerce on July 1, 2019.

## **Eureka Design Public Company Limited and its Subsidiaries**

### **Notes to the financial statements**

#### **For the year ended December 31, 2020**

On October 8, 2019, the Board of Directors' meeting approved to establish the Eureka Energy Co., Ltd, (share capital of 50,000 ordinary shares with 100 par value) for manufacture of energy. The Company invested in 55% of shares and paid-up capital, amounting to Baht 2.7 million. Eureka Energy Co., Ltd, has registered the establishment with Department of Business Development, Ministry of Commerce on October 10, 2019.

#### **Disposal of investments**

On July 22, 2019, the Board of Directors' meeting approved to sell ordinary shares of Eureka Automation Co.,Ltd. and Eureka Design International PTE. LTD, subsidiaries of the Company. On July 24, 2019, the Group sold 100% of its interest in Eureka Automation Co.,Ltd., a subsidiary, of Baht 29.5 million. As the result, Eureka Automation Co.,Ltd was no longer a subsidiary. The carrying amount of Eureka Automation Co.,Ltd.'s net asset in the Group's financial statements on the disposal date was Baht 15.4 million and gain on disposal of investment was Baht 14.1 million, which was included in statement of comprehensive income for the year ended December 31, 2019.

Moreover, the Group sold 100% of its interest in Eureka Design International PTE. LTD., a subsidiary, of Baht 25.5 million. As the result, Eureka Design International PTE. LTD. was no longer a subsidiary. In addition, Eureka Design Indonesia Company Limited and Eureka Design India Private Limited, which were indirect subsidiaries held through Eureka Design International PTE. LTD. were no longer indirect subsidiaries of the Group accordingly. The carrying amount of Eureka Design International PTE. LTD.'s net asset in the Group's financial statements on the disposal date was Baht 23.7 million and gain on disposal of investment was Baht 1.8 million. The Group had loss from translating foreign operations was Baht 6.4 million. As the result, the Group had loss from disposal investment was Baht 4.6 million which was included in statement of comprehensive income for the year ended December 31, 2019.

#### **Redemption of capital**

Fujii Iron Works (Thailand) Co., Ltd. which was a direct subsidiary of the Company had registered its dissolution with Department of Business Development, Ministry of Commerce on September 8, 2017 and redemption of capital to the Company on October 3, 2019 at Baht 1.8 per share, totaling Baht 0.9 million.

Eureka Trading Co., Ltd. which was a direct subsidiary of the Company had registered its dissolution with Department of Business Development, Ministry of Commerce on September 8, 2017 and redemption of capital to the Company on September 20, 2019 at Baht 0.8 per share, totaling Baht 1.5 million.



Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

11.1. Non - controlling interests

Details of investments in subsidiaries that have material non - controlling interests. at December 31, 2020 and 2019 are as follows:

	Proportion of equity interest held by non-controlling interests		In Thousand Baht			
			Accumulated balance of non-controlling interests		Profit (loss) allocated to non-controlling interests during the year	
	2020	2019	2020	2019	2020	2019
	(%)	(%)				
Eureka Energy Co., Ltd.	45.00	45.00	2,034	2,208	(174)	(425)
BS Myco Biotech Co., Ltd.	12.78	14.35	6,067	8,651	(4,781)	(2,112)

Summarised financial information that based on amounts before inter - company elimination about subsidiaries that have material non - controlling.

Summarised information about financial position:

	In Thousand Baht			
	Eureka Energy Co., Ltd.		BS Myco Biotech Co., Ltd.	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<b>Condensed statement of financial position as at December 31,</b>				
Current assets	4,719	4,995	3,300	28,289
Non - current assets	-	-	59,824	68,850
Current liabilities	200	90	9,958	37,023
Non - current liabilities	-	-	5,693	165

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

Summarised information about comprehensive income:

	In Thousand Baht			
	Eureka Energy Co., Ltd.		BS Myco Biotech Co., Ltd.	
	2020	2019	2020	2019
<b>For the years ended</b>				
<b>December, 31</b>				
Revenue	-	-	17,336	15,374
Profit (loss)	(386)	(95)	(37,410)	(14,639)
Comprehensive income	-	-	-	-

Summarised information about cash flows:

	In Thousand Baht			
	Eureka Energy Co., Ltd.		BS Myco Biotech Co., Ltd.	
	2020	2019	2020	2019
<b>For the years ended</b>				
<b>December, 31</b>				
Cash flows from operating activities	(560)	(11)	(17,781)	(45,710)
Cash flows from investing activities	(2,837)	-	1,089	5,702
Cash flows from financing activities	(1)	(5,000)	7,985	39,581
Net increase (decrease) in cash and cash equivalents	(3,398)	4,989	(8,707)	(427)

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

12. Investment property - net

The condensed movements in these items for year ended December 31, 2020 are as follows:

	In Thousand Baht	
	Consolidated financial statements	Separate financial statements
Net book value at January 1, 2020	43,593	43,593
<u>Add</u> Acquisitions during the year	-	-
<u>Add</u> Transfer in	-	-
<u>Less</u> Disposal	-	-
<u>Less</u> Depreciation / Transfer out	(2,187)	(2,187)
<b>Net book value at December 31, 2020</b>	<b>41,406</b>	<b>41,406</b>

The gross carrying amount of fully depreciated Investment property of the Company that was still in use as at December 31, 2020 amounted to Baht 9.36 million (December 31, 2019: Baht 8.38 million for the Group and the Company).

Investment properties are measured at cost less accumulated depreciation.

13. Assets not used in operations - net

The condensed movements in these items for year ended December 31, 2020, are as follows:

	In Thousand Baht	
	Consolidated financial statements	Separate financial statements
Cost	20,119	20,119
<u>Less</u> Accumulated depreciation	(15,648)	(15,648)
Impairment of assets	(674)	(674)
<b>Net book value at December 31, 2020</b>	<b>3,797</b>	<b>3,797</b>

As at December 31, 2020 The Company reclassified machinery tool and equipment Separate from property, plant and equipment, which presented as the non - operating assets.

As at December 31, 2020, the Company has assessed the impairment of assets. And allowance for impairment machines in the amount of Baht 0.67 million.

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

14. Property, plant and equipment - net

	In Thousand Baht					
	Consolidated financial statements					
	Land and improvements	Buildings and improvements	Machinery and factory equipment	Office equipment	Vehicles	Assets under construction and installation
<b>Cost / revaluation</b>						<b>Total</b>
At January 1, 2019	42,600	91,888	68,440	17,219	15,452	235,599
Additions	-	2,337	6,619	1,393	-	10,439
Acquisitions through business combinations	4,907	48,132	6,785	295	-	60,119
Write off through disposal investment	-	(797)	(16,917)	(1,786)	(3,725)	(23,225)
Transfers	-	1,034	(6,662)	(1,258)	(879)	(7,765)
Disposals / write off	-	(231)	(1,736)	(2,460)	-	(4,427)
<b>At December 31, 2019 and</b>						
January 1, 2020 (Before reclassify)	47,507	142,363	56,529	13,403	10,848	270,650
Reclassify	(21,273)	(50,157)	-	-	-	(71,430)

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

		In Thousand Baht						
		Consolidated financial statements						
		Land and improvements	Buildings and improvements	Machinery and factory equipment	Office equipment	Vehicles	Assets under construction and installation	Total
<b>At December 31, 2019 and</b>								
	<b>January 1, 2020 (After reclassify)</b>	26,234	92,206	56,529	13,403	10,848	-	199,220
	Additions	59,859	2,992	490	425	2,205	196,815	262,786
	Transfer	-	-	-	-	-	-	-
	Disposals / write off	-	-	(21,731)	(368)	-	-	(22,099)
	<b>At December 31, 2020</b>	<b>86,093</b>	<b>95,198</b>	<b>35,288</b>	<b>13,460</b>	<b>13,053</b>	<b>196,815</b>	<b>439,907</b>
<b>Accumulated depreciation</b>								
	At January 1, 2019	-	33,642	41,649	14,538	7,103	-	96,932
	Depreciation charge for the year	-	5,620	4,911	1,129	560	-	12,220
	Write off through disposal investment	-	(445)	(4,234)	(875)	(1,493)	-	(7,047)
	Transfers	-	1,685	(8,040)	(637)	(414)	-	(7,406)
	Disposals / write off	-	(126)	(1,375)	(2,399)	-	-	(3,900)
<b>At December 31, 2019 and</b>								
	<b>January 1, 2020 (Before reclassify)</b>	-	40,376	32,911	11,756	5,576	-	90,799
	Reclassify	-	(27,837)	-	-	-	-	(27,837)

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

In Thousand Baht

	Consolidated financial statements						Total
	Land and improvements	Buildings and improvements	Machinery and factory equipment	Office equipment	Vehicles	Assets under construction and installation	
<b>At December 31, 2019 and</b>							
January 1, 2020 (After reclassify)	-	12,539	32,991	11,756	5,756	-	62,962
Depreciation charge for the year	-	4,618	5,880	759	433	-	11,690
Transfers	-	-	(16,943)	(342)	-	-	(17,285)
Disposals / write off	-	-	-	-	-	-	-
<b>At December 31, 2020</b>	-	17,157	21,848	12,173	6,189	-	57,367
<b>Net book value</b>							
<b>At December, 31 2019</b>							
Owned assets	47,507	101,987	23,618	1,647	5,092	-	179,851
Reclassify	(21,273)	(22,320)	-	-	-	-	(43,593)
<b>At December, 31 2019 (After reclassify)</b>	26,234	79,667	23,618	1,647	5,092	-	136,258
<b>At December 31, 2020</b>							
Owned assets	86,093	78,041	13,440	1,287	6,864	196,815	382,540

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

	In Thousand Baht						Total
	Separate financial statements						
	Land and improvements	Buildings and improvements	Machinery and factory equipment	Office equipment	Vehicles	Assets under construction and installation	
<b>Cost / revaluation</b>							
At January 1, 2019	42,600	91,143	44,809	14,650	10,848	-	204,050
Additions	-	15	92	654	-	-	761
Disposals	-	(231)	(1,384)	(2,376)	-	-	(3,991)
<b>At December 31, 2019 and</b>							
January 1, 2020 (Before reclassify)	42,600	90,927	43,517	12,928	10,848	-	200,820
Reclassify	(21,273)	(50,157)	-	-	-	-	(71,430)
<b>At December 31, 2019 and</b>							
January 1, 2020 (After reclassify)	21,327	40,770	43,517	12,928	10,848	-	129,390
Additions	-	-	-	148	1,206	-	1,354
Disposals	-	-	-	-	-	-	-
Transfer in (Transfer out)	-	(139)	(21,160)	(356)	-	-	(21,655)
<b>At December 31, 2020</b>	<b>21,327</b>	<b>40,631</b>	<b>22,357</b>	<b>12,720</b>	<b>12,054</b>	<b>-</b>	<b>109,089</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

	In Thousand Baht						
	Separate financial statements						
	Land and improvements	Buildings and improvements	Machinery and factory equipment	Office equipment	Vehicles	Assets under construction and installation	Total
<b>Accumulated depreciation</b>							
At January 1, 2019	-	33,160	28,067	12,890	5,196	-	79,313
Depreciation charge for the year	-	4,571	4,181	1,091	560	-	10,403
Disposals	-	(126)	(1,372)	(2,325)	-	-	(3,823)
<b>At December 31, 2019 and</b>							
January 1, 2020 (Before Reclassify)	-	37,605	30,876	11,656	5,756	-	85,893
Reclassify	-	(27,837)	-	-	-	-	(27,837)
<b>At December 31, 2019 and</b>							
January 1, 2020 (After Reclassify)	-	9,768	30,876	11,656	5,756	-	58,056
Depreciation charge for the year	-	2,200	3,529	645	318	-	6,692
Disposals	-	-	-	-	-	-	-
Transfer in (Transfer out)	-	-	(16,820)	(336)	-	-	(17,156)
<b>At December 31, 2020</b>	<b>-</b>	<b>11,968</b>	<b>17,585</b>	<b>11,965</b>	<b>6,074</b>	<b>-</b>	<b>47,592</b>



Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

In Thousand Baht

	Separate financial statements						Total
	Land and improvements	Buildings and improvements	Machinery and factory equipment	Office equipment	Vehicles	Assets under construction and installation	
<b>Net book value</b>							
<b>At December 31, 2019</b>							
Owned assets	42,600	53,322	12,641	1,272	5,092	-	114,927
Reclassify	(21,273)	(22,320)	-	-	-	-	(43,593)
<b>At December 31, 2019 (After reclassify)</b>	<b>21,327</b>	<b>31,002</b>	<b>12,641</b>	<b>1,272</b>	<b>5,092</b>	<b>-</b>	<b>71,334</b>
<b>At December 31, 2020</b>							
Owned assets	21,327	28,663	4,772	755	5,980	-	61,497

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

- 14.1. The gross carrying amount of fully depreciated property and equipment of the Company that was still in use as at December 31, 2020 amounted to Baht 37.99 million (December 31, 2019: Baht 29.82 million).
- 14.2. For the year ended December 31, 2020, Subsidiary capitalized interest expense as a part of construction amount of Baht 2.05 million.
- 14.3. At December 31, 2020 and 2019 the property and plant with cost value in the consolidated statement of Baht 442.19 million and Baht 199.22 million, respectively in the separate statement of Baht 111.37 million and Baht 129.39 million. were mortgaged to secure bank overdrafts and short-term loans from financial institutions (see note 17) and Long-term loans (see note 19).
- 14.4. The Annual General Meeting of Shareholders on April 30, 2020, was unanimously resolved Approval pronde subsidiary company of investment in the water supply project to the Provincial Waterworks Authority. The investment value of Baht 237 Million.

**15. Right of use - net**

The condensed movements in these items for year ended December 31, 2020 are as follows:

	In Thousand Baht	
	Consolidated financial statements	Separate financial statements
Net book value at January 1, 2020	-	-
<b>Add</b> Acquisitions during the year	71,137	-
<b>Add</b> Transfer in	-	-
<b>Less</b> Disposal	-	-
<b>Less</b> Depreciation / Transfer out	(2,982)	-
<b>Net book value at December 31, 2020</b>	<b>68,155</b>	<b>-</b>

The recognized right of use assets relate to the following types of assets:

	In Thousand Baht	
	Consolidated financial statements	Separate financial statements
<b>Land</b>	<b>68,155</b>	<b>-</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

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16. Other intangible assets - net

	In Thousand Baht		
	Consolidated financial statements		
	Computer software	Patents	Total
<b>Cost</b>			
<b>At January 1, 2019</b>	<b>39,982</b>	<b>8,923</b>	<b>48,905</b>
Additions	600	-	600
Acquisitions through business combination	-	6,000	6,000
Disposals	(22,248)	-	(22,248)
Transfer in / (Transfer out)	(3,080)	-	(3,080)
<b>At December 31, 2019 and January 1, 2020</b>	<b>15,254</b>	<b>14,923</b>	<b>30,177</b>
Additions	66	-	66
Disposals	-	-	-
Transfer in / (Transfer out)	(6)	358	352
<b>At December 31, 2020</b>	<b>15,314</b>	<b>15,281</b>	<b>30,595</b>
<b>Accumulated amortisation</b>			
<b>At January 1, 2019</b>	<b>30,863</b>	<b>4,745</b>	<b>35,608</b>
Amortisation for the year	3,316	2,144	5,460
Disposals	(21,464)	-	(21,464)
Transfer in / (Transfer out)	(3,024)	-	(3,024)
<b>At December 31, 2019 and January 1, 2020</b>	<b>9,691</b>	<b>6,889</b>	<b>16,580</b>
Amortisation for the year	2,487	2,401	4,888
Disposals	-	-	-
Transfer in / (Transfer out)	178	175	353
<b>At December 31, 2020</b>	<b>12,356</b>	<b>9,465</b>	<b>21,821</b>
<b>Net book value</b>			
<b>At December 31, 2019</b>	<b>5,563</b>	<b>8,034</b>	<b>13,597</b>
<b>At December 31, 2020</b>	<b>2,958</b>	<b>5,816</b>	<b>8,774</b>

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For the year ended December 31, 2020

	In Thousand Baht		
	Separate financial statements		
	Computer software	Patents	Total
<b>Cost</b>			
At January 1, 2019	36,902	8,923	45,825
Additions	428	-	428
Disposals	(22,248)	-	(22,248)
<b>At December 31, 2019 and January 1, 2020</b>	<b>15,082</b>	<b>8,923</b>	<b>24,005</b>
Additions	66	-	66
Disposals	-	-	-
Transfer in / (Transfer out)	(6)	-	(6)
<b>At December 31, 2020</b>	<b>15,142</b>	<b>8,923</b>	<b>24,065</b>
<b>Accumulated amortisation</b>			
At January 1, 2019	28,302	4,746	33,048
Amortisation for the year	3,032	1,785	4,817
Disposals	(21,464)	-	(21,464)
<b>At December 31, 2019 and January 1, 2020</b>	<b>9,870</b>	<b>6,531</b>	<b>16,401</b>
Amortisation for the year	2,453	1,562	4,015
Disposals	-	-	-
Transfer in / (Transfer out)	(6)	-	(6)
<b>At December 31, 2020</b>	<b>12,317</b>	<b>8,093</b>	<b>20,410</b>
<b>Net book value</b>			
At December 31, 2019	5,212	2,392	7,604
<b>At December 31, 2020</b>	<b>2,825</b>	<b>830</b>	<b>3,655</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

17. Bank Overdrafts and Short - Term Loans from Financial Institutions

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Bank overdrafts	18,681	18,325	13,812	16,808
Short - term loans	45,000	51,125	45,000	45,000
<b>Total overdraft and short - term loans from financial institutions</b>	<b>63,681</b>	<b>69,450</b>	<b>58,812</b>	<b>61,808</b>

Movement of short - term loans from financial institutions for the year ended December 31, 2020

	In Thousand Baht	
	Consolidated	Separated
	financial statements	financial statements
Beginning balance as at January 1, 2020	51,125	45,000
<b>Add</b> Additional loans	163,925	157,800
<b>Less</b> Payment of loans	(170,050)	(157,800)
<b>Ending balance as at December 31, 2020</b>	<b>45,000</b>	<b>45,000</b>

17.1. As at December 31, 2020, bank overdrafts and short-term loans from financial institutions bore interest at rates of MOR and MLR minus 1% per annum.

17.2. As at December 31, 2020, the Group had unutilised credit facilities short - term totaling Baht 6.3 million (December 31, 2019: Baht 8.2 million).

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

18. Trade and other current accounts payable

		In Thousand Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		December 31,	December 31,	December 31,	December 31,
Note		2020	2019	2020	2019
	Trade account payables				
5.3	(related parties)	-	414	-	-
	Trade payables				
	(non-related parties)	12,313	12,664	12,312	10,191
5.3	Other payables (related parties)	3	-	-	-
	Other payables (non-related parties)	437	-	-	-
	Accrued operating expenses	1,634	3,525	1,024	1,369
	Undue input value added tax	560	1,122	560	1,122
	Payables for purchase of assets	68,595	286	-	58
	Others	722	179	250	168
	<b>Total</b>	<b>84,264</b>	<b>18,190</b>	<b>14,146</b>	<b>12,908</b>

19. Long - term loans

		In Thousand Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		December 31,	December 31,	December 31,	December 31,
		2020	2019	2020	2019
	Long - term loans from financial institution	17,009	7,437	12,151	7,437
	<b>Total long - term loans</b>	<b>17,009</b>	<b>7,437</b>	<b>12,151</b>	<b>7,437</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

**Current portion of long - term loans from financial institutions**

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Long - term loans from financial institution	316	3,552	39	3,552
<b>Total long - term loans</b>	<b>316</b>	<b>3,552</b>	<b>39</b>	<b>3,552</b>

19.1. As at December 31, 2020, the Company has entered into loan agreement with the financial institution amount of Baht 12 million. At the interest rate MLR minus 0.6% per annum. And amount of Baht 0.21 million. At the interest rate MLR per annum.

19.2. As at December 31, 2020, Subsidiaries have long-term credit facilities with financial institutions totaling to Baht 3 million, At the interest rate MLR minus 0.5% per annum, and guaranteed by the mortgage by the company and directors.

19.3. As at December 31, 2020, Subsidiaries entered "The Zero interest - rate loan to retain SME Staff" program credit limit Baht 4.27 Million and available loan credit Baht 2.14 million.

**Breach of loan covenant**

In 2020, the Company could not maintain the debt service coverage ratio as prescribed in the loans agreements with a financial institution due to the loss from operation. On December 27, 2019, the Company had obtained the debt covenant waiver letter from financial institution regarding such breach of loan covenant for the year ended December 31, 2019.

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

20. Lease liabilities

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Lease liabilities	90,710	-	-	-
<u>Less</u> Deferred interest	(17,496)	-	-	-
Net	73,214	-	-	-
<u>Less</u> Current portion of lease liabilities	(9,721)	-	-	-
<b>Total lease liabilities</b>	<b>63,493</b>	<b>-</b>	<b>-</b>	<b>-</b>

21. Non - current provisions for employee benefits

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<b>Statement of financial position</b>				
<b>Non - current provision for</b>				
Post - employment benefits	2,600	1,680	2,137	1,486
 <i>For the year ended December 31</i>				
<b>Statement of comprehensive income</b>				
<b>Recognised in profit or loss</b>				
Post - employment benefits	920	7,630	651	2,686
 <b>Recognised in other comprehensive income</b>				
Actuarial gains recognised in the year	-	(3,653)	-	(4,045)



Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

The Group and the Company operate a defined benefit pension plan 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.

The defined benefit plans expose the Group to actuarial risks, such as interest rate risk and future salary growth rate risk.

On 5 April 2019, the Labor Protection Act was amended to include a requirement that an employee, who is terminated after having been employed by the same employer for an uninterrupted period of twenty years or more, receives severance payment of 400 days of wages at the most recent rate. The Group has therefore amended its retirement plan in accordance with the changes in the Labor Protection Act in 2019. As a result of this change, the provision for retirement benefits as well as past service cost recognised increased.

Movement in the present value of the defined benefit obligations:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
Defined benefit obligations at January 1	1,680	7,056	1,486	3,955
Acquired in business combination	-	305	-	-
<b>Included in profit or loss</b>				
Current service cost	886	7,388	621	2,444
Interest on obligation	34	242	30	242
	<b>920</b>	<b>7,630</b>	<b>651</b>	<b>2,686</b>
<b>Included in other comprehensive income</b>				
Actuarial gain	-	(3,653)	-	(4,045)
<b>Others</b>				
Transferring employee benefits obligations to subsidiary	-	-	-	(1,110)
Transfer out from disposal investment	-	(9,658)	-	-
	-	<b>(13,311)</b>	-	<b>(5,155)</b>
<b>As at December 31</b>	<b>2,600</b>	<b>1,680</b>	<b>2,137</b>	<b>1,486</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

Actuarial gains recognised in other comprehensive income arising from:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Demographic assumptions	-	620	-	229
Financial assumptions	-	92	-	91
Experience adjustment	-	(4,365)	-	(4,365)
<b>Total</b>	-	<b>(3,653)</b>	-	<b>(4,045)</b>

**Actuarial assumptions**

The following were the principal actuarial assumptions at the reporting date (expressed as weighted averages):

	(% per annum)			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
Discount rate	2.04	2.04	2.04	2.04
Future salary growth	6.00	6.00	6.00	6.00

Assumptions regarding future mortality have been based on published statistics and mortality tables.

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

**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.

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	Increase	Decrease	Increase	Decrease
<b>December 31, 2020</b>				
Discount rate (1% movement)	(1,563)	1,474	(1,532)	(1,435)
Future salary growth (1% movement)	1,415	(1,605)	1,378	(1,575)

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	Increase	Decrease	Increase	Decrease
<b>December 31, 2019</b>				
Discount rate (1% movement)	(285)	333	(246)	303
Future salary growth (1% movement)	294	(242)	256	(213)

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.

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

**22. Financial assets and financial liabilities**

At December 31, 2020, the Group's management has assessed which business models applied to the financial assets and liabilities held by the group and has classified the financial assets and liabilities as below.

	In Thousand Baht			
	Consolidated financial statements			
	Carrying value			Fair value
	Fair value through profit or loss	Amortized cost	Total	
<b>Financial assets</b>				
Cash and cash equivalents	-	4,154	4,154	4,154
Trade and other receivables - net	-	27,874	27,874	27,874
Other non - current financial assets	280	1,070	1,350	1,350
<b>Total financial assets</b>	<b>280</b>	<b>33,098</b>	<b>33,378</b>	<b>33,378</b>
<b>Financial liabilities</b>				
Bank overdrafts and short - term borrowings				
from financial institutions	-	63,681	63,681	63,681
Trade and other accounts payable	-	84,264	84,264	84,264
Short - term loans from personal and related parties				
related parties	-	15,000	15,000	15,000
Provision for liabilities	-	983	983	983
Long - term loans	-	17,324	17,324	17,324
Lease liabilities	-	73,214	73,214	73,214
Non - current provisions for employee benefit				
benefit	-	2,600	2,600	2,600
<b>Total Financial liabilities</b>	<b>-</b>	<b>257,066</b>	<b>257,066</b>	<b>257,066</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

	In Thousand Baht			
	Separate financial statements			
	Carrying value			Fair value
	Fair value through profit or loss	Amortized cost	Total	
<b>Financial assets</b>				
Cash and cash equivalents	-	798	798	798
Trade and other receivables - net	-	17,304	17,304	17,304
Short - term loans to related parties	-	75,000	75,000	75,000
Other non - current financial assets	280	1,070	1,350	1,350
<b>Total financial assets</b>	<b>280</b>	<b>94,172</b>	<b>94,452</b>	<b>94,452</b>
<b>Financial liabilities</b>				
Bank overdraft and short - term borrowings				
from financial institutions	-	58,812	58,812	58,812
Trade and other accounts payable	-	14,146	14,146	14,146
Provision for liabilities	-	983	983	983
Long - term loans	-	12,190	12,190	12,190
Non - current provisions for employee benefit	-	2,137	2,137	2,137
<b>Total financial liabilities</b>	<b>-</b>	<b>88,268</b>	<b>88,268</b>	<b>88,268</b>

Eureka Design Public Company Limited and its Subsidiaries

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For the year ended December 31, 2020

23. Share capital and premium (discount) on common

	Amount of share	As at December 31, 2020		As at December 31, 2019	
		In Thousand shares	In Thousand Baht	In Thousand shares	In Thousand Baht
<i>Authorized share capital consist of</i>					
Ordinary shares	0.25	654,500	163,625	654,500	163,625
Capital increase	0.25	550,801	137,700	-	-
Capital decrease	0.25	(18,960)	(4,740)	-	-
		<u>1,186,341</u>	<u>296,585</u>	<u>654,500</u>	<u>163,625</u>
<i>Issued and paid - up share capital</i>					
Ordinary shares	0.25	635,540	158,885	635,540	158,885
Capital increase	0.25	254,216	63,554	-	-
		<u>889,756</u>	<u>222,439</u>	<u>635,540</u>	<u>158,885</u>
<i>Issued and paid - up share capital</i>					
<i>Consist of</i>					
Ordinary shares	0.25	889,756	222,439	635,540	158,885
		<u>889,756</u>	<u>222,439</u>	<u>635,540</u>	<u>158,885</u>
<i>Premium on shares</i>					
As at January 1, 2020	0.65	321,740	209,891	321,740	209,891
Ordinary shares	0.55	254,216	139,819	-	-
Decrease for expense of					
Issued ordinary shares		-	(2,590)	-	-
Decrease for cleared					
Accumulated loss		-	(182,286)	-	-
<b>Total Premium (Discount)</b>					
<b>on common - net</b>		<u>575,956</u>	<u>164,834</u>	<u>321,740</u>	<u>209,891</u>

## Eureka Design Public Company Limited and its Subsidiaries

### Notes to the financial statements

For the year ended December 31, 2020

The Annual General Meeting of Shareholders on April 30, 2020, was unanimously resolved as of the following:

1. Approval of the reduction in share capital from the existing registered capital of 163,625,000 million baht to 158,884,960.75 baht, by cancelling shares that have been registered but not yet sold of 18,960,157 shares at the par value of 0.25 baht per share and Approval of the amendment of the Memorandum of Association in accordance with the reduction of registered capital.
2. Approval to increase the registered capital by 137,700,299.25 baht, from 158,884,960.75 baht to 296,585,260.00 baht by issuing new ordinary shares of 550,801,197 shares at the par value of 0.25 baht per share and Approval of the amendment of the Memorandum of Association in accordance with the increase of registered capital.
3. Approval for the allotment of newly issued ordinary shares by the Right Offering (RO) of no more than 254,215,937 shares at par value of 0.25 baht per share. The offering price of 0.80 baht to the holders of shares allocated to existing shareholders, at the ratio of 5 existing shares to 2 new shares. If there are still shares remaining from the allocation to shareholders according to rights and allocation more than rights the left-over shares would be canceled as a whole.
4. Approval to clear the accumulated loss by using the reserve fund from share premium, to offset the accumulated loss of the Company.

#### 24. Legal reserve

Section 116 of the Public Companies Act B.E. 2535 requires that a public company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward, to a reserve account ("legal reserve"), until this account reaches an amount not less than 10% of the registered authorised capital. The legal reserve is not available for dividend distribution.

#### 25. Warrant

On April 30, 2020, the Extraordinary General Meeting of the Company's shareholders approved the issuance of warrants to purchase of ordinary shares, issued in a named certificate and transferable (UREKA-W2) by allocating to existing shareholders in proportion to their shares before the capital increase at proportion of 3 ordinary shares to 1 warrant. Total number of warrants to be allotted not exceeding 296,585,260 warrants and the exercise price is of Baht 0.00 per share. The exercise right is 1 warrant per 1 ordinary share. The warrant has the period of three years from the date of issuance and offering.

**26. Segment information**

From October 1, 2019 the Group has presentation and disclosure of segment information as five reportable segments. Previously, the Group segment information just presented only three reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different products and services, and are managed separately because they require different technology and marketing strategies. For each of the strategic divisions, the chief operating decision maker (CODM) reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group's reportable segments.

Group's reportable segments.

- Segment 1 Design manufacture and installation of semi - automatic machine
- Segment 2 Design manufacture and installation of automatic machine\*
- Segment 3 Installation and maintenance of machine
- Segment 4 Manufacture of pesticides and agrochemical products
- Segment 5 Others

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group's CODM. Segment profit before tax is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

- \* In 2020, the company has no revenue from that segment due to on July 22, 2019, the Board of Directors meeting approved to sell the ordinary shares in Eureka Automation Co., Ltd. and Eureka Design International Co., Ltd., and the Company has sold all of its interests on April 24, 2019. As a result, both companies are no longer company's subsidiaries. The work in that above segment is the main segment of the former 2 subsidiaries.



Eureka Design Public Company Limited and its Subsidiaries

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For the year ended December 31, 2020

Information about reportable segments

In Thousand Baht														
Consolidated financial statements														
For the year ended December 31	Design and manufacture of semi - automatic machine		Design and manufacture of automatic machine		Installation and maintenance of machine		Manufacture of pesticides and agrochemical products		Others		Eliminated		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Revenues	31	202,035	-	19,160	2,948	17,762	17,336	15,374	6,864	22,422	-	(42,949)	27,179	233,804
<b>Primary geographical markets</b>														
Thailand	31	188,958	-	19,160	-	17,193	17,336	15,374	6,864	21,329	-	(42,949)	24,231	219,065
India	-	13,077	-	-	-	569	-	-	-	1,093	-	-	-	14,739
Germany	-	-	-	-	2,948	-	-	-	-	-	-	-	2,948	-
<b>Total</b>	<b>31</b>	<b>202,035</b>	<b>-</b>	<b>19,160</b>	<b>2,948</b>	<b>17,762</b>	<b>17,336</b>	<b>15,374</b>	<b>6,864</b>	<b>22,422</b>	<b>-</b>	<b>(42,949)</b>	<b>27,179</b>	<b>233,804</b>
<b>Timing of revenue recognition</b>														
At a point in time	-	903	-	-	2,948	17,762	-	-	6,864	13,812	-	(5,921)	9,812	26,556
Over time	31	201,132	-	19,160	-	-	17,336	15,374	-	8,610	-	(37,028)	17,367	207,248
<b>Total revenue</b>	<b>31</b>	<b>202,035</b>	<b>-</b>	<b>19,160</b>	<b>2,948</b>	<b>17,762</b>	<b>17,336</b>	<b>15,374</b>	<b>6,864</b>	<b>22,422</b>	<b>-</b>	<b>(42,949)</b>	<b>27,179</b>	<b>233,804</b>

Eureka Design Public Company Limited and its Subsidiaries

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For the year ended December 31, 2020

		In Thousand Baht											
		Consolidated financial statements											
For the year ended December 31		Design and manufacture of semi - automatic machine		Design and manufacture of automatic machine		Installation and maintenance of machine		Manufacture of agrochemical products pesticides and		Eliminated		Total	
		2020	2019	2020	2019	2020	2019	2020	2019	2020	2019		
	Segment income (loss) before income tax	(484)	9,637	-	(6,335)	(45,859)	(442)	(34,386)	(17,467)	33,472	10,926	(21,261)	(2,396)
	Gain on bargain purchase	-	-	-	-	-	-	-	-	26,874	-	-	26,874
	Gain on disposal of investment	-	-	-	-	-	-	-	-	9,459	-	-	9,459
	Other income	92	6,684	-	633	8,698	571	22	508	758	(5,420)	(3,285)	5,869
	Expenses	(476)	(176,516)	-	(23,989)	(45,112)	(16,347)	(45,318)	(31,632)	(23,980)	16,072	19,413	(253,051)
	Interest expense	(23)	(7,287)	-	(691)	(2,209)	(623)	(1,149)	(555)	(827)	839	2,368	(7,615)
	Depreciation and amortisation	(140)	(15,279)	-	(1,449)	(13,218)	(1,305)	(5,278)	(1,163)	(1,733)	(566)	3,247	(17,682)
	Share of loss of joint ventures	-	-	-	-	-	-	-	-	(53)	-	-	(53)

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

		In Thousand Baht											
		Separate financial statements											
		Design and manufacture of semi - automatic machine		Design and manufacture of automatic machine		Installation and maintenance of machine		Manufacture of pesticides and agrochemical products		Others		Total	
		2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
<b>For the year ended December 31</b>													
<b>Information about report segment</b>													
Revenue from sale of goods and services		31	43,763	-	4,467	2,948	14,889	-	-	6,864	18,713	9,843	81,832
<b>Primary geographical markets</b>													
Thailand		31	43,763	-	4,467	2,948	14,889	-	-	6,864	18,713	9,843	81,832
<b>Timing of Revenue recognition</b>													
At a point in time		-	903	-	-	2,948	14,889	-	-	6,864	17,213	9,812	33,005
Over time		31	42,860	-	4,467	-	-	-	-	-	1,500	31	48,827
<b>Total revenue</b>		<b>31</b>	<b>43,763</b>	<b>-</b>	<b>4,467</b>	<b>2,948</b>	<b>14,889</b>	<b>-</b>	<b>-</b>	<b>6,864</b>	<b>18,713</b>	<b>9,843</b>	<b>81,832</b>

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

In Thousand Baht

Separate financial statements

	Design and manufacture of semi - automatic machine		Design and manufacture of automatic machine		Installation and maintenance of machine		Manufacture of agrochemical products		Others		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
<i>For the year ended</i>												
<i>December 31</i>												
Income (loss) before income tax	(239)	(31,871)	-	(4,545)	(22,598)	(1,832)	-	-	(52,610)	697	(75,447)	(37,551)
Other income	45	10,792	-	1,102	4,286	-	-	-	9,695	4,264	14,026	16,158
Expenses	(235)	(75,719)	-	(9,021)	(22,230)	(13,078)	-	-	(51,471)	(17,702)	(73,936)	(115,520)
Interest expense	(12)	(2,568)	-	(262)	(1,088)	(874)	-	-	(2,534)	(1,098)	(3,634)	(4,802)
Depreciation and amortisation	(69)	(8,139)	-	(831)	(6,513)	(2,769)	-	-	(15,164)	(3,480)	(21,746)	(15,219)

In Thousand Baht

Consolidated financial statements

	Design and manufacture of semi - automatic machine		Design and manufacture of automatic machine		Installation and maintenance of machine		Manufacture of agrochemical products		Others		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	December 2020	December 2019	December 2020	December 2019
Segment assets	2,647	513,774	-	48,724	250,754	66,102	39,095	58,289	(246,890)	(366,044)	582,982	337,736
Segment liabilities	587	229,927	-	21,805	55,591	15,651	17,496	26,086	(81,428)	(205,445)	262,191	109,514

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

		In Thousand Baht									
		Separate financial statements									
		Design and manufacture of semi - automatic machine		Design and manufacture of automatic machine		Installation and maintenance of machine		Others		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	December 31, 2020	December 31, 2019
Segment assets		1,305	153,076	-	15,625	123,564	52,079	287,675	67,746	412,544	288,526
Segment liabilities		289	47,296	-	4,828	27,394	16,091	63,777	22,515	91,460	90,730

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

Reconciliation of reportable segment revenues, profit or loss, assets and liabilities and other material items

	In Thousand Baht	
	2020	2019
<b>Revenues</b>		
Total revenue from reportable segments	27,179	233,804
Other revenue	9,037	42,202
<b>Consolidated revenue</b>	<b>36,216</b>	<b>276,006</b>
<b>Profit or loss</b>		
Total loss for reportable segments	(108,662)	(2,396)
<b>Consolidated loss before income tax</b>	<b>(108,662)</b>	<b>(2,396)</b>
<b>Assets</b>		
Total assets for reportable segments	582,982	337,736
<b>Consolidated total assets</b>	<b>582,982</b>	<b>337,736</b>
<b>Liabilities</b>		
Total liabilities for reportable segments	262,191	109,515
<b>Consolidated total liabilities</b>	<b>262,191</b>	<b>109,515</b>
<b>Reportable segment totals</b>		
	In Thousand Baht	
	2020	2019
<b>Other material items</b>		
Interest income	48	176
Interest expense	6,863	7,615
Capital expenditure	261,787	10,086
Depreciation and amortisation	27,617	17,682
	<b>296,315</b>	<b>35,559</b>

## Eureka Design Public Company Limited and its Subsidiaries

### Notes to the financial statements

For the year ended December 31, 2020

#### Geographical segments

Segments 1 and 2 are managed, operated manufacturing facilities and sales offices in Thailand, India and other countries. Segments 3, 4 and 5 are managed, operated manufacturing facilities and sales offices in Thailand.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

	In Thousand Baht			
	Revenues		Non-current assets	
	2020	2019	2020	2019
Thailand	33,268	261,214	582,001	217,024
India	-	14,773	-	-
Germany	2,948	-	-	-
Other countries	-	19	-	-
<b>Total</b>	<b>36,216</b>	<b>276,006</b>	<b>582,001</b>	<b>217,024</b>

#### Major customer

The Group's customer base comprises the large number of parties. There are no material revenues derived from one customer of the Group's total revenues.

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

27. Earnings (loss) per share

Basic earnings (loss) per share

The calculations of basic earnings (loss) per share for the year ended December 31, 2020 and 2019 were based on the profit (loss) for the year attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the year as follows:

	In Thousand Baht / Thousand share			
	Consolidated		Separate	
	financial statements		financial statements	
<i>For the year ended December 31</i>	2020	2019	2020	2019
(Loss) attributable to ordinary shareholders of the Company (basic)	(106,086)	(17,198)	(77,495)	(56,040)
Number of ordinary shares at January 1	635,540	635,540	635,540	635,540
Effect of shares issued	146,556	-	146,556	-
Number of ordinary shares outstanding	782,096	635,540	782,096	635,540
(Loss) per share (basic) ( <i>in Baht</i> )	(0.136)	(0.027)	(0.099)	(0.088)

28. Distribution costs

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
Advertising and sales support	811	12,321	-	447
Transportation expenses	7	4,296	7	1,447
Sales commission expenses	151	1,385	151	869
Travelling expenses	273	701	266	20
Others	99	223	70	17
<b>Total</b>	<b>1,341</b>	<b>18,926</b>	<b>494</b>	<b>2,800</b>



Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

29. Administrative expenses

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
Employee benefit expenses	32,825	50,121	26,841	22,254
Depreciation and amortisation	16,701	14,565	12,894	14,819
Consulting and professional fee	2,163	4,458	2,024	3,651
Utilities expense	3,325	3,343	3,164	3,151
Service fee	3,694	2,378	3,173	1,544
Miscellaneous expenses	3,727	2,296	2,016	811
Travelling expenses	477	1,980	378	528
Rental expense	553	1,525	-	-
Information systems service fee	12	1,366	9	957
Bad and doubtful debts expenses	15,688	(461)	15,688	152
Impairment loss on investments in subsidiaries	-	-	13,456	7,091
Others	33,649	7,761	10,284	4,660
<b>Total</b>	<b>112,814</b>	<b>89,332</b>	<b>89,927</b>	<b>59,618</b>

30. Employee benefit expenses

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
Salaries and wages	32,861	62,171	13,423	17,107
Employee welfare	2,798	8,853	2,708	3,160
Defined benefit plans	920	7,630	651	2,686
Sales commission expense	151	898	151	643
Termination benefits	1,210	33	249	33
Others	2,944	20,232	2,092	2,191
<b>Total</b>	<b>40,884</b>	<b>99,817</b>	<b>19,274</b>	<b>25,820</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

**Defined contribution plans**

The defined contribution plans comprise provident funds established by the Group for its employees. Membership to the funds is on a voluntary basis. Contributions are made monthly by the employees at rates ranging from 3% to 7% of their basic salaries and by the Group at rates ranging from 3% to 7% of the employees' basic salaries. The provident funds are registered with the Ministry of Finance as juristic entities and are managed by licensed Fund Managers.

**31. Expenses by nature**

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
Changes in inventories of				
finished goods and				
work in progress	11,717	(10,162)	(4,702)	(8,531)
Hire of work	2,013	29,413	2,013	48,545
Raw materials and				
consumables used	7,413	99,956	5,404	6,701
Employee benefit expenses	40,884	99,817	19,274	25,820
Depreciation	17,197	15,637	8,890	10,402
Amortisation	4,550	5,401	4,005	4,817
Impairment loss on investments				
in subsidiaries	-	-	13,456	7,091
Others	54,241	30,671	47,342	35,893
<b>Total cost of sales of goods,</b>				
<b>    distribution costs and</b>				
<b>    administrative expenses</b>	<b>138,015</b>	<b>270,733</b>	<b>95,682</b>	<b>130,738</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

32. Income tax expense

Income tax recognised in profit or loss

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
<b>Current tax expense</b>				
Current year	-	2,493	-	-
<b>Deferred tax</b>				
Movements in temporary differences	2,051	13,601	(2,048)	18,488
Business combination	-	1,191	-	-
<b>Total deferred tax</b>	<b>2,051</b>	<b>14,792</b>	<b>(2,048)</b>	<b>18,488</b>
<b>Total income tax</b>	<b>2,051</b>	<b>17,285</b>	<b>(2,048)</b>	<b>18,488</b>

Income tax recognised in other comprehensive income

	In Thousand Baht					
	Consolidated					
	2563			2562		
	Before tax	Tax Expense	Net of tax	Before tax	Tax Expense	Net of tax
Foreign currency translation differences for foreign operations	-	-	-	-	-	-
Defined benefit plan actuarial gains	-	-	-	3,653	(731)	2,922
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,653</b>	<b>(731)</b>	<b>2,922</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

	In Thousand Baht					
	Separate financial statements					
	2020			2019		
	Before tax	Tax expense	Net of tax	Before tax	Tax expense	Net of tax
Defined benefit plan						
actuarial gains	-	-	-	4,045	(809)	3,236
<b>Total</b>	-	-	-	<b>4,045</b>	<b>(809)</b>	<b>3,236</b>

Reconciliation of effective tax rate

	In Thousand Baht			
	Consolidated financial statements			
		2020		2019
	Rate (%)		Rate (%)	
(Loss) before income tax expense		(108,662)		(2,396)
Income tax using the Thai corporation tax rate	20.0	(21,732)	20.0	(479)
Revenues that are granted income tax exemption		61		-
Expenses not treated as expenses under the Revenue Code		2,803		165
Difference and the reversal of temporary differences		296		(735)
Previous years expenses for which no deferred tax assets were recognised		9,240		32
Currents year losses for which no deferred tax assets were recognised		9,332		14,998
Other		-		(11,488)
<b>Total</b>		-		<b>2,493</b>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

	In Thousand Baht			
	Separate financial statements			
	2020		2019	
	Rate (%)		Rate (%)	
(Loss) before income tax expense		(75,447)		(37,551)
Income tax using the Thai corporation tax rate	20.0	(15,089)	20.0	(7,510)
Revenues that are granted income tax exemption		(51)		-
Expenses not treated as expenses under the Revenue Code		1,349		112
Tax effect of income and expenses that are not taxable income or not deductible in determining taxable profit		243		(7,435)
Previous years expenses for which no deferred tax assets were recognised		9,245		-
Previous years losses for which no deferred tax assets were recognised		4,303		14,833
<b>Total</b>		<u>-</u>		<u>-</u>

Deferred tax assets and liabilities as at December 31, 2020 and 2019 were as follows:

	In Thousand Baht			
	Consolidated financial statements			
	Assets		Liabilities	
	2020	2019	2020	2019
Total	-	2,659	3,664	4,272
Set off of tax	-	(2,659)	-	(2,659)
<b>Net deferred tax assets (liabilities)</b>	<u>-</u>	<u>-</u>	<u>3,664</u>	<u>1,613</u>

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

	In Thousand Baht			
	Separate financial statements			
	Assets		Liabilities	
	2020	2019	2020	2019
Total	-	2,292	3,192	3,436
Set off of tax	-	(2,292)	-	(2,292)
<b>Net deferred tax assets (liabilities)</b>	<b>-</b>	<b>-</b>	<b>3,192</b>	<b>1,144</b>

Movements in total deferred tax assets and liabilities during the year were as follows:

	In Thousand Baht			
	Consolidated financial statements			
	At January 1, 2020	(Charged) / credited to:		At December 31, 2020
		Profit or loss	Other comprehensive income	
<b>Deferred tax assets</b>				
Property, plant and equipment (depreciation gap)	18	(18)	-	-
Trade accounts receivable (expected credit loss)	72	(72)	-	-
Inventories (allowance for decline in value)	301	(301)	-	-
Provisions for employee benefits	330	(330)	-	-
Expected costs provision	1,582	(1,582)	-	-
Expected losses provisions	21	(21)	-	-
Loss carry forward	335	(335)	-	-
<b>Total</b>	<b>2,659</b>	<b>(2,659)</b>	<b>-</b>	<b>-</b>
<b>Deferred tax liabilities</b>				
Property, plant and equipment (revaluation)	(2,498)	411	-	(2,087)
Finance lease agreements	(1,774)	197	-	(1,577)
<b>Total</b>	<b>(4,272)</b>	<b>608</b>	<b>-</b>	<b>(3,664)</b>
<b>Net</b>		<b>(2,051)</b>	<b>-</b>	

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

	In Thousand Baht			At December 31, 2020
	Separate financial statements			
	(Charged) / credited to:			
	At January 1, 2020	Profit or loss	Other comprehensive income	
<b>Deferred tax assets</b>				
Property, plant and equipment (depreciation gap)	18	(18)	-	-
Trade accounts receivable (expected credit loss)	72	(72)	-	-
Inventories (allowance for decline in value)	301	(301)	-	-
Employee benefit obligations	298	(298)	-	-
Expected costs provisions	1,582	(1,582)	-	-
Estimated loss provisions	21	(21)	-	-
<b>Total</b>	<b>2,292</b>	<b>(2,292)</b>	<b>-</b>	<b>-</b>
<b>Deferred tax liabilities</b>				
Property, plant and equipment (revaluation)	(1,662)	-	-	(1,662)
Finance lease agreements	(1,774)	244	-	(1,530)
<b>Total</b>	<b>(3,436)</b>	<b>244</b>	<b>-</b>	<b>(3,192)</b>
<b>Net</b>		<b>(2,048)</b>	<b>-</b>	

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

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Deferred tax assets have not been recognised in respect of the following items:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2020	2019	2020	2019
Property, plant and equipment				
(depreciation gap)	13	-	13	-
Trade accounts receivable				
(expected credit loss)	3,209	-	3,209	-
Inventories				
(allowance for decline in value)	2,183	-	2,183	-
Investment in subsidiaries				
(allowance for impairment)	-	-	2,691	-
Employee benefit obligations	758	-	427	-
Guarantee provisions	135	-	135	-
Expected costs provisions	375	-	375	-
Estimated loss provisions	197	-	197	-
Loss carry forward	25,881	18,863	25,881	18,863
<b>Total</b>	<b>32,751</b>	<b>18,863</b>	<b>35,111</b>	<b>18,863</b>

The tax losses will expire in 2022 for non-promoted businesses and in 2030 for promoted businesses. The deductible temporary differences do not expire under current tax legislation. The Group has not recognised these items as deferred tax assets because it is not probable that the Group will have sufficient future taxable profit to utilise the benefits therefrom.



**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

**33. Promotional privileges**

By virtue of the provisions of the Industrial Investment Promotion Act of B.E. 2520, the Group has been granted privileges by the Board of Investment relating to the manufacture of machine, equipment and part (the Promotional privileges expired when disposal investment on 25 July 2019) and the manufacture of biochemical product from fungi by biotechnology. The privileges granted include:

- (a) exemption from payment of import duty on machinery approved by the Board of Investment.
- (b) exemption from payment of income tax for net profit derived from promote businesses for a period of eight years from the date on which the income is first derived from such operations.

As promoted companies, the Group must comply with certain terms and conditions prescribed in the promotional certificates.

Summary of revenues from promoted and non-promoted businesses were as follows:

	In Thousand Baht					
	Consolidated financial statements					
	2020			2019		
	Promoted businesses	Non- promoted businesses	Total	Promoted businesses *	Non- promoted businesses	Total
Export revenue from services	-	2,937	2,937	39,588	39,059	78,647
Local revenue from Services	-	24,242	24,242	93,627	61,530	155,157
<b>Total revenues</b>	<b>-</b>	<b>27,179</b>	<b>27,179</b>	<b>133,215</b>	<b>100,589</b>	<b>233,804</b>

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

	In Thousand Baht					
	Separate financial statements					
	2020			2019		
	Promoted businesses	Non- promoted businesses	Total	Promoted businesses	Non- promoted businesses	Total
Export revenue from services	-	2,937	2,937	-	23,787	23,787
Local revenue from services	-	6,906	6,906	-	58,045	58,045
<b>Total revenues</b>	<b>-</b>	<b>9,843</b>	<b>9,843</b>	<b>-</b>	<b>81,832</b>	<b>81,832</b>

\* Export and local revenues from services of promoted business included revenues from Eureka Automation Co.,Ltd for the period from January 1, 2019 to July 25, 2019 (disposal investment date).

**34. Financial instruments**

**Financial risk management policies**

The Group is exposed to normal business risks from changes in market interest rates and currency exchange rates and from non-performance of contractual obligations by counterparties. The Group does not hold or issue derivatives for speculative or trading purposes.

Risk management is integral to the whole business of the Group. The Group has a system of controls in place to create an acceptable balance between the cost of risks occurring and the cost of managing the risks. The management continually monitors the Group's risk management process to ensure that an appropriate balance between risk and control is achieved.

**Capital management**

The Board of Directors' policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board monitors the return on capital, which the Group defines as result for operating activities divided by total shareholders' equity, excluding non-controlling interests and also monitors the level of dividends to ordinary shareholders.

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

**Interest rate risk**

Interest rate risk is the risk that future movements in market interest rates will affect the results of the Group's operations and its cash flows because loan interest rates are mainly fixed. The Group is primarily exposed to interest rate risk from its borrowings. However, management consider that the interest rate risk is not material, hence, the Group did not enter into hedging agreements to prevent such risk.

The effective interest rates of debt securities and loans receivable as at December 31 2020 and 2019, and the years in which the loans receivable and debt securities mature or re-price were as follows:

	Effective interest Rate (% per annum)	In Thousand Baht	
		Consolidated	
		financial statements	Separate financial statements
		Within 1 year	Within 1 year
<b>2020</b>			
<b>Current</b>			
Loans receivable from related parties	- 7.4	-	<b>75,000</b>
<b>2019</b>			
<b>Current</b>			
Loans receivable from related parties	- 7.4	-	<b>19,000</b>

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

The effective interest rates of interest-bearing financial liabilities as at December 31, 2020 and 2019 and the periods in which those liabilities mature or re-price were as follows:

	Effective interest rate (% per annum)	In Thousand Baht		
		Consolidated financial statements		
		Within 1 year	After 1 year but within 5 years	Total
<b>2020</b>				
<b>Current</b>				
Loans from financial institutions	4.7 - 5.1	63,997	-	63,997
Loans from related parties	7.4	15,000	-	15,000
<b>Non-current</b>				
Loans from financial institutions	5.1 - 7.3	-	17,009	17,009
<b>Total</b>		<b>78,997</b>	<b>17,009</b>	<b>96,006</b>
<b>2019</b>				
<b>Current</b>				
Loans from financial institutions	5.8 - 7.3	73,002	-	73,002
Loans from related parties	7.4	2,500	-	2,500
<b>Non-current</b>				
Loans from financial institutions	5.8 - 7.3	-	7,437	7,437
<b>Total</b>		<b>75,502</b>	<b>7,437</b>	<b>82,939</b>

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

	Effective interest rate (% per annum)	In Thousand Baht		
		Separate financial statements		
		Within 1 year	After 1 year but within 5 years	Total
<b>2020</b>				
<b>Current</b>				
Loans from financial institutions	4.7 - 5.0	58,851	-	58,851
<b>Non-current</b>				
Loans from financial institutions	4.9 - 5.5	-	12,151	12,151
<b>Total</b>		<b>58,851</b>	<b>12,151</b>	<b>71,002</b>
<b>2019</b>				
<b>Current</b>				
Loans from financial institutions	5.8 - 7.3	65,360	-	65,360
Loans from related parties	7.4	-	-	-
<b>Non-current</b>				
Loans from financial institutions	5.8 - 7.3	-	7,437	7,437
<b>Total</b>		<b>63,360</b>	<b>7,437</b>	<b>72,797</b>

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

**Foreign currency risk**

The Group is exposed to foreign currency risk relating to purchases, sales and services which are denominated in foreign currencies. The Group primarily utilises forward exchange contracts with maturities of less than one year to hedge such financial assets and liabilities denominated in foreign currencies.

At December 31, 2020 and 2019 the Group and the Company were exposed to foreign currency risk in respect of financial assets and liabilities denominated in the following currencies:

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<b><i>United States Dollars</i></b>				
Cash and cash equivalents	1	1	1	1
Trade accounts receivable	317	9,560	317	9,560
<b>Gross financial position exposure</b>	<b>318</b>	<b>9,561</b>	<b>318</b>	<b>9,561</b>
<b><i>Europe Euro</i></b>				
Trade accounts receivable	124	7,231	124	7,231
Other receivables	-	-	-	-
<b>Gross financial position exposure</b>	<b>124</b>	<b>7,231</b>	<b>124</b>	<b>7,231</b>

**Credit risk**

Credit risk is the potential financial loss resulting from the failure of a customer or a counterparty to settle its financial and contractual obligations to the Group as and when they fall due.

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Credit evaluations are performed on all customers requiring credit over a certain amount. At the reporting date there were no significant concentrations of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position. However, due to the large number of parties comprising the Group's customer base, management does not anticipate material losses from its debt collection over allowance for doubtful accounts.

**Liquidity risk**

The Group monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the Group's operations and to mitigate the effects of fluctuations in cash flows.

**Carrying amount and fair values**

Fair values of current financial assets and liabilities approximate to the carrying values as these financial instruments have short-term maturity.

Fair values of non-current financial liabilities approximate to the carrying values as interest rate around to market rate.

Fair values of long-term loans from financial institutions approximate to the carrying values due to interest rate around to market rate.

**35. Disclosure of material information about the contract.**

**Water Purchase Agreement at Phimpha Water Station**

On February 14, 2020, Joint Venture Eureka UU Co.,Ltd. (the Subsidiary) entered into an the Water Purchase agreement to the Provincial Waterworks Authority ("PWA"). Under the terms of the agreement, the subsidiary has to comply with certain conditions as stipulated in agreement. The term of agreement is between the dates of send to tap water until on September 14, 2023. By counting that day as the starting date was the date of the first tap water sale under the agreement or new agreed date of tap water sale or until the amount of Baht 95.90 million for purchasing tap water from the seller is used-up, whichever occurs first. The subsidiary agrees to sell the raw water to the Provincial Waterworks Authority ("PWA") in minimum volume is not less than 4,800 cubic meters per day and not more than 6,240 cubic meters per day.

The subsidiary has to start delivering tap water to the purchaser on the day following the due date of 180 days from the date of signing the purchase agreement and it is due on August 13, 2020.

On July 1, 2020, the subsidiary has filed a document requesting an extension of the construction period. Due to the epidemic situation of COVID virus infection. The subsidiary has submitted a letter requesting an extension of the construction period for 95 days to the period for the construction to be completed by November 15, 2020, and to begin delivering the water on November 16, 2020. On November 4, 2020 the subsidiary company received The letter of approval from PWA for the mentioned of period extension.

## Eureka Design Public Company Limited and its Subsidiaries

### Notes to the financial statements

#### For the year ended December 31, 2020

On November 16, 2020 The subsidiary company cannot generate water supply to PWA as extension approval date. The subsidiary submitted the letter for waiving or decrease the penalty of delay and extend his construction period. Later on November 27, 2020 PWA sent the letter for asking more information to support the approval process. At present, PWA has not issue any document for waive or call the penalty.

However, However, The managment of subsidiary company gave an opinion that there are reasonable for PWA to exempt the penalties and extend the period of power supply for the project.

#### **Water Purchase Agreement at Nong Kakha Distribution Water Station**

On June 25, 2020, Join Venture Eureka UU Co.,Ltd. (the Subsidiary) entered into an the Water Purchase agreement to the Provincial Waterworks Authority ("PWA"). Under the terms of the agreement, the subsidiary has to comply with certain conditions as stipulated in agreement. The term of agreement is valid for a period of 10 years. By counting that day as the starting date was the date of the first tap water sale under the agreement or new agreed date of tap water sale or until the amount of Baht 521.22 million for purchasing tap water from the seller is used-up, whichever occurs first. The subsidiary agrees to sell the raw water to the Provincial Waterworks Authority ("PWA") in minimum volume is not less than 14,400 - 16,800 cubic meters per day and not more than 18,720 - 21,840 cubic meters per day.

The subsidiary has to start delivering tap water to the purchaser on the day following the due date of 90 days from the date of signing the purchase agreement and it is due on September 24, 2020.

On September 16, 2020, the subsidiary has filed a document requesting an extension. Due to being affected by the situation of the spread of COVID virus infection, postponement for delivery of equipment from abroad and received a letter from the local authorities notifying the suspension of the construction of the pipeline. The committee reviewed the project to review and approve the extension of the water delivery contract to November 16, 2020, The subsidiary company received letter from PWA dated December 30, 2020 to sing the memorandum of period extension.

However, On December 16, 2020 the subsidiary submitted the letter for 2<sup>nd</sup> request of delay water supply. Then, PWA requested move information by letter dated December 16, 2020. According to the Covid - 19 situation and water supply areas are in the highest control area, the subsidiary resending The latter dated January 25, 2021 to PWA for period expansion to end of March, 2021. But still wait for PWA's approval.

However, However, The managment of subsidiary company gave an opinion that there are reasonable for PWA to exempt the penalties and extend the period of power supply for the project.



## Eureka Design Public Company Limited and its Subsidiaries

### Notes to the financial statements

#### For the year ended December 31, 2020

At the beginning of February, The subsidiary company tested for the water supply generated from Nong Kakha Station. The sample of raw water and turbidity testing complied to the standard quality based on PWA's requirement. Therefore, the subsidiary company expect that he can operate for water supply production as PWA specify in contract.

#### Water Purchase Agreement at Phan Thong Distribution Water Station

On June 25, 2020, Join Venture Eureka UU Co.,Ltd. (the Subsidiary) entered into an the Water Purchase agreement to the Provincial Waterworks Authority ("PWA"). Under the terms of the agreement, the subsidiary has to comply with certain conditions as stipulated in agreement. The term of agreement is valid for a period of 10 years. By counting that day as the starting date was the date of the first tap water sale under the agreement or new agreed date of tap water sale or until the amount of Baht 520.34 million for purchasing tap water from the seller is used-up, whichever occurs first. The subsidiary agrees to sell the raw water to the Provincial Waterworks Authority ("PWA") in minimum volume is not less than 12,000 - 14,400 cubic meters per day and not more than 15,600 - 18,720 cubic meters per day.

The subsidiary has to start delivering tap water to the purchaser on the day following the due date of 90 days from the date of signing the purchase agreement and it is due on September 24, 2020.

On September 16, 2020, the subsidiary has filed a document requesting an extension. Due to being affected by the situation of the spread of COVID virus infection, postponement for delivery of equipment from abroad and received a letter from the local authorities notifying the suspension of the construction of the pipeline. The committee reviewed the project to review and approve the extension of the water delivery contract to November 16, 2020, The subsidiary company received letter from PWA dated December 30, 2020 to sing the memorandum of period extension.

However, On December 16, 2020 the subsidiary submitted the letter for 2<sup>nd</sup> request of delay water supply. Then, PWA requested move information by letter dated December 16, 2020. According to the Covid - 19 situation and water supply areas are in the highest control area, the subsidiary resending The latter dated January 25, 2021 to PWA for period expansion to end of March, 2021. But still wait for PWA's approval.

However, The managment of subsidiary company gave an opinion that there are reasonable for PWA to exempt the penalties and extend the period of power supply for the project.

At the beginning of February, The subsidiary company tested for the water supply generated from Phan thong Station. The sample of raw water and turbidity testing complied to the standard quality based on PWA's requirement. Therefore, the subsidiary company expect that he can operate for water supply production as PWA specify in contract.

Eureka Design Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

36. Lease and service agreement commitments

36.1. Commitments with non-related parties

	In Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	December 31, 2020	December 31, 2019	December 31, 2020	December 31, 2019
<b>Non-cancellable operating lease commitments</b>				
Within one year	800	1,732	800	672
After one year but within five years	30	478	30	478
<b>Total</b>	<b>830</b>	<b>2,210</b>	<b>830</b>	<b>1,150</b>

36.2. Letters of guarantee

As at December 31, 2020 the Company Group's has commitments in respect of letters of guarantee issued by financial institutions as collateral for its performance totaling Baht 8.26 million, letters of guarantee the performance according to the contract with government agency Baht 6.19 million (December 31, 2019, the Company has no commitments in respect of letters of guarantee issued by financial institutions as guarantee for its performance).

36.3. Capital commitments

As at December 31, 2020, The Subsidiary has commitments form construction agreements Baht 52.00 million

37. Contingent liabilities

The Company was subjected to a litigation claim by the customer. The claim for compensation relating to manufacturing of machine amounted to Baht 4.3 million. Presently, the litigation the Civil Court dismissed the charge.

38. Reclassifications

The Company Group's certain amounts in the financial statements for the year ended December 31, 2019 have been reclassified to conform to the current period's classification.

**Eureka Design Public Company Limited and its Subsidiaries**

**Notes to the financial statements**

**For the year ended December 31, 2020**

**39. Capital Management**

The objective of financial management of the Company and subsidiaries is to maintain the continuity of operation capability and appropriate capital structure.

As at December 31, 2020, debt to equity ratio in the separate financial statements is 0.28:1

**40. Subsequent Event**

On February 22, 2021, the subsidiary company entered into loan agreement with non related party amount to Baht 33.60 million, at interest rate 7.50% per annum. which guaranteed by machineries of Phan Thong Distribution Water Station and Nong Kakha Distribution Water Station.

**41. Financial Statement Approval**

These financial statements have been approved for issue by the Company's board of directors on February 26, 2021.