

Eureka Design Public Company Limited

The Financial Statements

For the year ended December 31, 2023



บริษัท สำนักงาน เอ เอ็ม ซี จำกัด
SAM NAK-NGAN A.M.C. Co., Ltd.



AUDITOR'S REPORT

To the Shareholders and the Board of Directors of Eureka Design Public Company Limited

Opinion

I have audited the accompanying consolidated and separate financial statements of Eureka Design Public Company Limited and its subsidiary companies ("The Group") and also Eureka Design Public Company Limited only ("The Company"), respectively, which comprise the consolidated and separate statements of financial positions as at December 31, 2023, and the related consolidated and separate statements of comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the consolidated and separate financial statements and a summary of significant accounting policies.

In my opinion, the consolidated and separate financial statements referred to above present fairly, in all material respects, the consolidated and separate financial position of Eureka Design Public Company Limited and its subsidiary companies and also Eureka Design Public Company Limited only, respectively, as at December 31, 2023, and of their consolidated and separate financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the 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 including Independence Standards issued by the Federation of Accounting Profession (Code of Ethics for Professional Accountants) that are relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. 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.

1. Revenue recognition

Revenue from contracts with customer are the Group's significant accounts because the amounts of revenue recorded would directly affect the Group's profit or loss. There are therefore risks with respect to the amount and timing of revenue recognition. For this reason, I have paid particular attention to the Group's revenue recognition in order to ensure that the revenues from sale and services are recorded correctly and in accordance with the relevant financial reporting standards accounting policies and detail of revenues are disclosed in Notes 5.15 and 32 to the financial statements, respectively.

How my audit addressed the key audit matter

I have examined the Group's revenue recognition by assessing and testing the Group's internal controls with respect to revenue cycle by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls. On a sampling basis, I also examined supporting documents for revenue transactions occurring during the year and in the periods immediately before and after the year, performed analytical on revenues by comparison with historical data to identify possible irregularities in revenue transactions throughout the period, particularly for accounting entries made through journal vouchers and evaluating the adequacy of the financial statements' disclosures in accordance with Thai Financial Reporting Standards.

2. Goodwill

I have focused my audit on the consideration of the impairment of goodwill, as discussed in notes to financial statements No. 13, because the assessment of impairment of goodwill is a significant accounting estimate requiring management to exercise a high degree of judgement in identifying the cash generating units, estimating the cash inflows that are expected to be generated from that group of assets in the future, and setting an appropriate discount rate and long-term growth rate. There are thus risks with respect to the amount of goodwill. I therefore gave significant attention to the amount of goodwill of the Group.

How my audit addressed the key audit matter

I assessed the identification of cash generating units and the financial models selected by management by gaining an understanding of management's decision-making process and assessing whether the decisions made were consistent with how assets are utilised. In addition, I tested the significant assumptions applied by management in preparing estimates of the cash flows expected to be realised from the assets, by comparing those assumptions with information from both internal and external sources and comparing past cash flow projections to actual operating results in order to evaluate the exercise of management judgement in estimating the cash flow projections. I also evaluated the discount rate applied by management through analysis of the moving average finance costs of the Company and of the industry, tested the calculation of the realisable values of the assets using the selected financial model.

B.

Other matters

The accompanying consolidated and separate statements of financial positions as at December 31, 2022 of Eureka Design Public Company Limited and its subsidiary companies and also Eureka Design Public Company Limited which presented for comparative information purposes, were audited by another auditor in the same audit firm, who expressed an unqualified opinion on those financial statement in her report date February 28, 2023.

Other information

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

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

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

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

Responsibilities of management and those charged with governance for the financial statements

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

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's 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 financial statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with Thai Standards on Auditing, 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.
- 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 material 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.

B.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

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

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

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

The engagement partner on the audit resulting in this independent auditor's report is

SAM NAK-NGAN A.M.C. Co., Ltd.



(Mr. Burin Prasongsamrit)

Certified Public Accountant Registration No. 12879

Bangkok

February 28, 2024

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2023

(Unit : Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
			(Reclassified)		(Reclassified)
Assets					
Current assets					
Cash and cash equivalents	7	46,601,254	75,934,325	1,386,267	17,990,719
Trade and other receivables	6.1 and 8	114,816,065	54,263,219	25,210,194	8,592,853
Current contractual assets	9	-	-	-	-
Short-term loans to related parties	6.1	-	-	416,265,970	399,365,970
Short-term loans to other parties	10	-	14,836,348	-	14,836,348
Inventories	11	4,983,063	5,205,803	-	-
Revenue Department receivable		37,072,832	28,033,650	9,920,971	5,541,793
Other current assets		6,275,406	5,897,289	3,369,125	3,308,270
Total current assets		209,748,620	184,170,634	456,152,527	449,635,953
Non-current assets					
Other non-current financial assets	12	809,836	1,055,853	809,836	1,055,853
Investments in subsidiaries	13	-	-	706,819,900	709,559,800
Investment property	14	40,688,629	-	40,688,629	-
Non-operating assets	15	4,894,957	19,305,751	4,894,957	19,305,751
Property, plant and equipment	16	1,211,411,763	1,191,044,054	190,373,733	175,471,789
Right of use assets	6.1 and 17	11,758,890	2,496,874	1,962,717	2,496,874
Intangible assets	18	139,691	282,586	136,594	278,189
Goodwill	13	271,597,312	271,597,312	-	-
Deferred tax assets	19	10,020,689	8,788,472	-	-
Withholding tax		2,381,746	2,352,074	2,381,746	2,352,074
Other non-current assets		13,113,567	10,754,242	9,216,071	8,089,529
Total non-current assets		1,566,817,080	1,507,677,218	957,284,183	918,609,859
Total assets		1,776,565,700	1,691,847,852	1,413,436,710	1,368,245,812

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2023

(Unit : Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	20	57,375,047	-	57,375,047	-
Trade and other payables	21	35,820,715	76,914,752	22,871,052	81,688,943
Short-term loans from related person	6.1	2,600,000	-	-	-
Current portion of long-term liabilities					
Long-term loans from financial institutions	22	29,519,494	35,076,180	4,094,085	3,916,372
Lease liabilities	6.1 and 23	2,397,859	496,734	569,154	496,734
Accrued income tax		-	135,671	-	-
Other current liabilities		1,007,276	1,100,038	673,486	1,044,631
Total current liabilities		128,720,391	113,723,375	85,582,824	87,146,680
Non-current liabilities					
Long-term loans from financial institutions	22	188,631,335	216,018,443	1,997,766	6,016,777
Lease liabilities	6.1 and 23	8,917,022	1,973,527	1,454,128	1,973,527
Convertible debentures	24	-	16,447,390	-	16,447,390
Convertible options	24	-	2,560,829	-	2,560,829
Deferred tax liabilities	19	9,283,753	7,074,995	3,055,131	2,805,607
Employee benefit obligations	25	988,285	4,296,730	348,287	3,518,892
Other non-current liabilities		1,002,830	1,424,061	330,000	751,230
Total non-current liabilities		208,823,225	249,795,975	7,185,312	34,074,252
Total liabilities		337,543,616	363,519,350	92,768,136	121,220,932
Shareholders' equity					
Share capital	26				
Authorized share capital					
2,137,786,087 ordinary shares @ Baht 0.25		534,446,522	534,446,522	534,446,522	534,446,522
Issued and paid-up share capital					
1,818,856,954 ordinary shares @ Baht 0.25		454,714,238	-	454,714,238	-
1,765,538,805 ordinary shares @ Baht 0.25		-	441,384,701	-	441,384,701
Premiums on ordinary shares	26	903,758,850	866,904,178	903,758,850	866,904,178
Legal reserve	28	4,660,000	4,660,000	4,660,000	4,660,000
Retained earnings (deficit)		72,403,688	8,546,415	(49,110,909)	(72,570,394)
Other components of shareholders' equity		4,749,459	4,749,819	6,646,395	6,646,395
Total shareholders' equity of company		1,440,286,235	1,326,245,113	1,320,668,574	1,247,024,880
Non-controlling interests		(1,264,151)	2,083,389	-	-
Total shareholders' equity		1,439,022,084	1,328,328,502	1,320,668,574	1,247,024,880
Total liabilities and shareholder's equity		1,776,565,700	1,691,847,852	1,413,436,710	1,368,245,812

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2023

(Unit : Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
			(Reclassified)		
Revenue from sale and services		318,076,485	256,219,483	-	15,397,232
Cost of sales and services		(181,440,681)	(119,983,792)	-	(9,842,551)
Gross profit		136,635,804	136,235,691	-	5,554,681
Dividend income from subsidiary	6.2 and 13	-	-	54,469,916	-
Other income		5,358,203	42,275,630	24,161,336	25,776,085
Selling and distribution expenses		(3,224,455)	(8,202,568)	-	(342,387)
Administrative expenses		(40,971,831)	(57,689,006)	(28,168,686)	(42,727,096)
Increase expected credit loss		(17,691,254)	(2,105,626)	(20,789,403)	(1,683,476)
Loss from impairment on investments in subsidiary		-	-	(2,750,000)	-
Loss from impairment on investments in associates		-	(41,958)	-	(41,958)
Profit (loss) from operating activities		80,106,467	110,472,163	26,923,163	(13,464,151)
Finance costs		(22,416,485)	(38,049,758)	(6,608,863)	(26,469,303)
Profit (loss) before income tax		57,689,982	72,422,405	20,314,300	(39,933,454)
Income tax revenues (expenses)	30	(976,541)	(1,542,806)	(249,524)	239,530
Profit (loss) for the year		56,713,441	70,879,599	20,064,776	(39,693,924)
Other comprehensive income					
Item that will not be reclassified to profit or loss	25				
Actuarial gain arising from defined benefit plan		3,806,032	-	3,394,709	-
Other comprehensive income for the year-net of tax		3,806,032	-	3,394,709	-
Total comprehensive income for the year		60,519,473	70,879,599	23,459,485	(39,693,924)
Profit (loss) attributable to:					
Shareholders of the Company		60,060,999	72,463,342	20,064,776	(39,693,924)
Non-controlling interests		(3,347,558)	(1,583,743)	-	-
Profit (loss) for the year		56,713,441	70,879,599	20,064,776	(39,693,924)
Total comprehensive income attributable to:					
Shareholders of the Company		63,857,273	72,463,342	23,459,485	(39,693,924)
Non-controlling interests		(3,337,800)	(1,583,743)	-	-
Total comprehensive income for the year		60,519,473	70,879,599	23,459,485	(39,693,924)
Basic earnings (loss) per share (Baht/share)	31	0.033	0.053	0.011	(0.029)
Diluted earning (loss) per share (Baht/share)	31	0.033	0.049	0.011	(0.029)

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2023

Consolidated financial statements

	Note	Other components of equity										Total equity attributable to owners of the parent	Non-controlling interests	Total equity
		Differences					Change in ownership interests in subsidiary							
		Issued and paid-up share capital	Premiums on ordinary shares	Advance received for ordinary shares	Legal reserve	Retained earnings (Deficit)	Common control transactions	Revaluation of asset	Interests in subsidiary	Total other components of equity	Total equity attributable to owners of the parent			
Balance as at January 1, 2022		335,350,395	436,068,247	42,352,537	4,660,000	(63,782,096)	(1,387,210)	6,646,395	(509,366)	4,749,819	759,398,902	3,532,401	762,931,303	
Increase ordinary shares	26	106,034,306	430,835,931	(61,870,237)	-	-	-	-	-	-	475,000,000	-	475,000,000	
Advance received for ordinary shares		-	-	19,517,700	-	-	-	-	-	-	19,517,700	-	19,517,700	
Change in ownership interests in subsidiary		-	-	-	-	(134,691)	-	-	-	-	(134,691)	134,591	(100)	
Profit (loss) for the year		-	-	-	-	72,463,342	-	-	-	-	72,463,342	(1,583,743)	70,879,599	
Other comprehensive income for the year		-	-	-	-	(140)	-	-	-	-	(140)	140	-	
Total comprehensive income for the year		-	-	-	-	72,463,202	-	-	-	-	72,463,202	(1,583,603)	70,879,599	
Balance as at December 31, 2022		441,384,701	866,904,178	-	4,660,000	8,546,415	(1,387,210)	6,646,395	(509,366)	4,749,819	1,326,245,113	2,083,389	1,328,328,502	
Increase ordinary shares	26	13,329,537	36,854,672	-	-	-	-	-	-	-	50,184,209	-	50,184,209	
Change in ownership interests in subsidiary		-	-	-	-	-	-	-	(360)	(360)	(360)	(9,740)	(10,100)	
Profit (loss) for the year		-	-	-	-	60,060,999	-	-	-	-	60,060,999	(3,347,558)	56,713,441	
Other comprehensive income for the year		-	-	-	-	3,796,274	-	-	-	-	3,796,274	9,758	3,806,032	
Total comprehensive income for the year		-	-	-	-	63,857,273	-	-	-	-	63,857,273	(3,337,800)	60,519,473	
Balance as at December 31, 2023		454,714,238	903,758,850	-	4,660,000	72,403,688	(1,387,210)	6,646,395	(509,726)	4,749,459	1,440,286,235	(1,264,151)	1,439,022,084	

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2023

Separate financial statements

	Note	Issued and paid-up share capital	Premiums on ordinary shares	Advance received for ordinary shares	Legal reserve	Retained earnings (Deficit)	Other components of equity			Total equity
							Revaluation of asset	Revaluation of equity	Total other components of equity	
Balance as at January 1, 2022		335,350,395	436,068,247	42,352,537	4,660,000	(32,876,470)	6,646,395	6,646,395		792,201,104
Increase ordinary shares	26	106,034,306	430,835,931	(61,870,237)	-	-	-	-	-	475,000,000
Advance received for ordinary shares		-	-	19,517,700	-	-	-	-	-	19,517,700
Loss for the year		-	-	-	-	(39,693,924)	-	-	-	(39,693,924)
Total comprehensive income for the year		-	-	-	-	(39,693,924)	-	-	-	(39,693,924)
Balance as at December 31, 2022		441,384,701	866,904,178	-	4,660,000	(72,570,394)	6,646,395	6,646,395		1,247,024,880
Increase ordinary shares	26	13,329,537	36,854,672	-	-	-	-	-	-	50,184,209
Profit for the year		-	-	-	-	20,064,776	-	-	-	20,064,776
Other comprehensive income for the year		-	-	-	-	3,394,709	-	-	-	3,394,709
Total comprehensive income for the year		-	-	-	-	23,459,485	-	-	-	23,459,485
Balance as at December 31, 2023		454,714,238	903,758,850	-	4,660,000	(49,110,909)	6,646,395	6,646,395		1,320,668,574

(Unit : Baht)

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2023

(Unit : Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flow from operating activities				
Profit (loss) for the year	56,713,441	70,879,599	20,064,776	(39,693,924)
Adjustments to reconcile profit (loss) for the year for cash received (paid) from operations				
Depreciation	18,306,051	16,369,814	6,272,832	6,157,188
Depreciation of right of use assets	1,555,953	1,977,712	534,157	223,663
Amortization of intangible assets	142,895	194,037	141,595	192,151
Expected credit losses-trade and other receivables	1,286,842	1,754,647	4,653,055	1,683,476
Expected credit losses-short-term loans to related party	-	-	1,300,000	-
Expected credit losses-short-term loans to other party	14,836,348	-	14,836,348	-
Expected credit losses-other current assets	1,568,064	350,979	-	-
Loss on declining value of inventories (reversal)	-	(2,151,923)	-	(2,151,923)
Unrealized (gain) loss on exchange rate	3,406,282	1,525,802	-	(247,845)
Gain from adjusting of fair value of non-marketable equity securities	(529,836)	-	(529,836)	-
Impairment loss on investment in associates	-	41,958	-	41,958
Impairment loss on investment in subsidiary	-	-	2,750,000	-
(Gain) Loss from disposed/written-off assets of non-operating asset	6,741	-	(11,459)	-
Gain from disposed/written-off assets of property, plant and equipment	(57,183)	(6,174,991)	-	(1,002,801)
Gain from decrease in terminating lease contract	-	(3,747,543)	-	-
Gain from receive transfer investments in subsidiaries of non-controlling interest	(10,100)	-	(10,100)	-
Employee benefits expenses	497,587	1,368,142	224,104	704,153
Dividend income from subsidiary	-	-	(54,469,916)	-
Interest income	(981,827)	(1,122,676)	(20,128,180)	(10,141,786)
Interest expenses	19,550,748	14,243,284	4,016,756	2,662,829
Interest expenses of lease liabilities	373,956	48,255	100,326	48,255
Direct expenses in issuing convertible debentures	2,491,781	23,758,219	2,491,781	23,758,219
Income tax (revenues) expenses	976,541	1,542,806	249,524	(239,530)
(Profit) Loss from operation before changes in operating assets and liabilities	120,134,284	120,858,121	(17,514,237)	(18,005,917)

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2023

(Unit : Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Change in operating assets and liabilities				
Trade and other receivables	(64,486,950)	15,551,126	(1,168,653)	10,355,118
Inventories	222,740	10,459,986	-	7,578,528
Revenue Department receivable	(9,039,182)	(9,776,716)	(4,379,178)	(5,111,122)
Other current assets	377,436	10,630	(60,855)	(2,938,593)
Other non-current assets	(3,970,506)	13,472,113	(1,126,542)	12,952,647
Trade and other payables	(53,664,514)	(35,407,935)	(71,503,619)	13,572,781
Contractual liabilities	-	(736,775)	-	(736,775)
Other current liabilities	(92,762)	(2,514,112)	(371,145)	(190,813)
Other non-current liabilities	(421,231)	-	(421,230)	-
Cash received (paid) from operation	(10,940,685)	111,916,438	(96,545,459)	17,475,854
Cash paid for income tax	(1,477,779)	(3,589,061)	(29,672)	(985,625)
Net cash received from (used in) operating activities	(12,418,464)	108,327,377	(96,575,131)	16,490,229
Cash flow from investing activities				
(Increase) decrease in other non-current financial assets	775,853	(1,520)	775,853	(1,520)
Cash received from short-term loans to related parties	-	-	1,800,000	101,349,030
Cash paid for short-term loans to related parties	-	-	(20,000,000)	(379,800,000)
Cash paid for investment in subsidiaries	-	-	-	(205,000,100)
Cash received from dividend income from subsidiary	-	-	54,469,916	-
Cash received from disposed of non-operating assets	18,200	-	18,200	-
Cash received from disposed of property, plant and equipment	950,000	7,254,757	-	2,005,607
Cash paid for purchase of property, plant and equipment	(53,298,876)	(762,394,702)	(36,277,437)	(50,405,652)
Cash paid for purchase of right of use assets	-	(49,756)	-	(49,756)
Cash paid for purchase of intangible assets	-	(78,000)	-	(78,000)
Cash received from cancellation of investment in associates	-	4,958,042	-	4,958,042
Cash received from interest income	222,807	111,835	26,437	4,835,051
Net cash received from (used in) investing activities	(51,332,016)	(750,199,344)	812,969	(522,187,298)

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2023

(Unit : Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flow from financing activities				
Increase (decrease) in overdraft and short-term loans from financial institutions	57,375,047	(98,621,074)	57,375,047	(48,621,074)
Cash received from short-term loans from related person	5,200,000	-	-	-
Cash paid for short-term loans from related person	(2,600,000)	(6,500,000)	-	(5,500,000)
Cash received from short-term loans from other person	-	100,000,000	-	100,000,000
Cash paid for short-term loans from other person	-	(113,120,000)	-	(100,000,000)
Cash received from long-term loans from financial institutions	-	250,000,000	-	-
Cash paid for long-term loans from financial institutions	(32,943,794)	(20,130,402)	(3,841,298)	(2,218,030)
Cash paid for liabilities under lease agreement	(1,747,305)	(248,775)	(547,305)	(248,775)
Cash received from convertible bonds	30,000,000	495,000,000	30,000,000	495,000,000
Cash paid for issuing convertible bonds expenses	(1,500,000)	(24,750,000)	(1,500,000)	(24,750,000)
Advance received for ordinary shares	-	19,517,700	-	19,517,700
Cash received from exercise warrants	184,209	-	184,209	-
Cash paid for interest expenses	(19,550,748)	(14,820,086)	(2,512,943)	(2,733,103)
Decrease in cash from the loss of control in subsidiaries	-	(100)	-	-
Net cash received from in financing activities	34,417,409	586,327,263	79,157,710	430,446,718
Cash and cash equivalent items decrease-net	(29,333,071)	(55,544,704)	(16,604,452)	(75,250,351)
Cash and cash equivalent items at the beginning of the year	75,934,325	131,479,029	17,990,719	93,241,070
Cash and cash equivalent items at the end of the year	46,601,254	75,934,325	1,386,267	17,990,719
Additional disclosure :				
Items not affecting cash flow are as follows :-				
- Purchases of assets which had not yet been paid	12,570,477	42,029,723	11,181,915	51,802,591
- Transfer of investment property to property, plant and equipment	-	38,181,441	-	38,181,441
- Transfer of non-operating assets to property, plant and equipment	133,343	3,602	133,343	3,602
- Transfer of non-operating to investment property	11,201,254	-	11,201,254	-
- Transfer of property, plant and equipment to investment property	29,784,927	-	29,784,927	1,541,719
- Transfer of property, plant and equipment to non-operating asset	-	18,283,322	-	17,475
- Property, plant and equipment decreased due to the reduction of construction costs	-	38,489,056	-	-
- Acquisition of rights of assets under lease agreements	10,217,969	2,670,781	-	2,670,781
- Transfer of non-current assets to Right of use assets	600,000	-	-	-
- Investment in subsidiary which had not yet been paid	-	9,900	-	9,900
- Creditors decreased due to cancellation of investment in associates	-	4,799,000	-	4,799,000
- Exercise of convertible bonds to ordinary shares	50,000,000	-	50,000,000	-

Notes to the financial statements are an integral part of these statements.

EUREKA DESIGN PUBLIC COMPANY LIMITED AND SUBSIDIARIES COMPANIES**NOTES TO FINANCIAL STATEMENTS****FOR THE YEARS ENDED DECEMBER 31, 2023**

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

The Company main business activity is engaged in the distributor electronic component and Closed-circuit television (CCTV).

Its subsidiary companies which operate business according in the note to financial statements No. 4.1.

2. Basis of financial statements preparation

2.1 The financial statements are issued for reporting purposes to be used in Thailand are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

2.2 The consolidated and the separate financial statements were prepared in accordance with the generally accepted accounting principles under the Accounting Act B.E. 2543, which include the already announced accounting standards, financial reporting standards and their interpretation including accounting guidance issued by the Federation of Accounting Professionals (“TFAC”) established under the Accounting Professions Act B.E. 2547 and regulations in accordance with the determination of the Office of the Securities and Exchange Commission on the subject of preparation and presentation of the financial reports.

The presentation of financial statements is in accordance with the determination stated in the Notification of the Department of Business Development dated December 26, 2019, issued under the Accounting Act, B.E. 2543

These financial statements were prepared by using historical cost basis except those disclosed otherwise in the accounting policies.

2.3 Preparation of the financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and underlying assumptions are resulted from experience and other factors that the management has reasonably assurance under such circumstance. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which estimates are revised and in any future periods affected the significant estimates and assumptions are as follows:-

Right-of-use assets and lease liabilities

In estimating the right-of-use assets and lease liabilities, the management needs to make judgement and estimated of the purchase option or renewal option exercised including review estimate useful lives and residual values of underlying asset if any change occurs.

In addition, the management is required to review right-of-use assets for impairment on a periodical basis and record impairment losses in period when it is determined that their recoverable amount is lower then the carrying amount. This requires judgments regarding forecast of future revenues and expanses relating to the assets subject to the review.

Lease

Lease-where the Group is the lessor, in determining whether a lease is to be classified as an operating lease or finance lease, the management is required to use judgement regarding significant risk and rewards of ownership of the leased assets have been transferred, taking into consideration terms and conditions of the arrangements.

Expected credit loss

In determining the expected credit loss, the management needs to use judgment in estimating the expected loss and forecasts for the future about economic factors affecting credit risk of financial assets.

Allowance for decline in value of inventories

In determining an allowance for decline in value of inventories, the management uses the discretion in estimating the net realizable value of inventories. The sum of money expected to receive from inventories is considered from the change in sale price or cost directly related to the events occurring after of report period.

Allowances for decline in value of dilapidated inventories and non-movement inventories

Allowances for decline in value of dilapidated inventories and non-movement inventories are estimated from inventories which are subject to dilapidation and non-movement.

Investment property, property, plant and equipment and depreciation

In determining depreciation of investment property, property, plant and equipment, the management is required to make estimates of the useful lives and residual values of the investment property, property, plant and equipment and to review estimate useful lives and residual values if any change occurs.

In addition, the management is required to review investment property, property, plant and equipment for impairment on a periodical basis and record impairment losses in the period when it is determined that their recoverable amount is lower than the carrying amount. This requires judgments regarding forecast of future revenues and expenses relating to the assets subject to the review.

Deferred tax assets

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

Estimating costs of rectification in the period of guarantee work

Management applies judgement in estimating the costs of rectification in the period of guarantee work which they expect to be realised on each construction project, based on estimates of anticipated costs, with reference to past experience.

Estimate on employee benefit obligations

The obligation under the post-employment benefit is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate and staff turnover rate.

Goodwill

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

Litigation

The Group has contingent liabilities as a result of the litigation. The management has used judgment to assess of the results of the litigation and estimated contingent damage.

Other estimates are disclosed under related caption in these notes to financial statements.

3. The Reclassified

Some items in the consolidated and separate statements of financial positions as at December 31, 2022 and the related consolidated of comprehensive income for year ended December 31, 2022, have been reclassified in line with the presentation of the consolidated there was no impact to profit and loss for the period and the shareholders' equity as reported which can be summarise as following:

(Unit : Thousand Baht)

	Consolidated financial statements		
	Before reclassified	Reclassified increase (decrease)	After reclassified
Statements of financial position as at December 31, 2022			
Withholding tax	-	2,352	2,352
Other non-current assets	13,106	(2,352)	10,754
Statements of comprehensive income for the year ended December 31, 2022			
Revenue from sale and services	257,219	(1,000)	256,219
Other incomes	41,276	1,000	42,276

(Unit : Thousand Baht)

	Separate financial statements		
	Before reclassified	Reclassified increase (decrease)	After reclassified
Statements of financial position as at December 31, 2022			
Investment property	1,381	(1,381)	-
Property, plant and equipment	174,091	1,381	175,472
Withholding tax	-	2,352	2,352
Other non-current assets	10,441	(2,352)	8,089

4. Basis of the consolidated financial statements preparation

4.1 The consolidated financial statements have been prepared by consolidating the financial statements of the Company and of three subsidiary companies ("the Group") The detail of structure and shareholding ratio of the Group is as follows:-

Company's name	Percentage of shareholding		Incorporation	Type of business
	2023	2022		
Modern Synergy Co.,Ltd.	99.79	99.79	Thailand	Manufacture and sell water and raw water
Eureka Energy Co.,Ltd.	55.00	55.00	Thailand	Manufacture energy
A.P.W. International Co.,Ltd.	100.00	100.00	Thailand	Manufacture and sell plastic

- 4.2 Subsidiaries are entities controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.
- 4.3 The consolidated financial statements have been prepared using the same accounting policy for the same accounting items and other events in the similar situation.
- 4.4 The accounting periods of subsidiary companies ended the same date as that of EUREKA DESIGN PUBLIC COMPANY LIMITED.
- 4.5 The consolidated financial statements combine the accounts of the Company and subsidiary companies after eliminating inter-company transaction items. The balances between the Company and subsidiary companies, significant intra-group transactions, investments in subsidiary companies and share capital of subsidiary companies have already been eliminated from the consolidated financial statements.

5. Summary of significant accounting policies

5.1 Cash and cash equivalent

Cash and cash equivalent items includes cash, savings account deposits, current account deposits and not exceeding three months fixed deposits and all highly liquid investments with an original maturity of three months or less from the date of acquisition and not subject to withdrawal restrictions.

5.2 Trade and other receivables

Trade and other receivables are stated at the net realisable value and recognized initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognised at its present value of the consideration. However, the consideration of the impairment of trade and other receivables has shown in Note 5.3.

5.3 Financial instruments

Classification and measurement of financial assets

The Group initially measures financial assets at its fair value plus, in the case of financial assets that are not measured at fair value through profit or loss, transaction costs.

Financial assets - debt securities are classified, at initial recognition, as to be subsequently measured at amortised cost, fair value through other comprehensive income (FOVCI) or fair value through profit or loss (FVTPL). The classification of financial assets at initial recognition is driven by the Group's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets - equity investments, , the Group has an irrevocable election at the time of initial recognition to account for the equity investment at fair value through profit or loss (FVTPL) or at fair value through other comprehensive income (FVOCI) except those that are held for trading, they are measured at FVTPL.

Financial assets at amortised cost

Financial assets at amortised cost are subsequently measured at amortised cost using the effective interest rate (“EIR”) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired

Financial assets designated at FVOCI

Debt investments measured at FVOCI are subsequently measured at fair value. Interest income, calculated using the effective interest method and expected credit loss are recognised in profit or loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.

Equity investments measured at FVOCI are subsequently measured at fair value. Dividend income is recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are never reclassified to profit or loss.

Financial assets at FVTPL

Financial assets measured at FVTPL are subsequently measured at fair value with net changes in fair value recognised in profit or loss.

Dividends on investments are recognised as other income in profit or loss.

Classification and measurement of financial liabilities

Except for derivative liabilities, at initial recognition the Group’s financial liabilities are recognised at fair value net of transaction costs and classified as liabilities to be subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. In determining amortised cost, the Group takes into account any fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance costs in profit or loss.

Derecognition of financial instruments

A financial asset is primarily derecognised when the rights to receive cash flows from the asset have expired or have been transferred and either the Group has transferred substantially all the risks and rewards of the asset, or the Group has transferred control of the asset.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in profit or loss.

Impairment of financial assets

The Group recognises an allowance for expected credit losses (“ECLs”) for all debt instruments not held at FVTPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate.

For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure (a lifetime ECL).

For trade and other receivables, the Group applies a simplified approach in calculating an allowance for expected credit losses (“ECLs”). Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. It is based on its historical credit loss experience and adjusted for forward-looking factors specific to the debtors and the economic environment.

A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

5.4 Inventories

Inventory are stated at cost or net realizable value, whichever is the lower. Cost is determined by the first-in, first-out method.

Cost comprises of 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 manufactured inventories and work in progress, cost includes an appropriate share of overheads based on normal operating capacity.

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

5.5 Investments

Investments in subsidiaries

According to the separate financial statements, investments in subsidiaries are recorded at cost method deducted by allowance for impairment loss.

Investments in associates

According to the separate financial statements, investments in associates are recorded at cost method deducted by allowance for impairment loss and according to the consolidated financial statements are recorded at equity method.

5.6 Investment property

Investment properties is defined as land or a building or part of a building, or both, held to earn rental or for capital appreciation or both, rather than for use in the production or supply of goods and services, for administrative purposes, or for making sales in the ordinary course of business.

Investment properties of the Group are measured initially at cost. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and allowance for loss on impairment (if any).

The depreciation of the investment property is calculated by reference to their costs on the straight-line basis over the estimated useful life as follows: -

Building and improvement	5 - 20 years
Vehicles	5 years

The depreciation of the investment property is included in the calculation for the operating result. No depreciation is calculated for investment property in case of land and construction in progress.

The Group recognizes the difference between the assets' net realizable value and book value in the profit or loss for the period the investment property are derecognized from the account.

Transfers investment property to property and plant is stated at carrying amount of the investment property transferred at the date of the change in use and measured in accordance with accounting policy of property and plant.

5.7 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and allowance for impairment losses (if any).

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 labor, any other costs directly attributable to bring 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 capitalized borrowing costs.

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.

Subsequent costs, the cost of replacing a part of an item of property, plant and equipment is recognized 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 derecognized. The costs of the day-to-day servicing of property, plant and equipment are recognized in profit or loss as incurred.

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 :-

Building and improvements	10 - 20 years
Machinery and equipment	5 - 10 years
Office equipment	3 - 10 years
Vehicles	5 years

No depreciation is provided on land and assets under installation and construction in progress.

Gains or 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 recognized net within other income or other expense in profit or loss.

Transferred from owner-occupied property to investment property is stated at carrying amount of the property transferred at the date of the change in use.

5.8 Intangible assets

Intangible assets are shown at cost less by accumulated amortized expense and allowance for impairment (if any) of that asset. Amortization is calculated over the cost of the asset less its residual value. Amortization is recognized in profit or loss on a straight-line basis over the estimated useful lives of intangible assets 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 are as follows: -

Software	2 - 5 years
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5.9 Leases

At inception of a contract, the Group assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Group is the lessee

The Group applies a single accounting method for the recognition and measurement of all lease contracts. Except for short-term leases and leases where the underlying asset is of low value at the commencement date of the lease. Right-of-use assets representing the right to use the underlying asset and lease liabilities are recorded as lease payments.

Right-of-use assets

Right-of-use assets are measured at cost less accumulated depreciation. Accumulated impairment loss and adjusted with a new measurement of the lease liability. The cost of a right-of-use asset comprises the amount of the lease liability on initial recognition. Initial direct costs incurred The amount paid under the lease agreement on or before the effective date of the lease and deducted by the lease incentive received.

Depreciation of right-of-use assets are calculated by reference to their costs on a straight-line basis over the lease period, as follows:-

Land	10 years
Building	5 years
Vehicles	5 years

If ownership of an underlying asset is transferred to the Group at the end of the lease term or its cost includes the exercise of a purchase option. Depreciation is calculated based on the estimated useful life of the asset.

Lease liabilities

Lease liabilities are measured at the present value of the lease payments made over the lease term. The lease payments consist of fixed rent less lease incentives, variable rent based on index or rate, the amount expected to be paid under the residual value guarantee including the exercise price of the option, which is reasonably certain that the Group will exercise the option and payment of fines for the termination of the lease if the terms of a lease demonstrate that the Group exercises its right to terminate the lease. The Group recognizes variable rents that are not independent of an index or rate as an expense in the period in which the event or condition relating to the payment occurs.

The Group discounts the present value of the lease payments at the interest rate implied by the lease or the Group's incremental borrowing rate. After the effective date of the lease agreement, the book value of the lease liabilities will increase from the interest on the lease liabilities and decrease from the payment of the lease liabilities. In addition, the carrying amount of the lease liabilities is remeasured whenever there is a change in the lease term, changes in lease payments, or changes in the assessment of options to purchase the underlying assets.

Short-term leases and leases of low-value assets

Leases with a lease term of 12 months or less from the effective date of the lease or leases on which the underlying asset is low value, it will be recorded as expenses on a straight-line basis over the lease term.

The Group is the lessor

Operating lease

Leases which do not transfer substantially all the risks and rewards incidental to ownership are classified as operating leases. The Group recognizes the amount received under operating leases as income in profit or loss on a straight-line basis over the lease term. Initial direct costs incurred on an acquisition of an operating lease are included in the carrying amount of the underlying asset and recognized as an expense over the lease term on a basis consistent with the lease income.

Finance lease

Leases that transfer to the lessee all or most of the risks and rewards of ownership of an underlying asset are finance leases. The Group recognizes finance lease receivables by the net investment amount of the lease. It comprises the present value of the lease and its unguaranteed residual value, discounted at the interest rate implied by the lease. Interest income on finance leases is allocated each accounting period to reflect the Group's fixed periodic rate of return on the remaining net investment in the lease.

5.10 Cost of borrowing

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

5.11 Goodwill and business combination

The Group uses the acquisition method to account for business combinations. The Group (the acquirer) measures the acquisition cost as the sum of the consideration transferred, which is measured at its fair value at the acquisition date.

The Group accounted acquisition-related costs as expenses in the period in which the costs are incurred and when the services are received.

Goodwill is initially recorded at cost, which equals to the excess of cost of business combination over the fair value of the net assets acquired. If the fair value of the net assets acquired exceeds the cost of business combination, the excess is immediately recognised as gain in income statement.

Goodwill is carried at cost less any accumulated impairment losses. Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired.

For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of cash-generating units (or group of cash-generating units) that are expected to benefit from the synergies of the combination. The Group estimates the recoverable amount of each cash-generating unit (or group of cash-generating units) to which the goodwill relates. Where the recoverable amount of the cash-generating unit is less than the carrying amount, an impairment loss is recognised in income statement. Impairment losses relating to goodwill cannot be reversed in future periods.

5.12 Impairment - non financial assets

The carrying amounts of assets are assessed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated of asset or its cash-generating unit to which the asset is included in. An impairment loss is recognized when the recoverable amount less than the carrying amount of the asset or its cash generating unit.

Other intangible assets with indefinite useful lives, and intangible assets not yet available for use, are tested for impairment annually, even though there is no indicator of impairment are identified.

The recoverable amount is the asset's fair value less costs to sell and its value in use in assessing the value in use of assets. The Group estimates the future cash flows expected to be generated by the asset and is discounted to their present value using a before tax discount rate that reflects current market assessments of the time value of cash and cash flows. The risks that are characteristic of the asset under consideration to determine fair value less costs to sell. The Group uses the best valuation model that is appropriate for the assets. It reflects the amount that the entity can obtain from the disposal of the asset less the cost of disposal by selling, buyers and sellers are knowledgeable and willing to exchange and can freely negotiate prices as those who are not related to each other.

The Group recognizes impairment losses in profit or loss.

In the assessment of asset impairment (except for goodwill), if there is any indication that previously recognized impairment losses may no longer exist or may have decreased, the Group estimates the assets recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the assets recoverable amount since the last impairment loss was recognized. The increased carrying amount of the asset attributable to a reversal of an impairment loss shall not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in profit or loss.

5.13 Employee benefits

Short-term employee benefits

The Group is recognized salary, wage, bonus, and social security fund are expenses on date when the transactions occur.

Post-employment benefits (Defined benefit plans)

The Group has obligations in respect of the severance payments then must make to employees upon retirement under labor law. The Group treats these severance payment obligations as a defined benefit plan.

The Group calculated its obligations from post employment benefits by using projected unit credit method. The independent expert has actuarially estimated such obligations, where the principle of such estimation requires various assumptions, including future salary increase rate, turnover rate, death rate, and inflation rate.

Actuarial gains or losses arising from post-employment benefits are recognized in other comprehensive income in the period in which they arise.

Past service costs are recognized in profit or loss on the earlier of the date of the plan amendment or curtailment.

5.14 Provision of liabilities

The Group are recognized when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made where the Group expects a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain.

5.15 Recognition of revenues

5.15.1 Revenue from sales are recognized at the point in time when control of the goods are transferred to the customer, generally on delivery of the goods. Revenue from sales are measured at the amount of consideration received or expect to be received for delivered goods after deduction of discounts, excluding value added tax.

5.15.2 Revenue from construction services comprises the initial amount of revenue as agreed in the contract and income from the additional work as agreed in the quotation, which is recognized based on the percentage of completion method. The percentage of completed is determined by surveying the percentage of completed physical construction work compared to all construction work in accordance with the contract by the construction supervisor engineer. In the event that there is a certain possibility that the total cost of the project exceeds the contract revenue value The Group will recognize such loss immediately in profit or loss. The recognized revenues per the percentage of completion method which have not yet been due have been shown under the caption of "Contractual assets" Unrecognized income based on per percentage of completion method but payment under the contract have been show under the caption of "Contractual liabilities" in the statement of financial position. When the progress of completion cannot be estimated reliably, revenue from rendering of project construction service is recognized only to the extent of contract costs incurred that are likely to be recoverable.

5.15.3 Rental income recognized on a straight line basis over the term of the lease.

5.15.4 Interest is recognized on an accrual basis based on the effective interest rate.

5.15.5 Revenue from tax return is recorded to other income when tax return is received.

5.15.6 Dividend are recognized when the right to receive the dividends is established

5.15.7 Other income are recognized on an accrual basis.

5.16 Recognition of expenses

5.16.1 Costs of construction contracts related to satisfying performance obligations under the contracts is recognized in the profit and loss when the cost incurred and when it is probable that total contract costs will exceed total contract revenue, the expected loss is recognized as an expense in profit and loss immediately.

5.16.2 Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions and contingent consideration. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognized in profit or loss using the effective interest method.

5.16.3 Other expenses are recognized on an accrual basis.

5.17 Income tax

Income tax comprises current tax and deferred tax. Income tax expense is recognized in profit or loss except to the extent that related to items recognized in other comprehensive income or recognized directly in equity which will recognize in other comprehensive income or recognized directly in equity as same as that items.

Current income tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred tax is provided on temporary differences between the tax bases on assets and liabilities and their carrying amounts at the end of each reporting period by using the tax rates enacted at the end of the reporting period.

The Group recognizes deferred tax liabilities for all taxable temporary differences while they recognizes deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilized.

At each reporting date, the Group reviews and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

5.18 Basic earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing net profit (loss) (excluding other comprehensive income) with weighted average number of issued and paid-up shares during the year.

Diluted earnings per share are calculated by net income for the years attributable to ordinary shareholders of the Company, by the weighted average number of ordinary shares outstanding during the years after adjusting for the effects of all dilutive potential ordinary shares.

5.19 Foreign currencies

Foreign currency transactions are translated into Baht at the rates ruling on the occurrence dates. Assets and liabilities in foreign currency outstanding on the year-end date are translated into Baht at the rates ruling on that date. Exchange gains or losses are included as incomes or expenses in profit or loss.

5.20 The related persons or related companies

The related persons or related companies with the Group meant individuals or enterprises which have the controlling power over the Group or are controlled by the Group either directly or indirectly, or under the same control with the Group. Furthermore, the related persons or related companies also meant the associated companies and the persons whose holding the shares with voting rights, either directly or indirectly, and have significant influence to the Group, important management, directors or the employees of the Group who have the power to plan and control the operations of the Group including the family members close to the said persons which could persuade or power to persuade to act in compliance with the said persons and business that the said persons have control power or significant influence, either directly or indirectly.

5.21 Segment reporting

The sectoral business operation is disclosed under the separate business sectors of the Group by the business sector that source products or provide services which have different risks and return from the risks and return of the products or services provide by other business sectors.

5.22 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Group apply a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Group measure fair value using valuation technique that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy into three levels based on categorize of input to be used in fair value measurement as follows: -

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities.

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly.

Level 3 - Use of unobservable inputs such as estimates of future cash flows.

At the end of each reporting period, the Company and its subsidiaries determine whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

6. Inter-transaction with related companies

The Company has business transactions with subsidiary and related entities, which have the same group of shareholders or mutual directors. Such transaction which have been concluded on commercial terms and based agreed up on between the company and related parties and are in ordinary course of business which can be summarized as follow: -

6.1 Inter-assets and liabilities

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Trade receivables				
Related party	-	460	-	460
Less Allowance for expected credit loss	-	(460)	-	(460)
Total trade receivable-net	-	-	-	-
Other receivables				
Subsidiaries	-	-	4,470	2,057
Less Allowance for expected credit loss	-	-	(3,313)	-
Total other receivable-net	-	-	1,157	2,057
Accrued interest				
Subsidiaries	-	-	23,639	4,296
Less Allowance for expected credit loss	-	-	(54)	-
Total accrued interest-net	-	-	23,585	4,296
Prepaid expenses				
Related party	2,990	9,000	-	-

The movement of allowance for expected credit losses-trade and other receivable from subsidiaries and related party for the years ended December 31, 2023 and 2022, were as follows: -

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Beginning balance	(460)	-	(460)	-
Increase during the year	-	(460)	(3,367)	(460)
Collect during the year	460	-	460	-
Ending balance	-	(460)	(3,367)	(460)

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Security deposit				
Related party	-	600	-	-
Short-term loans to related parties				
Subsidiary				
Beginning balance	-	-	399,366	120,915
Increase during the year	-	-	20,000	379,800
Decrease during the year	-	-	(1,800)	(101,349)
Ending balance	-	-	417,566	399,366
Less Allowance for expected credit loss	-	-	(1,300)	-
Net	-	-	416,266	399,366

As at December 31, 2023 and 2022, the short-term loans to related parties is in form of promissory notes with maturity within 1-12 months and 6-12 months respectively, interest rates at 4.77%-5.89% per annum for the both years.

The movement of allowance for expected credit losses-short-term loans to related party for the years ended December 31, 2023 and 2022, were as follows: -

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Beginning balance	-	-	-	-
Increase during the year	-	-	(1,300)	-
Ending balance	-	-	(1,300)	-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Right-of-use asset				
Related party	9,796	-	-	-
Other payables				
Subsidiaries	-	-	4,923	20,676
Interest payable				
Related person	5	-	-	-
Short-term loans from related person				
Related person				
Beginning balance	-	6,500	-	5,500
Increase during the year	5,200	-	-	-
Decrease during the year	(2,600)	(6,500)	-	(5,500)
Ending balance	2,600	-	-	-

As at December 31, 2023, the consolidated financial statements, short-term loans from related person for the whole amount are loans from the Company's directors in form of promissory notes with maturity within 6 months and interest rates at 5.89% per annum.

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Lease liability				
Related party	9,292	-	-	-
Less Current portion of lease liability	(1,829)	-	-	-
Net	7,463	-	-	-

6.2 Inter-revenues and expenses

(Unit : Thousand Baht)

	<u>Pricing policy</u>	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>For the year ended December 31,</u>			
		<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Inter-transaction with subsidiaries					
(Eliminated from consolidated financial statements)					
Sales of assets	Agreed upon agreements	-	-	18	-
Rental and service income	Contract price	-	-	2,256	2,256
Dividend income	According to the resolution of the Meeting	-	-	54,470	-
Other income	Agreed upon agreements	-	-	-	6
Interest income	Annual interest rate at 4.77%-7.40%	-	-	19,343	9,060
Purchase assets	Agreed upon agreements	-	-	-	21,000

(Unit : Thousand Baht)

	Pricing policy	Consolidated financial statements		Separate financial statements	
		For the year ended December 31,			
		2023	2022	2023	2022
Inter-transaction with related persons and parties					
Sales of assets	Agreed upon agreements	-	5,100	-	-
Purchase of goods	Agreed upon agreements	105,110	55,328	-	-
Rental	Contract price	1,200	1,800	-	-
Depreciation of right-of-use asset	Contract price	1,022	-	-	-
Interest expenses	Annual interest rate at 5.89%-6.84%	7	13	-	6
Interest expenses from lease liability	Annual interest rate at 6.75%	274	-	-	-

6.3 Directors and management's benefits

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	For the year ended December 31,			
	2023	2022	2023	2022
Short-term benefits	7,280	6,255	5,048	4,329
Post-employment benefits	117	-	59	-
Total	7,397	6,255	5,107	4,329

Director and Management benefit expenses represent the benefits paid to the Company's management and directors such as salaries, related benefit and directors' remuneration including the benefit paid by other means. The Company's management are the persons who are defined under the Securities and Exchange Act.

6.4 Relationship of related companies

Company's name	Relationship
Modern Synergy Co.,Ltd.	Subsidiary company by shareholding and common management
Eureka Energy Co.,Ltd.	Subsidiary company by shareholding and common management
A.P.W. International Co.,Ltd.	Subsidiary company by shareholding and common management
Absolute power world Co.,Ltd.	Related party by person who related with the Company's major shareholders
Related person	The Company's director and shareholder

7. Cash and cash equivalent items

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash	48	20	26	9
Bank deposit	46,553	75,914	1,360	17,982
Total	46,601	75,934	1,386	17,991

8. Trade and other receivables

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Trade receivables-related party	-	460	-	460
Trade receivables-other parties	115,607	48,939	6,702	6,735
Total trade receivables	115,607	49,399	6,702	7,195
<u>Less</u> Allowance for expected credit loss	(6,702)	(7,195)	(6,702)	(7,195)
Total Trade receivables-net	108,905	42,204	-	-
Other receivables-related parties	-	-	4,470	2,057
Other receivables-other parties	89	249	18	18
Accrued interest-related parties	-	-	23,639	4,296
Accrued interest-other parties	1,780	1,021	1,780	1,021
Prepaid expenses-related party	2,990	9,000	-	-
Prepaid expenses	254	618	201	559
Deposit	2,649	47	248	47
Others	-	1,195	-	595
Total other receivables	7,762	12,130	30,356	8,593
<u>Less</u> Allowance for expected credit loss	(1,851)	(71)	(5,146)	-
Total other receivables - net	5,911	12,059	25,210	8,593
Total trade and other receivables	114,816	54,263	25,210	8,593

Aging analyses for trade receivables were as follows :-

8.1 Trade receivable-related party

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Trade receivables				
Within credit term	-	-	-	-
Over due				
- 12 months	-	460	-	460
Total	-	460	-	460
<u>Less</u> Allowance for expected credit loss	-	(460)	-	(460)
Net	-	-	-	-

The normal credit term granted by the Group ranges from 30 day.

8.2 Trade receivable-other parties

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Trade receivables				
Within credit term	67,745	42,204	-	-
Over due				
- Not over 3 months	41,160	-	-	-
- 3 months but not over 6 months	-	-	-	-
- 6 months but not over 12 months	-	-	-	-
- 12 months	6,702	6,735	6,702	6,735
Total	115,607	48,939	6,702	6,735
<u>Less</u> Allowance for expected credit loss	(6,702)	(6,735)	(6,702)	(6,735)
Net	108,905	42,204	-	-

The normal credit term granted by the Group ranges from 30 days to 120 days.

The movement of allowance for expected credit losses-trade and other receivable for the years ended December 31, 2023 and 2022, were as follows: -

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Beginning balance	(7,266)	(5,511)	(7,195)	(5,511)
Increase during the year	(2,290)	(1,824)	(5,656)	(1,753)
Collect during the year	1,003	69	1,003	69
Ending balance	(8,553)	(7,266)	(11,848)	(7,195)

9. Contract assets

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Contractual assets				
Trade receivables unbilled	4,482	4,482	4,482	4,482
<u>Less</u> Allowance for expected credit loss	(4,482)	(4,482)	(4,482)	(4,482)
Net	-	-	-	-

10. Short-term loans to other party

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>
Short-term loans to other party	14,836	14,836
<u>Less</u> Allowance for expected credit loss	(14,836)	-
Ending balance	-	14,836

As at December 31, 2023 and 2022, the whole amount of short-term loans to other party combined all promissory notes, including liability obligations with a former subsidiary and issued the new promissory notes bearing with interest rate based on the average interest rate of prior promissory notes. The borrower shall pay the interest by monthly. This promissory note has matured within 1 year ended December 29, 2022.

Movements of allowance for expected credit loss short-term loans from other persons and parties for the year ended December 31, 2023 and 2022, are as follow

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>
Beginning balance	-	-
Reversal during the year	(14,836)	-
Ending balance	(14,836)	-

11. Inventories

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Finished goods	4,723	4,938	-	-
Raw materials	260	268	-	-
Total	4,983	5,206	-	-

For the year ended December 31, 2023 and 2022, movements of allowance for declining in value of inventories are as follow:-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Allowance for declining in value of inventories beginning balance	-	(2,152)	-	(2,152)
Reversal during the year	-	2,152	-	2,152
Allowance for declining in value of inventories ending balance	-	-	-	-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cost of inventories recognized as an expense and is included in cost of goods sold account				
- Cost of goods sold	181,441	122,136	-	11,995
- Reversal loss on declining value of inventories	-	(2,152)	-	(2,152)
Net	<u>181,441</u>	<u>119,984</u>	<u>-</u>	<u>9,843</u>

12. Other non-current financial assets

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>
Financial asset measured at fair value through Profit or loss		
Investments in Bekutoru (Thailand) Co., Ltd.	280	280
Profit from change of fair value	530	-
Total	<u>810</u>	<u>280</u>
Financial asset measured at amortized cost		
The restricted deposits at financial institutions	-	776
Total other non-current financial assets	<u>810</u>	<u>1,056</u>

Movements of Financial asset measured at fair value through profit or loss for the year ended December 31, 2023 and 2022 are as follow :-

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>
Beginning balance	280	280
The change of fair value during the year	530	-
Ending balance	<u>810</u>	<u>280</u>

Investment in Bekotoru (Thailand) Co., Ltd. is investment in non-marketable equity security. The Company was determined fair value using net asset value of the financial statement which audited by that company's Certified Public Accountant. Therefore, the fair value using unobservable information and classified as level 3 in fair value hierarchy. As of December 31, 2023 the Company assessed the fair value using financial statements data as of May 31, 2022.

As at December 31, 2022 the Company has the restricted deposits at financial institutions used to guarantee the bank to issue letters of guarantee as mentioned in the notes to financial statements No. 36.1.

13. Investments in subsidiary companies

As at December 31, 2023 and 2022, the Company had investments in subsidiaries were as follows :-

Name of company	(Unit : Thousand Baht)							
	Paid-up share capital		Percentage of		Separate financial statements			
	(Unit : Thousand Baht)		investments		Cost method		Dividend	
	2023	2022	2023	2022	2023	2022	2023	2022
Modern Synergy Co.,Ltd.	325,000	325,000	99.79	99.79	324,320	324,310	-	-
Eureka Energy Co.,Ltd.	5,000	5,000	55.00	55.00	2,750	2,750	-	-
A.P.W. International Co.,Ltd.	130,000	130,000	100.00	100.00	382,500	382,500	54,470	-
Total					709,570	709,560	54,470	-
Less Allowance for impairment loss					(2,750)	-		
Net					706,820	709,560		

The movement of investments in a subsidiary company for the year ended December 31, 2023 was as follows: -

	(Unit : Thousand Baht)
	Separate financial statement
Beginning balance	709,560
Invested in Modern Synergy Co., Ltd.	10
Ending balance	709,570

Increased of investments

According to the resolution of the Annual General Meeting of Shareholders No. 4/2022 of the subsidiary " Modern Synergy Co.,Ltd." held on June 24, 2022. Approval of increasing the registered capital of the company in the amount of Baht 140.00 million by issuing new ordinary shares in the amount of not more than 1,400,000 shares par value of 100.00 baht per share. The objective is to use as working capital and support business expansion business development or assets acquisition. The subsidiary has registered the capital increase with the Ministry of Commerce on June 29, 2022 and already received the capital increase payment.

Board of Directors Meeting No. 1/2022 of the Company held on January 26, 2022, has resolved to approve the capital increase in Modern Synergy Co.,Ltd. "subsidiary" the objective is to use as working capital and support business expansion. In the amount of Baht 65 million the subsidiary received the capital increase payment on January 27, 2022 and has registered the capital increase with the Ministry of Commerce on January 31, 2022.

The movement of allowance for impairment loss on investment in subsidiary for the year ended December 31, 2023 was as follows: -

(Unit : Thousand Baht)

	<u>Separate financial statements</u>
Beginning balance	-
Increase during the year	(2,750)
Ending balance	<u>(2,750)</u>

Subsidiary with material non-controlling interests

(Unit : Thousand Baht)

Name	<u>Proportion of ownership</u>		<u>Total comprehensive</u>		<u>Accumulated</u>	
	<u>interests held by the</u>		<u>income allocated to</u>		<u>non-controlling interests</u>	
	<u>non-controlling interests</u>		<u>non-controlling interests</u>		<u>non-controlling interests</u>	
	<u>as at December 31,</u>		<u>for the year ended December 31,</u>		<u>as at December 31,</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Eureka Energy Co.,Ltd.	45.00%	45.00%	(3,278)	(1,644)	(1,863)	1,415

Summarized financial information for Eureka Energy Co.,Ltd. before eliminations is as follow: -

(Unit : Thousand Baht)

	<u>2023</u>	<u>2022</u>
Current assets	1,258	5,863
Non-current assets	-	-
Total assets	<u>1,258</u>	<u>5,863</u>
Current liabilities	(4,725)	(1,996)
Non-current liabilities	(673)	(722)
Total liabilities	<u>(5,398)</u>	<u>(2,718)</u>
Net assets	<u>(4,140)</u>	<u>3,145</u>
Non-controlling interests	<u>(1,863)</u>	<u>1,415</u>

(Unit : Thousand Baht)

For the year ended December 31,

	<u>2023</u>	<u>2022</u>
Revenues	57	30
Loss for the year attributable to the Company's shareholders	(4,018)	(2,010)
Loss for the year attributable to non-controlling interests	(3,288)	(1,644)
Loss for the year	(7,306)	(3,654)
Other comprehensive income for the year	-	-
Total comprehensive income attributable to the Company's shareholders	(4,028)	(2,010)
Total comprehensive income attributable to non-controlling interests	(3,278)	(1,644)
Total comprehensive income for the year	(7,306)	(3,654)

(Unit : Thousand Baht)

For the year ended December 31,

	<u>2023</u>	<u>2022</u>
Net cash used in operating activities	(1,083)	(835)
Net cash received from investing activities	-	930
Net cash received from financing activities	1,000	65
Cash and cash equivalent items increase-net	83	160

During the year 2022, the Group has completely determined the fair value of the net assets acquired at the acquisition date which was done in accordance with the measurement period of a business combination followed to the Thai Financial Reporting Standard No. 3, Business Combinations. The fair value of the net identifiable assets acquired mainly consists of property, plant and equipment. Such fair value measurements affect assets acquired and liabilities assumed at the acquisition date as follows: -

	(Unit : Thousand Baht)
Cash and cash equivalents	47,124
Trade and other receivables	22,023
Inventories	7,519
Property, plant and equipment	99,024
Deferred tax assets	9,247
Other non-current assets	60
Short-term loans from financial institutions	(50,000)
Trade and other payable	(9,774)
Long-term loans	(9,885)
Deferred tax liabilities	(4,269)
Other non-current liabilities	(166)
Total identifiable net assets	<u>110,903</u>
Less Non-controlling interests	<u>-</u>
Fair value of net assets acquired in proportion of investment	110,903
Goodwill	<u>271,597</u>
Purchase consideration transferred	382,500
Net cash acquired with the subsidiary	<u>(47,124)</u>
Net cash flows	<u><u>335,376</u></u>

Goodwill

Goodwill amount of Baht 271.58 million, arising from the acquisition of investment in A.P.W.International Co.,Ltd. The Group has reviewed for impairment of goodwill annually.

The Group has determined recoverable amounts of its cash generating units (CGUs) based on value in use calculation using cash flow projections from financial budgets approved by the management which considered the growth rate from policy, business plan, expected overall market growth rate, and discount rate which are the rates before income tax which relate to the specific risk in that operating segment.

The management has considered and believed that no impairment was required for goodwill.

14. Investment property

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>				
	Land	Building and improvements	Machine and equipment	Furniture and office-equipment	Total
Cost:-					
As at January 1, 2022	21,273	50,157	-	-	71,430
Transfer out to property, plant and equipment	(21,273)	(50,157)	-	-	(71,430)
As at December 31, 2022	-	-	-	-	-
Transfer in from non operating asset	-	42,301	1,244	3,282	46,827
Transfer in from property, plant and equipment	29,785	-	-	-	29,785
As at December 31, 2023	29,785	42,301	1,244	3,282	76,612
Accumulated depreciation:-					
As at January 1, 2022	-	(32,062)	-	-	(32,062)
Depreciation for the year	-	(1,186)	-	-	(1,186)
Transfer out from property, plant and equipment	-	33,248	-	-	33,248
As at December 31, 2022	-	-	-	-	-
Depreciation for the year	-	(293)	(5)	-	(298)
Transfer in from non operating asset	-	(31,277)	(1,066)	(3,282)	(35,625)
As at December 31, 2023	-	(31,570)	(1,071)	(3,282)	(35,923)
Book value:-					
As at December 31, 2022	-	-	-	-	-
As at December 31, 2023	29,785	10,731	173	-	40,689
Depreciation was shown in profit or loss					
For the year ended December 31, 2022					1,186
For the year ended December 31, 2023					298

As at December 31, 2023, the fair value of investment property is in accordance to the valuation report amount of Baht 84.40 million. The fair value of investment property is determined by an independent appraiser who has been approved by the Officer of the Securities and Exchange Commission (Thailand) on November 7, 2023, by using Market Approach and Cost Approach for land and buildings valuation. The fair value of investment property is hierarchical level 3.

For the years ended December 31, 2023, investment properties caused rental income recognized in profit or loss being shown as in the Consolidated and Separate financial statements of Baht 0.25 million.

As at December 31, 2023 and 2022, the consolidated and separate financial statements, the Group had the assets which had not the depreciation but they still used. The cost price was Baht 9.51 million, the book value was Baht 311.00 million and Baht 1.45 million, the book value was Baht 0.64 million respectively.

As at December 31, 2023, the consolidated and separate financial statements, the Group had land and building in the book value amount of Baht 40.52 million and to be acquired in the future pledged for collateral against credit line to commercial banks, financial institutions and other parties in the note to financial statements No.22 and 36.1.

15. Non-operating asset

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>			
	Building and improvement	Machine and equipment	Furniture and office-equipment	Total
Cost :-				
As at January 1, 2022	-	19,827	-	19,827
Transfer in from property, plant and equipment	47,256	15,621	8,843	71,720
Transfer out to property, plant and equipment	-	(44)	-	(44)
As at December 31, 2022	47,256	35,404	8,843	91,503
Transfer out to Investment property	(42,301)	(1,244)	(3,282)	(46,827)
Transfer out to property, plant and equipment	(235)	-	-	(235)
Disposal/write off	-	(266)	-	(266)
As at December 31, 2023	4,720	33,894	5,561	44,175
Accumulated depreciation :-				
As at January 1, 2022	-	(17,137)	-	(17,137)
Depreciation for the year	-	(1,022)	-	(1,022)
Transfer in from property, plant and equipment	(31,397)	(13,220)	(8,819)	(53,436)
Transfer out to property, plant and equipment	-	40	-	40
As at December 31, 2022	(31,397)	(31,339)	(8,819)	(71,555)
Depreciation for the year	(2,203)	(848)	(18)	(3,069)
Transfer out to Investment property	31,277	1,066	3,282	35,625
Transfer out to property, plant and equipment	102	-	-	102
Disposal/write off	-	259	-	259
As at December 31, 2023	(2,221)	(30,862)	(5,555)	(38,638)
Allowance for impairment of assets:-				
As at December 31, 2022	-	(642)	-	(642)
As at December 31, 2023	-	(642)	-	(642)
Book value:-				
As at December 31, 2022	15,859	3,423	24	19,306
As at December 31, 2023	2,499	2,390	6	4,895
Depreciation was shown in profit or loss				
For the year ended December 31, 2022				1,022
For the year ended December 31, 2023				3,069

As of December 31, 2023 and 2022, the Company has assessed the impairment of assets and recorded an allowance for impairment of machinery in amount of Baht 0.64 million for both years.

As of December 31, 2023 and 2022, the Company had the assets which had not the depreciation but they still used. The cost price was Baht 27.82 million, the book value was Baht 1,124.00 and the cost price was Baht 42.80 million, the book value was Baht 2.99 million respectively.

As at December 31, 2023 and 2022, the consolidated and separate financial statements, the Group had land and building in the book value amount of Baht 2.50 million and the book value amount of Baht 15.86 million respectively, and to be acquired in the future pledged for collateral against credit line to commercial banks, financial institutions and other parties in the note to financial statements No.22 and 36.1.

(Unit : Thousand Baht)

	Separate financial statements						Total
	Land and land improvement	Building and improvement	Machine and equipment	Furniture and office-equipment	Vehicles	Construction in progress	
Cost:-							
As at January 1, 2022	21,327	40,631	22,321	12,912	12,054	-	109,245
Purchase	-	955	-	409	-	100,844	102,208
Transfer in from Investment property	21,273	47,700	-	2,457	-	-	71,430
Transfer in from non operating asset	-	-	44	-	-	-	44
Transfer out to non operating asset	-	(47,256)	(15,621)	(8,843)	-	-	(71,720)
Disposal/write off	-	-	(6,680)	(14)	-	-	(6,694)
As at December 31, 2022	42,600	42,030	64	6,921	12,054	100,844	204,513
Purchase	-	-	380	129	-	46,951	47,460
Transfer in from non operating asset	-	235	-	-	-	-	235
Transfer out to Investment property	(29,785)	-	-	-	-	-	(29,785)
As at December 31, 2023	12,815	42,265	444	7,050	12,054	147,795	222,423
Accumulated depreciation:-							
As at January 1, 2022	-	(13,938)	(18,411)	(12,254)	(6,329)	-	(50,932)
Depreciation for the year	-	(2,931)	(506)	(320)	(192)	-	(3,949)
Transfer in from Investment property	-	(30,791)	-	(2,457)	-	-	(33,248)
Transfer in from non operating asset	-	-	(40)	-	-	-	(40)
Transfer out to non operating asset	-	31,397	13,220	8,819	-	-	53,436
Disposal/write off	-	-	5,680	12	-	-	5,692
As at December 31, 2022	-	(16,263)	(57)	(6,200)	(6,521)	-	(29,041)
Depreciation for the year	-	(2,017)	(76)	(286)	(527)	-	(2,906)
Transfer in from non operating asset	-	(102)	-	-	-	-	(102)
As at December 31, 2023	-	(18,382)	(133)	(6,486)	(7,048)	-	(32,049)
Book value:-							
As at December 31, 2022	42,600	25,767	7	721	5,533	100,844	175,472
As at December 31, 2023	12,815	23,883	311	564	5,006	147,795	190,374
Depreciation was shown in profit or loss							
For the year ended December 31, 2022							3,949
For the year ended December 31, 2023							2,906

According to the resolution of the Executive Committee meeting No. 1/2022 held on June 22, 2022 has resolved to approve subsidiary acquisition land. On April 8, 2022, the subsidiary entered into a land sale and purchase agreement with an unrelated person. The total agreement value was Baht 149.24 million. The subsidiary and the seller agreed to make payment and transfer the ownership at one time to complete within July 30, 2022. On June 30, 2022, the subsidiary received the transfer of ownership of the land and paid for the land already (Land appraisal price by an independent appraiser in amount of Baht 132.00 million).

According to the resolution of the Directors' meeting No. 3/2022 held on November 11, 2022 has resolved to approve subsidiary acquisition land. On November 15, 2022, the subsidiary entered into a land sale and purchase agreement with an unrelated person. The total agreement value was Baht 334.13 million. The subsidiary and the seller agreed to make payment and transfer the ownership at one time to complete. On December 9, 2022, the subsidiary received the transfer of ownership of the land and paid for the land already (Land appraisal price by an independent appraiser in amount of Baht 334.13 million).

As at December 31, 2023 and 2022, the consolidated financial statements, the Group had land, property and machinery in the book value was Baht 468.55 million and the book value was Baht 490.18 million respectively and to be acquired in the future pledged for collateral against credit line to commercial banks, financial institutions and other parties in the notes to financial statements No. 22 and 36.1.

As at December 31, 2023 and 2022, the separate financial statements, the Company had land, property and machinery in the book value amount of Baht 36.70 million and the book value amount of Baht 55.61 million respectively and to be acquired in the future pledged for collateral against credit line to commercial banks, financial institutions and other parties in the notes to financial statements No. 22 and 36.1.

As at December 31, 2023 and 2022, the consolidated financial statements, the Group had the assets which had not the depreciation but they still used. The cost price was Baht 16.04 million, the book value was Baht 314.00 and the cost price was Baht 36.69 million, the book value was Baht 4.76 million respectively.

As at December 31, 2023 and 2022, the separate financial statements, the Company had the assets which had not the depreciation but they still used. The cost price was Baht 7.60 million, the book value was Baht 265.00 and the cost price was Baht 18.39 million, the book value was Baht 4.76 million respectively.

17. Right of use assets

	<u>(Unit : Thousand Baht)</u>			
	<u>Consolidated financial statement</u>		<u>Separate financial statement</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Right-of-use assets-related party	9,796	-	-	-
Right-of-use assets-other party	1,963	2,497	1,963	2,497
Total	11,759	2,497	1,963	2,497

For the year ended December 31, 2023 and 2022, the movement were as follows: -

(Unit : Thousand Baht)

	Consolidated financial statements			
	Land	Building	Vehicles	Total
Cost:-				
As at January 1, 2022	71,137	-	-	-
Increased during the year	-	-	2,721	2,721
Adjustment from terminated of lease contract	(71,137)	-	-	(71,137)
As at December 31, 2022	-	-	2,721	2,721
Increased during the year	-	10,818	-	10,818
As at December 31, 2023	-	10,818	2,721	13,539
Accumulated depreciation :-				
As at January 1, 2022	(10,096)	-	-	(10,096)
Depreciation for the year	(1,754)	-	(224)	(1,978)
Adjustment from terminated of lease contract	11,850	-	-	11,850
As at December 31, 2022	-	-	(224)	(224)
Depreciation for the year	-	(1,022)	(534)	(1,556)
As at December 31, 2023	-	(1,022)	(758)	(1,780)
Book value:-				
As at December 31, 2022	-	-	2,497	2,497
As at December 31, 2023	-	9,796	1,963	11,759
Depreciation was shown in profit or loss				
For the year ended December 31, 2022				1,978
For the year ended December 31, 2023				1,556

	(Unit : Thousand Baht)
	Separate financial statement
	Vehicles
Cost:-	
As at January 1, 2022	-
Increased during the year	2,721
As at December 31, 2022	2,721
As at December 31, 2023	2,721
Accumulated depreciation :-	
As at January 1, 2022	-
Depreciation for the year	(224)
As at December 31, 2022	(224)
Depreciation for the year	(534)
As at December 31, 2023	(758)
Book value:-	
As at December 31, 2022	2,497
As at December 31, 2023	1,963
Depreciation was shown in profit or loss	
For the year ended December 31, 2022	224
For the year ended December 31, 2023	534

On March 11, 2022, the subsidiary received a letter of exemption from rent from the lessor. (According to the lease agreement dated June 10, 2020) by the lessor exempting from collecting all the previous rent amounting to Baht 15.00 million And on the same day, the lessor received Baht 20.00 million. As collateral for the lease under the new ten-years lease agreement and will start collecting rent from April 2022 onwards. Which later on May 2022, the new lease agreement was canceled. According to the resolution of the Executive Committee meeting No. 1/2022 held on June 22, 2022 has resolved to approve subsidiary acquisition land. On June 5, 2022, the subsidiary entered into a land sale and purchase agreement that leased with the lessor and agreed to cancel the lease agreement with the rent. And the agreement security deposit for the lease of land to be converted into a deposit under this land sale and purchase agreement. (The appraised value of the land by an independent appraiser amount of Baht 99.19 million)

18. Intangible assets

	(Unit : Thousand Baht)	
	Consolidated financial statements	Separate financial statement
	Computer software	Computer software
Cost:-		
As at January 1, 2022	15,196	15,148
Purchase	78	78
As at December 31, 2022	15,274	15,226
As at December 31, 2023	15,274	15,226
Accumulated amortization:-		
As at January 1, 2022	(14,797)	(14,756)
Amortization expenses	(194)	(192)
As at December 31, 2022	(14,991)	(14,948)
Amortization expenses	(143)	(142)
As at December 31, 2023	(15,134)	(15,090)
Book value:-		
As at December 31, 2022	283	278
As at December 31, 2023	140	136
Depreciation was shown in profit or loss		
For the year ended December 31, 2022	194	192
For the year ended December 31, 2023	143	142

19. Deferred tax assets (liabilities)

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Deferred tax assets	10,021	8,789	-	-
Deferred tax liabilities	(9,283)	(7,074)	(3,055)	(2,806)
Net	738	1,715	(3,055)	(2,806)

Movements in deferred tax assets and liabilities for the year ended December 31, 2023 and 2022, were as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>			<u>Separate financial statements</u>		
	<u>January 1, 2023</u>	<u>(Charged)/ credited to profit or loss (Note 30)</u>	<u>December 31, 2023</u>	<u>January 1, 2023</u>	<u>(Charged)/ credited to profit or loss (Note 30)</u>	<u>December 31, 2023</u>
Deferred tax assets						
Property, plant and equipment	8,789	(707)	8,082	-	-	-
Lease liabilities	-	1,858	1,858	-	-	-
Employee benefit obligations	-	81	81	-	-	-
Total	8,789	1,232	10,021	-	-	-
Deferred tax liabilities						
Property, plant and equipment	(5,870)	-	(5,870)	(1,662)	-	(1,662)
Right-of-use asset	(499)	(1,942)	(2,441)	(499)	18	(481)
Financial leases	(705)	(267)	(972)	(645)	(267)	(912)
Total	(7,074)	(2,209)	(9,283)	(2,806)	(249)	(3,055)
Net	1,715	(977)	738	(2,806)	(249)	(3,055)

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>			<u>Separate financial statements</u>		
	<u>January 1, 2022</u>	<u>(Charged)/ credited to profit or loss (Note 30)</u>	<u>December 31, 2022</u>	<u>January 1, 2022</u>	<u>(Charged)/ credited to profit or loss (Note 30)</u>	<u>December 31, 2022</u>
Deferred tax liabilities						
Property, plant and equipment	9,191	(402)	8,789	-	-	-
Lease liabilities	398	(398)	-	-	-	-
Total	9,589	(800)	8,789	-	-	-
Deferred tax liabilities						
Property, plant and equipment	(5,931)	61	(5,870)	(1,662)	-	(1,662)
Right-of-use asset	-	(499)	(499)	-	(499)	(499)
Financial leases	(1,443)	738	(705)	(1,383)	738	(645)
Total	(7,374)	300	(7,074)	(3,045)	239	(2,806)
Net	2,215	(500)	1,715	(3,045)	239	(2,806)

The Group had temporary difference mainly arising from the unutilized tax losses, as at December 31, 2023 and 2022, in amount of Baht 143.41 million and Baht 106.93 million respectively, which have not been recognized as deferred tax assets in the statements of financial position (because it is not probable that it will be able to utilize the tax benefit in the foreseeable future).

20. Bank overdraft and short-term loans from financial institutions

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>
Bank overdraft	12,375	-
Short-term loans from financial institutions	45,000	-
Total	<u>57,375</u>	<u>-</u>

As at December 31, 2023, in the consolidated and separate financial statement, the Group held bank overdrafts and promissory note facilities from one financial institutions as mentioned to financial statements No. 36.1 which bearing the interest rates at MOR, MLR-1 per annum.

21. Trade and other payables

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Trade payables-other parties	12,676	12,307	6,302	6,302
Other payables-related parties	-	-	4,923	20,676
Other payables-other parties	15,984	45,945	7,319	39,919
Post dated cheque	-	12,671	-	12,637
Accrued interest-related person	5	-	-	-
Accrued expenses-other parties	5,483	4,412	2,929	864
Advance received	386	373	111	84
Other	1,287	1,207	1,287	1,207
Total	<u>35,821</u>	<u>76,915</u>	<u>22,871</u>	<u>81,689</u>

22. Long-term loans from financial institutions

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Long-term loans from financial institutions	218,151	251,095	6,092	9,933
<u>Less</u> Current portion of long-term loans	(29,520)	(35,076)	(4,094)	(3,916)
Net	188,631	216,019	1,998	6,017

Movement in loans for the year ended December 31, 2023, are as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial</u>	<u>Separate financial</u>
	<u>statements</u>	<u>statements</u>
Beginning balance	251,095	9,933
Repaid during the year	(32,944)	(3,841)
Ending balance	218,151	6,092

Long-term loans of the Group are bearing the floating interest rate of MLR per annum. As at December 31, 2023 and 2022, the interest rates are 7.05%-7.27% per annum and 5.25%-5.97% per annum respectively. The interest is payable monthly after the first withdrawal date of the loan. The significant detail of long-term loans credit facilities are as follows: -

No.	<u>Credit facility</u>	<u>Period</u>	<u>Interest rate</u>	<u>Repayment of principal</u>
	<u>(Unit : Million Baht)</u>			
	<u>2023</u>	<u>2022</u>		
1.	-	23.00	April 2018 to March 2023	MLR per annum - Repayment of principal and interest, Baht 330,000.00 per installment, total of 60 installments, the first installment in April 2018 and payment of all rest for the 5 years period. Loans are guaranteed by land and machinery of a subsidiary.

No.	Credit facility		Period	Interest rate	Repayment of principal
	(Unit : Million Baht)				
	2023	2022			
2.	-	10.00	April 2018 to March 2023	MLR per annum	- Repayment of principal and interest, Baht 128,300.00 per installment, total of 60 installments, the first installment in April 2018 and payment of all rest for the 5 years period. Loans are guaranteed by land and machinery of a subsidiary.
3.	12.00	12.00	June 2020 to May 2025	MLR per annum	- Repayment of principal and interest, Baht 362,900.00 per installment, total of 60 installments, the first installment in June 2022 and payment of all rest for the 5 years period. Loans are guaranteed by SMEs.
4.	0.21	0.21	June 2020 to May 2025	MLR per annum	- Repayment of principal and interest, Baht 4,000.00 per installment, total of 60 installments, the first installment in June 2020 and payment of all rest for the 5 years period. Loans are guaranteed by SMEs.
5.	250.00	250.00	July 2022 to May 2030	MLR per annum	- Repayment of principal and interest, Baht 3,300,000.00 per installment, total of 96 installments, and payment of all rest for the 8 years period. Loans are guaranteed by the parent company and the land of a subsidiary.

23. Lease liabilities

	(Unit : Thousand Baht)			
	<u>Consolidated financial statement</u>		<u>Separate financial statement</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Lease liabilities-related party	9,292	-	-	-
Lease liabilities-other party	2,023	2,470	2,023	2,470
Total	11,315	2,470	2,023	2,470

Movement in lease liabilities for the years ended December 31, 2023 and 2022 are as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial statement</u>		<u>Separate financial statement</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Beginning lease liabilities	2,470	63,034	2,470	-
Increased during the year	10,218	2,671	-	2,671
Adjustment from terminated of lease contract	-	(63,034)	-	-
Repaid during the year	(1,373)	(201)	(447)	(201)
Ending lease liabilities	11,315	2,470	2,023	2,470

A maturity analysis of lease payment, are as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		
	<u>2023</u>		
	<u>Lease liabilities</u>	<u>Deferred interest expenses</u>	<u>Net</u>
With in 1 year	3,047	(649)	2,398
Over 1 year but not over 5 years	9,942	(1,025)	8,917
Total	12,989	(1,674)	11,315

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		
	<u>2022</u>		
	<u>Lease liabilities</u>	<u>Deferred interest expenses</u>	<u>Net</u>
With in 1 year	597	(100)	497
Over 1 year but not over 5 years	2,139	(166)	1,973
Total	2,736	(266)	2,470

(Unit : Thousand Baht)

	<u>Separate financial statements</u>		
	<u>2023</u>		
	<u>Lease liabilities</u>	<u>Deferred interest expenses</u>	<u>Net</u>
With in 1 year	647	(78)	569
Over 1 year but not over 5 years	1,542	(88)	1,454
Total	2,189	(166)	2,023

(Unit : Thousand Baht)

	<u>Separate financial statements</u>		
	<u>2022</u>		
	<u>Lease liabilities</u>	<u>Deferred interest expenses</u>	<u>Net</u>
With in 1 year	597	(100)	497
Over 1 year but not over 5 years	2,139	(166)	1,973
Total	2,736	(266)	2,470

For the year ended December 31, 2023 and 2022, transactions related to lease are as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Finance cost relating to leases	374	48	100	48
Cash outflow for leases	1,747	249	547	249

24. Convertible Debentures

On April 7, 2022, the General Shareholder's Meeting in 2565 of the Company passed a resolution to approve on issuance which total offering amount of not exceeding Baht 1,000 million and offering of the convertible debentures on a private placement basis to Advance Opportunities Fund ("AO Fund") and Advance Opportunities Fund I ("AO Fund I"), which is not related persons with the Company with terms and conditions below:

Type of convertible debentures	-Senior Unsecured Convertible Debentures ("Convertible Debentures")
Currency	-THB
Total principal amount	-Not exceeding Baht 1,000 million as it can be broken down to 3 Tranche as below; <ol style="list-style-type: none"> (1) Tranche 1 not exceeding Baht 300 million which is divided in to 20 sets and Baht 15 million per set. (2) Tranche 2 not exceeding Baht 300 million which is divided in to 20 sets and Baht 15 million per set (3) Tranche 3 not exceeding Baht 400 million which is divided in to 20 sets and Baht 20 million per set.
Conditions for issuing convertible debentures	-The Company will gradually issue the convertible debentures following by Tranche according to the demand for spending money of the Company. The issuance of convertible debentures is subject to the completion of condition precedent which is approval of The Securities and Exchange Commission and other related regulator. However, the timeframe of the issuance of convertible debentures is within 3 year after shareholder's meeting approved the issuance. In case the convertible debentures are not completely issued within 3 year, the Company may request approval from shareholder meeting to issue the remaining convertible debenture
Interest rate	0.50 percent per annum, interest payment on a 6 month basis (June and December).
Maturity period	3 years after the issuance of each Tranche
Principal repayment condition	Repay in lump sum after each due of specific Tranche according to the terms and conditions of each convertible debenture Tranche. Convertible debentures are valid for 3 years after the issuance of each Tranche.

The right to redeem the convertible debentures before due date	-The holders of the convertible debentures may or may not have the rights to redeem the convertible debentures before due date and/or the Company may or may not have the rights to redeem the convertible debentures before due date either. The redemption of the convertible debentures has to be in accordance with the terms and conditions of the convertible debentures to be issued each time by following the law, regulations or related announcements including requesting permission from any relevant government agency
Conversion ratio	-Principle amount of the convertible debentures divided by the conversion price.
Conversion price	-Not lower than 90 percent of market price which does not in the case the price is lower than the offering price offered pursuant to the Notification No. Tor Chor. 72/2558 The market price shall be calculated based on the weighted average price of the Company's shares trading on the Stock Exchange of Thailand. Not less than 7 consecutive business days but not more than 15 consecutive business days (Floating Conversion Price) However, if the conversion price calculated above is lower than the par value of the Company's shares. The company must issue additional compensation shares for the calculation of all shares issued at par value is based on the conversion price.
Conversion period	-The holder of each convertible debentures Tranche may exercise their rights of conversion of the convertible debentures every day after the issuance of convertible debentures until the close of business on the date falling 1 week prior to the maturity date of the Convertible Debentures.
Number of ordinary shares reserved for conversion	<p><u>-In the case of exercising the right to convert the whole amount of the warrants</u> 363,363,801 shares representing 18.18 percent of the total issued shares of the Company after registering the paid - up capital which are based on the assumption that the convertible debentures shall be entirely exercisedand fully exercise of warrant</p> <p><u>-In the case of not exercising the right to convert the whole amount of the warrants</u> 363,363,801 shares representing 18.18 percent of the total issued shares of the Company after registering the paid-up capital which are based on the assumption that the convertible debentures shall be entirely exercisedand fully exercise of warrant.</p> <p><u>-Note</u> The number of shares allocated to support the convertible bonds offered for sale at this time is 363,363,801 shares, and the number of shares allocated to support the warrants is 251,382,989 shares, sum of shares allocated to support the convertible bonds and warrants. totaling 614,746,790 shares, representing 44.43 percent of the total issued shares of the Company at present or prior registering the paid-up capital of the Company's paid-up capital which are based on the assumption that the convertible debentures shall be entirely exercisedand fully exercise of warrant.</p>

Secondary market for ordinary shares issued after conversion	-The Company shall arrange to list the ordinary shares issued after the conversion of the Convertible Debentures on the Stock Exchange of Thailand (SET) or other stock exchange where the shares of the Company is a listed security at that time.
Other Information	-The details stated above are a summary of the terms and conditions of the preliminary convertible debentures. This is subject to change, further details will be stated in the terms and conditions for the convertible bonds.

Presentation and disclosure of Financial Instruments is determined at the date of initial recognised. The entity classifies financial instrument or components of financial instrument based on substance and definitions of financial liability and equity instrument.

Such convertible debentures have floating conversion price and the number of shares arising from the conversion depends on the future market price (Fixed - for - variable convertible debentures). Consequently, the convertible options are classified as a financial liability.

The convertible debentures are presented at amortised cost until the conversion or maturity of the debentures. The convertible options are presented at fair value through profit or loss until there is an exercise of conversion right to ordinary shares. Expenses for issuance debentures were deducted from convertible debentures and amortised over the life of the convertible debentures.

Movements of convertible debentures and convertible options for the year ended December 31, 2023 are summarised below :

	(Unit : Thousand Baht)	
	<u>Consolidated/Separate financial statements</u>	
	<u>Convertible debentures</u>	<u>Options</u>
Beginning balance	16,447	2,561
Issuing during the year	24,627	3,873
<u>Add</u> Amortization cost	2,492	-
<u>Less</u> Exercise of conversion rights	(43,566)	(6,434)
Ending balance	-	-

During the year 2023, the Company issued convertible debentures in amount of Baht 30.00 million net of issued convertible debentures fee of Baht 1.50 million, remaining net amount of Baht 28.50 million.

Onward, during the year 2023, the convertible debentures exercise has convert into ordinary shares in amount of 53.13 million shares with a convertible share value of Baht 0.25, representing a total of Baht 13.28 million. The Company has already amended to register to the Department of Business Development. On March and April 2023.

25. Employee benefit obligations

Movement in the employee benefit obligations are as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Beginning present value of the obligation	4,297	2,929	3,519	2,815
Current service cost	461	1,311	157	647
Interest cost	36	57	11	57
Transfer out from disposed investments in subsidiary	-	-	56	-
Actuarial gain arising from defined benefit plan	(3,806)	-	(3,395)	-
Ending employee benefit obligations	988	4,297	348	3,519

Expenses recognized in statements of comprehensive income are shown collectively for the years ended December 31, 2023 and 2022, were as follows :-

(Units : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Recognized in profit or loss				
Cost of sales	220	480	-	65
Selling and administrative expenses	160	888	165	639
Management benefit expenses	117	-	59	-
Total	497	1,368	224	704

Recognized in other comprehensive income

Actuarial gain arising from defined benefit plan

The part that results from changes and improvements

from experience.

(3,806)	-	(3,395)	-
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The principal assumption used for the purposes of the actuarial valuation as at December 31, 2023 and 2022, are as follows :-

	<u>Consolidated/Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>
Discount rate	3.48-3.97%	1.82%-2.04%
Average salary increase rate	5.00%	5.00%-6.00%
Employee turnover rate	5.00%	Age band
Retirement age	60 years old	60 years old

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 defined as the amounts increased (decreased) as follows :-

(Units : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Discount increase rate (2023 : 0.50%, 2022 : 1.00%)	(62)	(515)	(22)	(490)
Discount decrease rate (2023 : 0.50%, 2022 : 1.00%)	69	622	25	593
Future salary growth increase (2023 : 0.50%, 2022 : 1.00%)	71	625	26	594
Future salary growth decrease (2023 : 0.50%, 2022 : 1.00%)	(64)	(517)	(23)	(491)
Employee turnover increase rate (2023 : 0.50%, 2022 : 20.00%)	(73)	(187)	(26)	(131)
Employee turnover decrease rate (2023 : 0.50%, 2022 : 20.00%)	81	153	29	157

26. Share capital

	Value per share (Baht)	<u>Consolidated/Separate financial statements</u>			
		<u>2023</u>		<u>2022</u>	
		<u>Number of shares (thousand shares)</u>	<u>Value (thousand Baht)</u>	<u>Number of shares (thousand shares)</u>	<u>Value (thousand Baht)</u>
Authorized share capital					
Beginning balance	0.25	2,137,786	534,447	1,635,137	408,784
Add Increase capital during the year	0.25	-	-	502,649	125,663
Ending balance		2,137,786	534,447	2,137,786	534,447
Issued and paid-up shares					
Beginning balance	0.25	1,765,539	441,385	1,341,402	335,350
Add Increase capital during the year	0.25	53,318	13,329	424,137	106,035
Ending balance		1,818,857	454,714	1,765,539	441,385
Premium on shares					
Beginning balance	0.60	1,451,739	866,904	1,027,602	436,068
Add Increase capital during the year	0.69	53,318	36,855	424,137	430,836
Ending balance		1,505,057	903,759	1,451,739	866,904

According to the resolution of the Annual General Meeting of Shareholders No. 2/2022 held on April 7, 2022 approved the following matters

- Approve the issuance and offer for sale of newly issued convertible debentures of the Company with total offering value. Not more than Baht 1,000 million for specific investors, including Advance Opportunities Fund (“AO Fund”) and Advance Opportunities Fund 1 (“AO Fund 1”) which such person is not a person related to the Company.
- Approval of increasing the registered capital of the company in the amount of Baht 90.84 million. from the original registered capital of Baht 408.78 million is a new registered capital of Baht 499.63 million by issuing new ordinary shares in the amount of not more than 363.36 million shares at par value of Baht 0.25 per share to support the exercise of convertible debentures.

Accordance with the minutes of extraordinary shareholders’ meeting No. 1/2022 of the Company held on October 10, 2022, it has resolution to increase the share capital in amount of Baht 34.82 million from Baht 499.63 million to a new share capital in amount of Baht 534.45 million by issuing ordinary shares of not more than 139.29 million shares at par value of Baht 0.25 per share to support the option of convertible bonds.

During the year 2023, the warrants has convert into ordinary shares on April amount of 150,000 shares at par value of Baht 0.25 per share, representing a total of Baht 37,500.00 and on June amount of 34,209 shares at par value of Baht 0.25 per share, representing a total of Baht 8,552.25. The Company has registered the capital increase with the Department of Business Development on July 3, 2023.

Capital management

The primary objectives of the Group’s capital management is to maintain their ability to continue as a going concern, to maintain an appropriate capital structure, and to maintain ratio of debt to equity to not exceeding the compliance with the loan agreements.

As at December 31, 2023 and 2022, in the consolidated financial statements, the debt to equity ratio is 0.23 : 1 and 0.27 : 1 respectively, and separate financial statements debt to equity ratio is 0.07 : 1 and 0.10 : 1 respectively.

27. Warrants

Warrants UREKA W2

Type of warrants	: Warrants to purchase ordinary shares of the Company No. 2 (UREKA W2) allocated to the existing shareholders of the Company
Number of warrants	: 295,381,326 shares
Term of warrants	: 3 years commencing from the issued date (June 30, 2020)
Exercise Price	: At Baht 1.00 per share (par value at Baht 0.25)
First exercise Period	: September 30, 2020
Last exercise Period	: June 30, 2023

Movement in total warrants UREKA-W2 for the year ended December 31, 2023 were as follows :-

	(Unit : Shares)
Warrants as at January 1, 2023	231,865,289
<u>Less</u> exercised during the period	(184,209)
<u>Less</u> exercise expire during the period	(231,681,080)
Warrants as at December 31, 2023	<u><u>-</u></u>

28. Premium on ordinary shares and legal reservePremium on ordinary shares

Premium on ordinary shares is stated in accordance with Section 51 of the Public Limited Company Act B.E. 2535, in the event the Company offers the ordinary shares for sale at the price exceeding the registered share price, the Company shall appropriate this surplus as reserve ("Premium on ordinary shares"). This premium on ordinary shares cannot be paid out as dividend.

Legal reserve

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

29. Expenses by nature

(Units : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>For the year ended December 31,</u>			
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Changes in inventories of finished goods and work in process	215	3,730	-	3,516
Raw materials and consumables used	130,282	78,835	-	4,094
Employee benefit expenses	497	1,368	224	704
Depreciation expenses	19,862	20,350	6,807	6,381
Amortization expenses	143	194	142	192
Financial advisor fee	1,495	15,843	1,495	15,843
Expected credit losses	17,691	2,106	20,789	1,683
Loss on declining in value of inventories (reversal)	-	(2,152)	-	(2,152)
Loss from impairment on investments in subsidiary	-	-	2,750	-
Loss from impairment on investments in associates	-	42	-	42
Finance costs	22,416	38,050	6,609	26,469

30. Income tax (revenues) expenses

(Units : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>For the year ended December 31,</u>			
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Current income tax expenses	-	1,043	-	-
Deferred tax expenses (Note 19)				
Movements in temporary differences	977	500	249	(239)
Income tax (revenues) expenses	977	1,543	249	(239)

Reconciliation between income tax expenses and the results of accounting profit multiplied by the applicable tax rates for the years ended December 31, 2023 and 2022 as follows :-

	<u>Consolidated financial statements</u>		<u>Separate financial statement</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	Accounting profit (loss) before tax	111,739 (54,049)	75,637 (3,215)	20,314
Applicable tax rate	0% 20%	0% 20%	20%	20%
Accounting profit (loss) before tax multiplied by applicable tax rate	- (10,810)	- (643)	4,068	(7,986)
Tax effect of income and expenses that are not considered as income tax expenses as follows:-				
Dividend granted income tax exemption	- -	- -	(10,894)	-
Non-deductible expenses	- 3,822	- 1,099	5,634	605
Loss carry forward	- 7,296	- 623	1,434	7,417
Others	- (308)	- (36)	(237)	(36)
Total	- -	- 1,043	-	-
Movements in temporary differences	- 976	- 500	249	(239)
Income tax expenses (revenues) reported in income statement	- 976	- 1,543	249	(239)

31. Basic profit (loss) per share

Basic profit (loss) per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the number of issued and paid-up ordinary shares during the period.

Profit per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of common shares in issue during the period plus the weighted average number of common shares which would need to be issued to convert all dilutive potential common shares into common shares. The calculation assumes that such conversion took place either at beginning of the year or on the date the potential common shares were issued.

For the diluted profit per share is calculated by dividing the net profit (loss) for the year attributable to ordinary shareholders by the weighted average number of ordinary shares in issue and paid-up is adjusted to assume conversion of all dilutive potential ordinary shares, which is calculated by the weighted average number of ordinary shares which would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares. The assumed proceeds from the exercise of warrant would be considered to have been received from the issue of shares at fair value.

Profit per share for the year ended December 31, 2023 and 2022 are calculated as follows:-

	Consolidated financial statements					
	For the year ended December 31,					
	Profit for the year		Weighted average number of		Profit per share (Baht)	
	(Unit : Thousand Baht)		common shares			
		(Unit : Thousand Baht)				
	2023	2022	2023	2022	2023	2022
Basic profit per share						
Profit attributable to equity holders						
the Company	60,061	72,463	1,805,704	1,374,684	0.033	0.053
Effect of dilutive potential common shares	-	-	-	99,277		
Diluted earnings (loss) per share						
Profit of common shareholders assuming						
the conversion of dilutive potential	60,061	72,463	1,805,704	1,473,961	0.033	0.049

For the years ended December 31, 2022, separate financial statement, the Company does not present the calculation of the diluted loss per share because the Company had incurred loss from operating activities that cause in lower loss per share (Anti-Dilutive).

32. Segment information

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.

- Segment 1 Sale installation and maintenance of machine
- Segment 2 Distributor electronic component and closed-circuit television (CCTV)
- Segment 3 Manufacture and sell water, raw water
- Segment 4 Production and distribution of plastic pellets
- 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.

Details of the sectoral business operations in the consolidated financial statements for the year ended December 31, 2023 and 2022, are as follows :-

(Units : Thousand Baht)

	Consolidated financial statements												
	For the year ended December 31												
	2023		2022		2023		2022		2023		2022		
Sell & install and machine maintenance			Selling products electronics & kits	Produce and sell drinking & raw water	Produce and sell plastic pellets	Eliminate						Total	
			CCTV camera										
Local revenues from sales and services													
Export revenues from sales and services													
Total													
Cost of sales and services													
Gross profit by segment													
Other incomes													
Non-allocation expenses													
Profit from operating activities													
Finance costs													
Profit before tax													
Income tax expenses													
Profit for the year													
As at December 31,													
Fixed assets of business sector													
Other assets													
Total assets													
Revenue recognition													
Point in time													
Over time													
Total Revenues													

For the year ended December 31, 2023 and 2022, the Group has major customer whose sale amount higher than 10% of the revenues from sale of 4 customers and 2 customers respectively, amount of total sales of Baht 242.58 million and Baht 139.88 million respectively

33. Financial instruments

Financial risk management objectives and policies

The Group's financial instruments principally comprise cash and cash equivalents, trade and other receivables, short-term loans, long-term loans, trade and other payables, other financial assets and liabilities. The Group's financial risks associated with these financial instruments and how the Company managed is described below.

33.1 Credit risk

The Group is exposed to credit risk primarily with respect to trade accounts receivable, loans, deposits with banks and other financial instruments. The maximum exposure to credit risk is limited to the carrying amounts as stated in the statement of financial position.

- Trade and other receivables, contract assets and loans

The Group manages the credit risk relates to trade receivables, contract assets and loans by most of the Group's construction contracts are with government agencies and large private companies that are creditworthy and have low credit risk. The Group considers other receivables and loans to related companies to be transactions with companies that have low credit risk and the ability to service debt. In addition, the Group regularly monitors their debt service capability; therefore, the Group does not expect to incur any significant losses in respect of these allowance for expected credit losses.

An impairment analysis is performed at each reporting date to measure expected credit losses for groups of receivables with similar credit risk characteristics, with the rate of provision for expected credit losses used in the calculation based on age of the outstanding receivables for each group. The calculation reflects the reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions. Generally, trade and other receivables are written-off in accordance with the Company's policy, when appropriate.

- Deposits and other financial instruments with financial institutions

The Group manages the credit risks regarding deposits and other financial instruments with financial institutions by controlling in place to create an acceptable balance between the cost of risks and the cost of risk management. The credit risk on deposits and financial instrument with financial institutions are limited because the counterparties are banks with high credit-ratings.

33.2 Foreign currency risk

The Group is exposed to foreign currency risk mainly in respect of purchase and sales of goods, which are denominated in foreign currencies. The Group will consider to enter into forward exchange contracts to manage the risk as appropriate.

As at December 31, 2023 and 2022, the balances of financial assets and liabilities denominated in foreign currencies are as follows :-

<u>Foreign currency</u>	<u>Consolidated financial statements</u>					
	<u>Financial assets</u>		<u>Financial liabilities</u>		<u>Average exchange rate</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	(Baht : 1 foreign currency unit)	
USD	2,794	916	-	-	34.0590	34.3913
EURO	124	124	-	-	37.5637	36.3344
CNY	1,084	-	-	-	4.7395	-
VND	10	10	-	-	0.0014	0.0015
JPY	1	1	-	-	0.2388	0.2554

<u>Foreign currency</u>	<u>Separate financial statement</u>					
	<u>Financial assets</u>		<u>Financial liabilities</u>		<u>Average exchange rate</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	(Baht : 1 foreign currency unit)	
EURO	124	124	-	-	37.5637	36.3344
VND	10	10	-	-	0.0014	0.0015
JPY	1	1	-	-	0.2388	0.2554

Analysis of the impact of changes in exchange rates

The following tables demonstrate the sensitivity of the Group's profit before tax to a reasonably possible change in USD exchange rates, with all other variables held constant. The impact on the Group's profit before tax is due to changes in the fair value of monetary assets and liabilities including derivatives contracts that do not qualify as hedge accounting as at December 31, 2023 and 2022 are as follow :-

		2023	
		Effect on profit or loss before tax	
		increase (decrease)	
Currency	Increase/Decrease	Consolidated financial statement	Separate financial statement
	(%)	(Thousand)	(Thousand)
USD	+2.00	2,077	-
	-2.00	(2,077)	-
EURO	+1.00	7	7
	-1.00	(7)	(7)
CNY	+4.00	192	-
	-4.00	(192)	-

		2022	
		Effect on profit or loss before tax	
		increase (decrease)	
Currency	Increase/Decrease	Consolidated financial statement	Separate financial statement
	(%)	(Thousand Baht)	(Thousand Baht)
USD	+2.00	630	-
	-2.00	(630)	-
EURO	+1.00	45	45
	-1.00	(45)	(45)

33.3 Risk on interest rate

The Group's exposure to interest rate risk relates primarily to their cash at banks, short-term and long-term loans from financial institutions, short-term and long-term loans from related parties and lease liabilities. Most of the Group's financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate. Risk on interest rate have low credit risk.

As at December 31, 2023 and 2022, the significant financial assets and liabilities classified by type of interest rate are summarised in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date (if this occurs before the maturity date) are as follow:-

(Unit : Thoundsand Baht)

Consolidated financial statement							
2023							
	Fixed interest rate			Floating interest bearing	Non interest bearing	Total	Effective interest rate (per annum)
	Within 1 year	1 to 5 years	More than 5 years				
Financial assets							
Cash and cash equivalent items	-	-	-	46,039	562	46,601	0.50%-0.60%
Trade and other receivable	-	-	-	-	114,816	114,816	-
Other non-current financial assets	-	-	-	-	810	810	-
	-	-	-	46,039	116,188	162,227	
Financial liabilities							
Bank overdraft and short-term loans from financial institutions	45,000	-	-	12,375	-	57,375	6.27%-7.59%
Trade and other payables	-	-	-	-	35,821	35,821	-
Short-term loans from related person	2,600	-	-	-	-	2,600	5.89%
Long-term loans from financial institution	29,520	123,805	64,826	-	-	218,151	7.05%-7.27%
Lease liabilities	2,398	8,917	-	-	-	11,315	4.47%-6.75%
	79,518	132,722	64,826	12,375	35,821	325,262	

(Unit : Thoundsand Baht)

Consolidated financial statement							
2022							
	Fixed interest rate			Floating interest bearing	Non interest bearing	Total	Effective interest rate (per annum)
	Within 1 year	1 to 5 years	More than 5 years				
Financial assets							
Cash and cash equivalent items	-	-	-	75,515	419	75,934	0.13%-0.45%
Trade and other receivable	-	-	-	-	54,263	54,263	-
Short-term loans to other party	14,836	-	-	-	-	14,836	6.84%
Other non-current financial assets	776	-	-	-	280	1,056	0.15%-0.40%
	15,612	-	-	75,515	54,962	146,089	
Financial liabilities							
Trade and other payables	-	-	-	-	76,915	76,915	-
Long-term loans from financial institution	35,076	129,458	86,561	-	-	251,095	5.75%-5.97%
Lease liabilities	497	1,973	-	-	-	2,470	4.47%
Convertible debentures	19,008	-	-	-	-	19,008	0.50%
	54,581	131,431	86,561	-	76,915	349,488	

(Unit : Thousand Baht)

Separate financial statement

2023

	Fixed interest rate			Floating interest bearing	Non interest bearing	Total	Effective interest rate (per annum)
	Within 1 year	1 to 5 years	More than 5 years				
	Financial assets						
Cash and cash equivalent items	-	-	-	1,213	173	1,386	0.50%
Trade and other receivable	-	-	-	-	25,210	25,210	-
Short-term loans to related parties	416,266	-	-	-	-	416,266	4.77%-5.89%
Other non-current financial assets	-	-	-	-	810	810	-
	416,266	-	-	1,213	26,193	443,672	
Financial liabilities							
Bank overdraft and short-term loans from financial institutions	45,000	-	-	12,375	-	57,375	6.27%-7.59%
Trade and other payables	-	-	-	-	22,871	22,871	-
Long-term loans from financial institutions	4,094	1,998	-	-	-	6,092	7.27%
Lease liabilities	569	1,454	-	-	-	2,023	4.47%
	49,663	3,452	-	12,375	22,871	88,361	

(Unit : Thousand Baht)

Separate financial statement

2022

	Fixed interest rate			Floating interest bearing	Non interest bearing	Total	Effective interest rate (per annum)
	Within 1 year	1 to 5 years	More than 5 years				
	Financial assets						
Cash and cash equivalent items	-	-	-	17,797	194	17,991	0.25%
Trade and other receivable	-	-	-	-	8,593	8,593	-
Short-term loans to related parties	399,366	-	-	-	-	399,366	5.89%-6.84%
Short-term loans to other parties	14,836	-	-	-	-	14,836	6.84%
Other non-current financial assets	776	-	-	-	280	1,056	0.15%-0.40%
	414,978	-	-	17,797	9,067	441,842	
Financial liabilities							
Trade and other payables	-	-	-	-	81,689	81,689	-
Short-term loans from financial insitutions	3,916	6,017	-	-	-	9,933	5.75%
Lease liabilities	497	1,973	-	-	-	2,470	4.47%
Convertible debentures	19,008	-	-	-	-	19,008	0.50%
	23,421	7,990	-	-	81,689	113,100	

Analysis of the impact of changes in interest rates

The Group has no significant impact on profit before tax due to changes in interest rates on contingent financial assets and liabilities.

33.4 Liquidity risk

The Group monitors the risk of a shortage of liquidity by assessing the concentration of risk with respect to refinancing its debt and concluded it to be low. The Group has access to a sufficient variety of sources of funding.

Details of summarises the maturity profile of the Group's financial liabilities as at December 31, 2023 and 2022 based on estimated contractual undiscounted cash flows are as follows:-

(Unit : Thoundsand Baht)

Consolidated financial statement

2023

	On demand	Less than 1 year	1-5 years	Over 5 years	Total
Non-derivatives					
Bank overdraft and short-term loans from financial institutions	-	57,375	-	-	57,375
Trade and other payables	-	35,821	-	-	35,821
Short-term loans from related person	-	2,600	-	-	2,600
Long-term loans from financial institution	-	29,520	123,805	64,826	218,151
Lease liabilities	-	2,398	8,917	-	11,315
Total non-derivatives	-	127,714	132,722	64,826	325,262

(Unit : Thoundsand Baht)

Consolidated financial statement

2022

	On demand	Less than 1 year	1-5 years	Over 5 years	Total
Non-derivatives					
Trade and other payables	-	76,915	-	-	76,915
Long-term loans from financial institution	-	35,076	129,458	86,561	251,095
Lease liabilities	-	497	1,973	-	2,470
Convertible debentures	-	19,008	-	-	19,008
Total non-derivatives	-	131,496	131,431	86,561	349,488

(Unit : Thousand Baht)

Separate financial statement

2023

	On demand	Less than 1 year	1-5 years	Over 5 years	Total
Non-derivatives					
Bank overdraft and short-term loans from financial institutions	-	57,375	-	-	57,375
Trade and other payables	-	22,871	-	-	22,871
Long-term loans from financial institutions	-	4,094	1,998	-	6,092
Lease liabilities	-	569	1,454	-	2,023
Total non-derivatives	-	84,909	3,452	-	88,361

(Unit : Thousand Baht)

Separate financial statement

2022

	On demand	Less than 1 year	1-5 years	Over 5 years	Total
Non-derivatives					
Trade and other payables	-	81,689	-	-	81,689
Long-term loans from financial institutions	-	3,916	6,017	-	9,933
Lease liabilities	-	497	1,973	-	2,470
Convertible debentures	-	19,008	-	-	19,008
Total non-derivatives	-	105,110	7,990	-	113,100

33.5 Fair values of financial instruments

Since the majority of the financial instruments of the Group are short-term in nature and loans carry interest at rates close to the market interest rate, their fair value is not expected to be materially different from the amounts presented in the statements of financial position.

34. Fair value measurement

As of December 31, 2023 and 2022, the Group had the assets which disclosed fair value using different levels of inputs as follows: -

(Unit : Million Baht)

Consolidated/Separate financial statements20232022

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Assets for which fair value are disclosed</u>								
Other non-current financial assets (Note 12)	-	-	0.81	0.81	-	-	0.28	0.28
Investment properties (Note 14)	-	-	84.40	84.40	-	-	-	-

35. Disclosure of material information about the contract**Water Purchase Agreement at Phan Thong Nong Kakha Distribution Water Station**

Contract details	Phan Thong water distribution station	Nong Kakha distribution station
Contract number	Phor Gor Mor.9/2563	Phor Gor Mor.8/2563
Contract date	June 25, 2020	June 25, 2020
Counterparties	Provincial Waterworks Authority	
Contract period	The contract is effective for 10 years from the date of delivery of tap water according to the contract. by counting such days as the starting date or from the date that the delivery of tap water must be commenced as agreed upon by counting such days as the starting date or until the limit for purchasing tap water from the seller has been used up, whichever happens before.	
The limit for purchasing tap water	Baht 520.34 million	Baht 521.22 million
Minimum amount of water to deliver	12,000 - 14,400 cubic meters/day but not more than 15,600 - 18,720 cubic meters/day	14,400 - 16,800 cubic meters/day but not more than 18,720 - 21,840 cubic meters/day
Water delivery schedule	on the day following the expiration date of 90 days from the date of signing the purchase agreement onwards.	
Water delivery due date	September 24, 2020	September 24, 2020
Amount for purchasing tap water as at December 31, 2023	Baht 77.31 million	Baht 88.23 million
The balance of limit for purchasing tap water	Baht 443.03 million	Baht 432.99 million

36. Obligations and contingent liabilities

36.1 Obligation of credit lines from financial institutions:

	Currency	<u>Consolidated financial statements</u>						
		(Unit : Million)	2023			2022		
			Total	Utilized	Available	Total	Utilized	Available
Letters of guarantee	Baht	23.66	7.93	15.73	23.00	8.26	14.74	
Bank overdrafts	Baht	20.00	12.38	7.62	20.00	-	20.00	
Short-term loans	Baht	95.00	45.00	50.00	95.00	-	95.00	
Long-term loans from financial institutions	Baht	285.41	285.41	-	285.41	285.41	-	
Forward foreign exchange contract	Baht	0.84	-	0.84	0.84	-	0.84	
Fleet Card	Baht	0.78	0.01	0.77	0.78	0.03	0.75	
Guaranteed limit	(1) Baht	8.00	8.00	-	8.00	8.00	-	

	Currency (Unit : Million)	Separate financial statements					
		2023			2022		
		Total	Utilized	Available	Total	Utilized	Available
Letters of guarantee	Baht	15.00	2.07	12.93	15.00	2.07	12.93
Bank overdrafts	Baht	20.00	12.38	7.62	20.00	-	20.00
Short-term loans	Baht	45.00	45.00	-	45.00	-	45.00
Long-term loans from financial institutions	Baht	12.21	12.21	-	12.21	12.21	-
Forward foreign exchange contract	Baht	0.84	-	0.84	0.84	-	0.84
Fleet Card	Baht	0.78	0.01	0.77	0.78	0.03	0.75
Guaranteed limit	(1) Baht	8.00	8.00	-	8.00	8.00	-

The above credit facilities are guaranteed by the collaterals as mentioned in the note to financial statements No. 12, 14, 15 and 16.

(1) According to the consolidated financial statements and separate financial statements, the Company has guaranteed overdrafts and loans for a former related company in the amount of Baht 8.00 million for both periods as call "Guaranteed limit". However, the Company was being sued as a guarantor for guaranteed limit as mentioned in the note to financial statements No.38.3

36.2 The Group entered remaining binding value as follows :-

	(Unit : Thousand Baht)							
	Consolidated financial statement							
	Remaining binding contractual value							
	2023				2022			
Within 1 year	2-5 years	5 years	Total	Within 1 year	2-5 years	5 years	Total	
onwards				onwards				
lease contracts - lessee	1,980	3,710	-	5,690	-	-	-	-
lease contracts - lessor	3,600	-	-	3,600	-	-	-	-

	(Unit : Thousand Baht)							
	Separate financial statement							
	Remaining binding contractual value							
	2023				2022			
Within 1 year	2-5 years	5 years	Total	Within 1	2-5 years	5 years	Total	
onwards				year onwards				
lease contracts - lessee	1,980	3,710	-	5,690	-	-	-	-

36.3 Letter of guaranteed

As at December 31, 2023 and 2022, the Group has commitments in respect of letters of guarantee issued by financial institutions as collateral for its performance in amount of Baht 7.27 million and Baht 8.26 million respectively, which guarantee the performance according to the contract with government agency Baht 5.21 million and Baht 6.19 million respectively.

As at December 31, 2023, the Group has commitments in respect of letters of guarantee issued by financial institutions as collateral for electricity guarantee in amount of Baht 0.66 million, which without collateral.

37. Promotional privileges

The Group was granted investment promotional certificates. It obtained benefits and privileges under sections 25, 26, 28, 31 paragraph 1, 31 paragraph 2, 31 paragraph 3, 31 paragraph 4, 34, 36(1), 36(2) and 37 of the Investment Promotion Act B.E. 2520 from the Board of Investment. The privileges so granted the import tariff of machinery and it also granted included exemption of corporate income tax on net profits from investment of promotional activities not exceed 100 percent of total investment of the project excluded the value of land and working capital for 3-8 years commencing from the first day when the Group starts to earn income from the operation of promotional operation as follows :-

The subsidiary company

<u>No.</u>	<u>Certificate No.</u>	<u>Date</u>	<u>Type of promotional activities</u>	<u>The first date</u>	<u>The expiry date</u>
1.	2536(5)/2554	December 28, 2011	Recycled plastic production	December 6, 2018	December 5, 2026

38. Litigation

38.1 On April 2023, the Company as plaintiff has ordered the civil case to Thanyaburi Provincial Court with a other company for suing for repayment from a breach of the property agreement cause the property has damaged, totally amount of Baht 15.04 million.

Subsequently, On October 31, 2023, the Court of First Instance ordered the defendant to pay the damages of Baht 0.07 million with the default interest rate at 5.00% per annum from the date of filing the lawsuit until the payment was completed. However, the Company disagreed with the judgment of the Court of First Instance. Currently, the Company has submit an appeal to the Court of Appeal and the Company is waiting for the decision of the Court of Appeal.

38.2 On February 2023, the Company was sued in a lawsuit regarding breach of hire of work agreement and demanded compensation totalling amount of Baht 6.30 million plus default interest amount of Baht 1.21 million with bearing interest rate at 7.50% per annum, totaling amount of Baht 7.51 million. Subsequently, the Court made an appointment for witness hearing from prosecution and defendant on August 10, 2023. The Court scheduled to hear the verdict on October 31, 2023. Currently, the Company is waiting for the decision of the Court of Appeal.

Subsequently, on October 31, 2023, the Court of First Instance ordered the Company to pay for breach of hire of work agreement and demanded compensation totalling amount of Baht 6.30 million plus default interest rate 7.51% per annum from July 25, 2020, to April 10, 2021 and the interest rate at 5.00% per annum from 11 April 2021 onwards until fully paid. The Company disagree with the judgment of the Court of First Instance. Currently, the Company is preparing to appeal to the Court of Appeal.

However, the Company has recognized provisions in the consolidated financial statements and separate financial statements amount of Baht 6.30 million and default interest amount of Baht 1.49 million .

38.3 On February 2023, the Company received a notice to repay debt from a financial institution as a guarantor. Which later, on August 2023, the Company was sued in a lawsuit regarding debt collateral as a guarantor for an overdraft contract with a credit limit of Baht 5.00 million and a contract guarantee amount of Baht 3.00 million (defendant no. 4) with a former relate company (defendant no. 1) to a financial institution. If the first defendant does not pay the debt to financial institution. The Company, as the guarantor (defendant no. 4), has burden of contingent liability instead amount of Baht 8.85 million plus default interest rate at 10.02% per annum of the principal amount of Baht 8.04 million, as the guarantor (defendant no. 4), from the date of filing the lawsuit until fully paid. However, the defendant no.1 has land with structure mortgaged with the Plaintiff, which serves as collateral on Loan defendant no.1, made on the date of overdraft contract and guarantee contract for the aforementioned loan.

Currently, the Company is in the process of submitting a statement of litigation. The management has used its discretion in evaluating the outcome of the lawsuit filed and believes that there will be no significant compensation, thus the provision of liabilities has not been recorded at the end of the reporting period.

39. Events after the reporting period

According to the minute of Extraordinary General Meeting No. 1/2024 of A.P.W. International Co.,Ltd. held on February 1, 2024, it has the resolution to pay dividend from operation result for the year 2023 in amount of 1,300,000 shares at Baht 23.75 per share amounting to Baht 30.88 million which dividend will be paid within February 8, 2024.

40. Approval of financial statements

These financial statements have been approved for issuance by the Eureka Design Public Company Limited and subsidiaries's board of directors on February 28, 2024.

