

Grand Prix International Public Company Limited

And Subsidiary

Auditor's Report And Financial Statement

For the year ended December 31, 2020

INDEPENDENT AUDITOR'S REPORT

To The Shareholders' of Grand Prix International Public Company Limited

Opinion

I have audited the accompanying consolidated and separate financial statements of Grand Prix International Public Company Limited and subsidiaries (the Group) and of Grand Prix International Public Company Limited which comprise the consolidated and separate statements of financial position as at December 31, 2020, and the consolidated and separate statements of comprehensive income, consolidated and separate statements of changes in shareholders' equity and consolidated and separate statements of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of Grand Prix International Public Company Limited and subsidiaries and of Grand Prix International Public Company Limited as at December 31, 2020, and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in my professional 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.

Key audit matters and significant

Revenue from services recognition. auditing procedures are as follows. (Consolidated financial statements)

Since the Company has revenues from various main business operations such as revenues from sales and services as stated in note to financial statements no.5.1 which may cause errors in revenue recognition. Revenue from services are main revenues recognized in different methods which may have risks in obtaining incorrect information for revenue recognition. I, therefore, have considered such matter as key audit matter

Risk response

I have audited revenue from services recognition of the Company by

- To assess and test information technology system and internal control relating to revenues cycle by inquiring person in charge, understanding and sampling test whether the operation is compliance with internal control system.
- To audit by sampling contract and supporting document during the period and period before the end of reporting period in order to the audit the existence and accuracy whether recording is in conformity with revenues recognition policy.
- To review credit note issued by the Company after reporting period.
- To make analytical review in each revenues account for auditing unusual transaction throughout the period especially posting by journal voucher.
- To audit supporting document relating to credit note approved by authorized officer by sampling and test the accuracy of calculation.

Other Information

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

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

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

If, based on the work I have performed on the other information that I obtained prior to the date of this auditor's report, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

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

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

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's 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 or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

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

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

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

D I A International Audit Co., Ltd.

(Ms. Suphaphorn Mangjit)
C.P.A. (Thailand)
Registration No. 8125

February 19, 2021

Grand Prix International Public Company Limited and Subsidiaries

Statements of financial position

As at December 31, 2020

(Unit:Baht)

Assets	Notes	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
Current assets					
Cash and cash equivalents	7	50,856,377.66	147,582,925.18	49,652,633.08	146,737,504.96
Current investment		-	357,201,913.58	-	357,201,913.58
Trade and other current receivables	8	45,077,383.42	43,162,643.45	46,534,104.71	45,528,891.20
Short-term loan to associates	6.3.2	20,000,000.00	-	20,000,000.00	-
Inventories	9	7,493,003.25	7,809,497.02	7,493,003.25	7,809,497.02
Other current financial assets	10	200,049,621.70	-	200,049,621.70	-
Total current assets		323,476,386.03	555,756,979.23	323,729,362.74	557,277,806.76
Non-Current Assets					
Restricted bank deposit		323,300.00	323,300.00	323,300.00	323,300.00
Other long-term investment		-	187,292,014.11	-	187,292,014.11
Other non-current financial assets	11	593,265.97	-	593,265.97	-
Investment in a subsidiary	12	-	-	-	1,602,500.00
Investments in associates	13	247,278,613.22	-	251,959,900.00	-
Long-term loan to related persons	6.3.3	271,449.00	508,308.00	271,449.00	508,308.00
Investment property	14	32,239,860.10	32,239,860.10	32,239,860.10	32,239,860.10
Property, plant and equipment	15	180,096,379.60	184,484,774.16	180,093,509.64	184,480,956.63
Right-of-use assets	16.1	15,370,257.69	-	15,370,257.69	-
Intangible assets	17	10,144,933.28	8,877,779.41	10,144,933.28	8,877,779.41
Deferred tax assets	18.1	3,287,776.86	4,366,431.00	3,287,776.86	4,366,431.00
Other non-current assets		988,587.24	2,962,590.19	988,587.24	2,962,590.19
Total non-current assets		490,594,422.96	421,055,056.97	495,272,839.78	422,653,739.44
Total assets		814,070,808.99	976,812,036.20	819,002,202.52	979,931,546.20

The notes to the financial statement are an integral part of this financial statement.

These financial statements have been approved by the shareholders' general meeting No. held on

I do hereby certify that the above financial statements are correct in all aspects.

(Sign) Directors

(Mr.Anothai Eamlumnnow)

(Mr.Peeraphong Eamlumnnow)

Grand Prix International Public Company Limited and Subsidiaries

Statements of financial position (Cont.)

As at December 31, 2020

(Unit:Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
Liabilities and shareholders' equity					
Current liabilities					
Trade and other current payables	19	31,930,988.87	31,014,565.41	25,914,393.10	29,854,021.21
Unearned revenues	20	1,217,720.49	141,223,453.41	1,217,720.49	138,470,911.59
Current portion of financial lease liabilities	16.2	5,264,513.84	-	5,264,513.84	-
Accrued income tax		716,006.86	2,282,300.36	716,006.86	2,282,300.36
Total current liabilities		39,129,230.06	174,520,319.18	33,112,634.29	170,607,233.16
Non current liabilities					
Lease liabilities	16.2	5,433,466.71	-	5,433,466.71	-
Non-current provisions for employee benefits	21.1	21,239,586.56	24,977,321.46	21,239,586.56	24,977,321.46
Total non-current liabilities		26,673,053.27	24,977,321.46	26,673,053.27	24,977,321.46
Total liabilities		65,802,283.33	199,497,640.64	59,785,687.56	195,584,554.62
Shareholders' equity					
Share capital					
Authorized share capital					
600,000,000 common shares of Baht 0.50 each,		<u>300,000,000.00</u>	<u>300,000,000.00</u>	<u>300,000,000.00</u>	<u>300,000,000.00</u>
Issued and paid-up share capital					
600,000,000 common shares of Baht 0.50 each,		300,000,000.00	300,000,000.00	300,000,000.00	300,000,000.00
Premium on share-based payment		110,561,100.00	110,561,100.00	110,561,100.00	110,561,100.00
Share premium		285,434,649.17	285,434,649.17	285,434,649.17	285,434,649.17
Retained earnings (Deficits)					
Appropriated					
Legal reserve	22	30,000,000.00	30,000,000.00	30,000,000.00	30,000,000.00
Unappropriated		22,129,984.00	51,297,178.66	33,220,765.79	58,351,242.41
Other components of equity		142,792.49	21,467.73	-	-
Total shareholders' equity		748,268,525.66	777,314,395.56	759,216,514.96	784,346,991.58
Total liabilities and shareholders' equity		814,070,808.99	976,812,036.20	819,002,202.52	979,931,546.20

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Grand Prix International Public Company Limited and Subsidiaries

**Statements of comprehensive income
For the year ended December 31, 2020**

(Unit:Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
Revenues from sales and services		509,410,898.08	719,331,900.38	503,199,953.65	711,303,867.86
Cost of sales and services		(299,751,119.10)	(430,680,567.28)	(294,174,671.99)	(419,110,107.47)
Gross Profit		209,659,778.98	288,651,333.10	209,025,281.66	292,193,760.39
Other income		2,592,114.51	2,824,568.32	2,886,447.84	3,536,629.15
Distribution cost		(51,598,788.52)	(49,610,132.72)	(51,140,036.80)	(48,612,531.77)
Administrative expenses		(117,185,641.25)	(122,701,053.17)	(117,948,002.22)	(121,965,214.82)
Profit from operating activities		43,467,463.72	119,164,715.53	42,823,690.48	125,152,642.95
Finance income		6,756,407.60	11,730,476.67	6,755,612.10	11,730,453.79
Finance costs		(278,831.77)	-	(278,831.77)	-
Share of loss of associates accounted for using equity method		(4,681,286.78)	-	-	-
Profit before income tax expense		45,263,752.77	130,895,192.20	49,300,470.81	136,883,096.74
Income tax expense	18.3	(11,172,123.85)	(28,179,030.55)	(11,172,123.85)	(28,179,030.55)
Profit for the year		34,091,628.92	102,716,161.65	38,128,346.96	108,704,066.19
Other comprehensive income					
Components of other comprehensive income that will be reclassified to profit or loss : -					
Exchange difference on translation financial statement		121,324.76	15,447.81	-	-
Other comprehensive income (loss)-net of income tax		121,324.76	15,447.81	-	-
Components of other comprehensive income that will not be reclassified to profit or loss : -					
Gains on remeasurements of defined benefit plans	18.4	2,741,165.42	5,153,887.20	2,741,165.42	5,153,887.20
Other comprehensive income (loss)-net of income tax		2,741,165.42	5,153,887.20	2,741,165.42	5,153,887.20
Total comprehensive income (loss) for the year		36,954,119.10	107,885,496.66	40,869,512.38	113,857,953.39
Profit attributable to:					
Owners of the company		34,091,628.92	102,716,161.65	38,128,346.96	108,704,066.19
Non-controlling interests		-	-	-	-
Total comprehensive income attributable to :					
Owners of the company		36,954,119.10	107,885,496.66	40,869,512.38	113,857,953.39
Non-controlling interests		-	-	-	-
Earnings per share					
Basic earnings per share		0.06	0.17	0.06	0.18
Weighted average number of common shares (Unit : Shares)		600,000,000	600,000,000	600,000,000	600,000,000

The notes to the financial statement are an integral part of this financial statement.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Grand Prix International Public Company Limited and Subsidiaries

Statements of changes in shareholders' equity

For the year ended December 31, 2020

(Unit:Baht)

Notes	Consolidated financial statements						Total shareholders equity
	Issued and paid-up share capital	Share premium	Premium on share-based payment	Retained Earnings		Other components of equity Differences on translating financial statements	
				Appropriated	Unappropriated		
Balance as at January 1, 2019	300,000,000.00	285,434,649.17	110,561,100.00	30,000,000.00	57,427,110.81	6,019.92	783,428,879.90
Dividend					(113,999,981.00)		(113,999,981.00)
Profit for the year					102,716,161.65		102,716,161.65
Other comprehensive income for the year					5,153,887.20	15,447.81	5,169,335.01
Balance as at December 31, 2019	300,000,000.00	285,434,649.17	110,561,100.00	30,000,000.00	51,297,178.66	21,467.73	777,314,395.56
Dividend					(65,999,989.00)		(65,999,989.00)
Profit for the year					34,091,628.92		34,091,628.92
Other comprehensive income for the year					2,741,165.42	121,324.76	2,862,490.18
Balance as at December 31, 2020	300,000,000.00	285,434,649.17	110,561,100.00	30,000,000.00	22,129,984.00	142,792.49	748,268,525.66

The notes to the financial statement are an integral part of this financial statement.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Grand Prix International Public Company Limited and Subsidiaries

Statements of changes in shareholders' equity

For the year ended December 31, 2020

(Unit:Baht)

Notes	Separate financial statements					Total
	Issued and paid-up share capital	Share premium	Premium on share-based payment	Retained Earnings		
				Appropriated	Unappropriated	
Balance as at January 1, 2019	300,000,000.00	285,434,649.17	110,561,100.00	30,000,000.00	58,493,270.02	784,489,019.19
Dividend					(113,999,981.00)	(113,999,981.00)
Profit for the year					108,704,066.19	108,704,066.19
Other comprehensive income for the year					5,153,887.20	5,153,887.20
Balance as at December 31, 2019	300,000,000.00	285,434,649.17	110,561,100.00	30,000,000.00	58,351,242.41	784,346,991.58
Dividend					(65,999,989.00)	(65,999,989.00)
Profit for the year					38,128,346.96	38,128,346.96
Other comprehensive income for the year					2,741,165.42	2,741,165.42
Balance as at December 31, 2020	300,000,000.00	285,434,649.17	110,561,100.00	30,000,000.00	33,220,765.79	759,216,514.96

The notes to the financial statement are an integral part of this financial statement.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Grand Prix International Public Company Limited and Subsidiaries

Statements of cashflows

For the year ended December 31, 2020

(Unit : Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash flows from operating activities				
Profit for the year	34,091,628.92	102,716,161.65	38,128,346.96	108,704,066.19
Adjustment for :				
Loss from changing in value of cash and cash equivalents	433,419.02	416,579.81	433,419.02	416,579.81
Bad debt	748,823.74	877,951.89	748,823.74	877,951.89
Allowance for expected credit losses				
(2019: Allowance for doubtful accounts)(Revesal)	141,548.97	(8,034,552.39)	141,548.97	(8,034,552.39)
Provisions for goods returned (Revesal)	(1,019,131.48)	249,086.01	(1,019,131.48)	249,086.01
Loss from devaluation of inventories (Revesal)	(69,717.60)	159,457.32	(69,717.60)	159,457.32
Share of loss of associates accounted				
for using equity method	4,681,286.78	-	-	-
Allowance for impairment on assets/investment in subsidiary	135,407.16	3,358,826.87	1,737,907.16	3,358,826.87
Depreciation /Amortization	20,291,386.21	16,460,746.00	20,290,438.64	16,459,857.18
(Gain) loss from sales of property, plant and equipment	(38,408.74)	48,871.00	(38,408.74)	48,871.00
Amortization of prepaid rental	-	999,243.75	-	999,243.75
Difference from rental reduction	217,764.71	-	217,764.71	-
(Gain) loss from sales of other non-current assets	(129,611.54)	3,190.27	(129,611.54)	3,190.27
Impairment of other non-current assets (Reversal)	(122,889.10)	5,678.53	(122,889.10)	5,678.53
Estimation of employee benefits expenses	2,249,525.21	6,849,884.05	2,249,525.21	6,849,884.05
Finance costs	278,831.77	-	278,831.77	-
Tax expense	11,172,123.85	28,179,030.55	11,172,123.85	28,179,030.55
	<u>73,061,987.88</u>	<u>152,290,155.31</u>	<u>74,018,971.57</u>	<u>158,277,171.03</u>
Changes in operating assets and liabilities				
Trade and other current receivables (Increase) Decrease	(2,730,345.35)	46,775,335.51	(1,820,818.89)	46,469,422.92
Inventory (Increase) Decrease	386,211.37	2,286,732.86	386,211.37	2,286,732.86
Other non-current assets (Increase) Decrease	697,500.80	(278,995.99)	697,500.80	(278,995.99)
Trade and other current payables Increase (Decrease)	(5,918,785.09)	(7,370,698.01)	(5,774,836.66)	(8,152,037.52)
Unearned revenues Increase (Decrease)	(135,005,732.92)	(4,836,951.26)	(137,253,191.10)	(5,347,675.61)
Estimation of employee benefits expenses Increase (Decrease)	(2,560,803.34)	(504,864.65)	(2,560,803.34)	(504,864.65)
Cash generated from (used in) operating activities	<u>(72,069,966.65)</u>	<u>188,360,713.77</u>	<u>(72,306,966.25)</u>	<u>192,749,753.04</u>
Income tax paid	<u>(12,345,054.56)</u>	<u>(37,008,309.42)</u>	<u>(12,345,054.56)</u>	<u>(37,008,309.42)</u>
Net cash from (used in) operating activities	<u>(84,415,021.21)</u>	<u>151,352,404.35</u>	<u>(84,652,020.81)</u>	<u>155,741,443.62</u>

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Grand Prix International Public Company Limited and Subsidiaries

Statements of cashflows (Cont.)

For the year ended December 31, 2020

(Unit : Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash Flows from investing activities :				
Other current financial assets (Increase) Decrease	157,152,291.88	9,691,846.77	157,152,291.88	9,691,846.77
Other non-current financial assets (Increase) Decrease	186,563,340.98	(99,650,840.98)	186,563,340.98	(99,650,840.98)
Cash paid for short-term loan to associates	(20,000,000.00)	-	(20,000,000.00)	-
Cash paid for investments in a subsidiary	-	-	-	(1,602,500.00)
Cash paid for investments in a associates	(251,959,900.00)		(251,959,900.00)	
Cash paid for long-term loans to related person	-	(600,000.00)	-	(600,000.00)
Cash repayment from long-term loans to related person	236,859.00	492,486.00	236,859.00	492,486.00
Cash received from sale of property, plant and equipment	487198.59	-	487198.59	-
Cash paid for purchase of property, plant and equipment	(12,298,925.61)	(63,780,547.36)	(12,298,925.61)	(63,775,841.02)
Cash paid for purchase of right-of-use assets	(1,881,605.89)	-	(1,881,605.89)	-
Cash paid for purchase of intangible assets	(2,798,702.00)	(6,536,533.00)	(2,798,702.00)	(6,536,533.00)
Net cash provided by (used in) investing activities	55,500,556.95	(160,383,588.57)	55,500,556.95	(161,981,382.23)
Cash flows from financing activities :				
Cash paid for lease liabilities	(1,500,000.00)	-	(1,500,000.00)	-
Paid dividend	(65,999,989.00)	(113,999,981.00)	(65,999,989.00)	(113,999,981.00)
Net cash used in financing activities	(67,499,989.00)	(113,999,981.00)	(67,499,989.00)	(113,999,981.00)
Differences on translating financial statements Increase	121,324.76	15,447.81	-	-
Net increase (decrease) in cash and cash equivalents	(96,293,128.50)	(123,015,717.41)	(96,651,452.86)	(120,239,919.61)
Cash and cash equivalents at the beginning of year	147,582,925.18	271,015,222.40	146,737,504.96	267,394,004.38
Adjustment effect of exchange rate	(433,419.02)	(416,579.81)	(433,419.02)	(416,579.81)
Cash and cash equivalents at the end of year	50,856,377.66	147,582,925.18	49,652,633.08	146,737,504.96

Additional information disclosure relating to cash flows stated in note 27.

The notes to the financial statement are an integral part of this financial statement.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Grand Prix International Public Company Limited and Subsidiaries

Notes to the financial statements

For the year ended December 31, 2020

1. General information

1.1 Registration :

Grand Prix International Public Company Limited ("the Company") is a juristic person which incorporated in Thailand on April 30, 1982. The Company was listed in the Stock of Exchange of Thailand on December 1, 2017.

Place of business :

Head office : is located at No.4/299, Moo 5, Soi Ladplaklao 66, Ladplaklao Road, Kwang Anusaovaree, Khet Bangkhen, Bangkok.

Branch office 1 is located at No. 4/137, Moo5, Soi Ladplaklao 66, Ladplaklao Road, Kwang Anusaovaree, Khet Bangkhen, Bangkok.

Branch office 2 is located at No. 4/309, Moo5, Soi Ladplaklao 66, Ladplaklao Road, Kwang Anusaovaree, Khet Bangkhen, Bangkok.

Branch office 3 is located at No. 4/133, Moo 5, Soi Ladplaklao 66, Ladplaklao Road Kwang Anusaovaree, Khet Bangkhen, Bangkok.

Branch office 4 is located at No. 69, Moo 2, Tambon Bueng Sal, Amphur Ongkharak, Nakhon Nayok Province.

Major Business :

1. Providing space for car motor show exhibition and automotive related products and amarketing promotion services (Events)
2. Advertising media in printing , television and website
3. Production and distribution of books
4. Printing services

The major shareholders : Eamlumnow group by shareholding 60.19 % (As at December 31, 2019 : 60.65%)

1.2 Coronavirus disease 2019 Pandemic

The Coronavirus disease 2019 pandemic is currently impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. The Group's management continuously monitored the ongoing development and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved.

2. Basis of preparation of the financial statements

2.1 Statement of compliance

The financial statements for the year ended 31 December 2020 have been prepared in accordance with Thai Financial Reporting Standards enunciated under the Accounting Professions Act B.E. 2547 and their presentation has been made in compliance with the requirement of the Notification of the Office of the Securities and Exchange Commission relating to the format of the financial statements of securities companies (version 3) No. SorThor 6/2562 dated 8 January 2019.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

The financial statements in Thai language are the official statutory financial statements of the Company. The financial statements in English language have been translated from the Thai language financial statements.

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

2.2 Consolidated financial statements preparation basis

The consolidated financial statements for the year ended December 31, 2020 and 2019 consist of the financial statements of Grand Prix International Public Company Limited. The Company held in its subsidiaries and associates shares capital as follows:-

	Percentage		Type of business	Relationship
	2020	2019		
Subsidiaries :				
GPI Myanmar Co., Ltd.	100.00	100.00	Providing space for car motor show exhibition and automotive related products	Subsidiary, shareholders/ command by director
Associates :				
Automatrix Solutions Co.,Ltd.	48.99	-	Trading center and providing Electronic media through Internet network service network service	Associate
True energy Co.,Ltd.	25.45		Production and distribution electric current	Associate

Subsidiaries

- Subsidiaries are fully consolidated as from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the effective date when such control ceases.
- The financial statements of subsidiaries are prepared using the same significant accounting policies as the Company.
- Material balances and transactions between the Company and its subsidiaries have been eliminated from the consolidated financial statements.
- Non-controlling interests is the amount of any gain or loss and the net assets of a subsidiary that is not held by the Company and is presented separately in the consolidated income statement and in the shareholders' equity in the consolidated statement of financial position.

Associates

Associates are those entities in which the Company has significant influence, but not control, over the financial and operating policies.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

3. New financial reporting standards

a. Financial reporting standards that became effective in the current year

During the period, the Group has adopted the revised (revised 2019) and new financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2020. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards. The adoption of these financial reporting standards does not have any significant impact on the Group's financial statements. However, the new standard involves changes to key principles, which are summarised below:

Financial reporting standards related to financial instruments

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

Financial reporting standards:

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments

Accounting standard:

TAS 32	Financial Instruments: Presentation
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Financial Reporting Standard Interpretations:

TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model), calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments.

The effects of the adoption of these accounting standards are described below:

- Recognition of credit losses - The Group is to recognise an allowance for expected credit losses on its financial assets, and they are no longer necessary for a credit - impaired event to have occurred. The Group apply simplified approach to consider impairment of trade receivables. The Group's management has considered that the recognition of credit losses does not have any significant impact on the adjustment of adjustment in profit or loss in the adopted year.

(Sign) Directors

(Mr.Anothai Eamlumnaw)

(Mr.Peeraphong Eamlumnaw)

- TFRS 16 Leases

TFRS 16 supersedes TAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under TFRS 16 is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases.

The Group adopted these financial reporting standards using the modified retrospective method of initial adoption of which the cumulative effect is recognised as the comparative information was not restated.

The cumulative effect of the change is described in Note 4 to the interim consolidated financial statements.

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

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

On 22 April 2020, the Accounting Treatment Guidance was announced in the Royal Gazette and it is effective for the financial statements prepared for reporting periods ending between 1 January 2020 and 31 December 2020.

The Group has elected to apply the following temporary relief measures on accounting alternatives:

- Not to account for any reduction in lease payments by lessors (if any) as a lease modification, with the lease liabilities that come due in each period reduced in proportion to the reduction and depreciation of right-of-use assets and interest on lease liabilities recognised in each period reversed in proportion to the reduction, with any differences then recognised in profit or loss.
- Not to consider the COVID-19 situation as an indication that an asset may be impaired in accordance with TAS 36, Impairment of Assets.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

b. Financial reporting standards that became effective for fiscal year beginning on or after January 1, 2021

The federation of Accounting Professions issued a number of revised financial reporting standards and interpretation, which are effective for fiscal years beginning on or after January 1, 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards that included in amendments to reference to the Conceptual Framework in Financial Reporting Standards, Definition of a business, Definition of material and Reform referenced interest rate.

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

4. Cumulative effect of change in accounting policy due to the adoption of new financial reporting standard

As described in Note 3 to the financial statements, during the current period, the Group has adopted financial reporting standard related to TFRS 16. The Group has adopted TFRS relating group of financial instrument. The Group elects not to restate comparative financial statements. The Group has elected to apply this standard to the leases previously classified as operating recognition right-of-use assets as lease-by-lease basis by book value of assets as if this standard has been adopted since the effective date of lease discounted using the incremental borrowing rate as at January 1, 2020.

(Unit : Baht)

	Consolidated financial statements		
	December 31, 2019	The impacts of TFRS 16	January 1, 2020
Statements of financial position			
Assets			
Current assets			
Trade and other current receivables	43,162,643.45	(1,106,110.71)	42,056,532.74
Non-Current Assets			
Property, plant and equipment	184,484,774.16	(2,448,826.33)	182,035,947.83
Right-of-use assets	-	17,739,703.77	17,739,703.77
Other non-current assets	2,962,590.19	(1,367,942.83)	1,594,647.36
Non current liabilities			
Lease liabilities	-	(12,816,823.90)	(12,816,823.90)

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

(Unit : Baht)

	Separate financial statements		
	December 31, 2019	The impacts of TFRS 16	January 1, 2020
Statements of financial position			
Assets			
Current assets			
Trade and other current receivables	45,528,891.20	(1,106,110.71)	44,422,780.49
Non-Current Assets			
Property, plant and equipment	184,480,956.63	(2,448,826.33)	182,032,130.30
Right-of-use assets	-	17,739,703.77	17,739,703.77
Other non-current assets	2,962,590.19	(1,367,942.83)	1,594,647.36
Non current liabilities			
Lease liabilities	-	(12,816,823.90)	(12,816,823.90)

Leases

Upon initial application of TFRS 16 the Group recognised lease liabilities previously classified as operating leases at the present value of the remaining lease payments, discounted using the Group’s incremental borrowing rate at 1 January 2020. For leases previously classified as finance leases, the Group recognised the carrying amount of the right-of-use assets and lease liabilities based on the carrying amounts of the lease assets and lease liabilities immediately before the date of initial application of TFRS 16.

(Unit : Baht)

	Consolidated financial statements / Separate financial statements
Operating lease commitments as at December 31, 2019	3,000,000.00
Add : Obligations from renewal of lease	12,000,000.00
Less: Deferred interest expenses	(2,183,176.10)
Increase in lease liabilities due to TFRS 16 adoption	
Lease liabilities as at January 1, 2020	<u>12,816,823.90</u>

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

The adjustments of right-of-use assets due to TFRS 16 adoption as at January 1, 2020 are summarised below:

	(Unit : Baht)
	Consolidated financial statements / Separate financial statements
Land improvement	2,455,657.49
Furniture, fixtures and office equipment	294,495.79
Total	2,750,153.28
Less: Accumulated depreciation	(301,326.95)
Net	2,448,826.33

Group of financial instruments

During the current period, the Group has adopted TFRS relating group of financial instrument. The Group elects not to restate comparative financial statements.

The impacts on the beginning balance of retained earnings of 2020 from change in accounting policy due to the adoption of this standard are presented as follows:

	Consolidated financial statements/Separate financial statements		
	December 31, 2019	The impacts of TFRS 9	January 1, 2020
Statements of financial position			
Assets			
Current assets			
Current investments	357,201,913.58	(357,201,913.58)	-
Other current financial assets	-	357,201,913.58	357,201,913.58
Non-Current Assets			
Other long-term investment	187,292,014.11	(187,292,014.11)	-
Other non-current financial assets	-	187,292,014.11	187,292,014.11

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

5. Significant accounting policies

5.1 Revenues and Expenses Recognition

- a. Revenues from providing area for showing merchandise recognized when completely rendered by using straight-line method based on length of service.
- b. Income from service activities is recognized when services are completed. Long-term activities will be recognized by the method. Percentage of work done
- c. Revenues from printed advertisement are recognized when it is released. Revenues from selling advertising on TV and Website are recognized based on the time when it is broadcasted.
- d. Income from printing services Recognize when service is completed.
- e. Revenues from selling product are recognized when the significant risks and rewards of ownership of the goods have passed to the buyer. Revenues from sales are the invoiced value, excluding value added tax, of goods supplied after deducting discounts and allowances. In case sales with condition return in the specific of time, the Company will estimate provisions for goods returned as at the end of accounting period.
- f. Revenue from other services Recognize when service is completed.

g Interest income

Interest income is calculated using the effective interest method and recognized on an accrual basis. The effective interest rate is applied to the gross carrying amount of a financial asset, unless the financial assets subsequently become credit-impaired when it is applied to the net carrying amount of the financial asset (net of the allowance for expected credit loss multiplied by effective interest rate).

- h. Other income and expenses are recognized on an accrual basis.
- i. Dividends are recognized when the right to receive the dividends is established.

5.2 Cash and Cash Equivalents

Cash and cash equivalents represent cash and cash equivalents and short-term investments with high liquidity. Repayment within 3 months from the deposit date and there is no drawback.

5.3 Inventories

Inventories are stated at the lower of cost or net realizable value. Finished goods are valued at cost by specific method.

Cost of raw materials and supplies are valued at cost, using the weighted average method.

The cost of goods comprises raw material cost, conversion cost by allocating fixed manufacturing expenses based on normal manufacture capacity.

5.4 Investments in subsidiaries and associate

- a. Investment in associate is accounted for in the consolidated financial statements using the equity method.
- b. Investments in subsidiaries is accounted for in the separate financial statements using the cost method net of allowance for impairment loss (if any).

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

5.5 Investment property

Investment property refers to real estate held to benefit from rental income either from an increase in the value of an asset or both which present as cost less allowance for impairment (if any)

5.6 Property, plant and equipment

Assets belonging to the Company

Land is stated at cost less provision for impairment (if any).

Building and equipment are stated at cost less accumulated depreciation and provision for impairment (if any). Cost is included direct related expense incurred in bringing the assets to their present location and condition.

Repairs and maintenance are recorded in the statement of comprehensive income during the accounting period as incurred.

The cost of major renovation and replacement cost of property, plant and equipment according to specific period will be included in book value of assets and charged for depreciation. However, in case the replaced items were included in book value of assets will be written off.

Depreciation

Depreciation is recognized as expense in the statement of comprehensive income and calculated on a straight-line method over the estimated useful life of each assets which is separately considered for material components and the estimated useful life of the assets are as follows:

	<u>Useful lives</u>
Building	20 Years
Building improvements	3 - 20 Years
Machinery	5, 10, 20 Years
Tools and equipment	2 - 10 Years
Office furniture	5, 10 Years
Office equipment	2 - 10 Years
Vehicle	5, 7, 10 Years

Land and assets under construction are not depreciated.

(Sign) Directors

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(Mr.Peeraphong Eamlumnow)

5.7 Leases

At inception of contract, the Group assesses whether a 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 as a lessee

Accounting policies adopted since 1 January 2020

The Group applied a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. At the commencement date of the lease (i.e. the date the underlying asset is available for use), the Group recognises right-of-use assets representing the right to use underlying assets and lease liabilities based on lease payments.

Right-of-use assets

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

Depreciation of right-of-use assets are calculated by reference to their costs, on the straight-line basis over the shorter of their estimated useful lives and the lease term.

Leasehold rights-Land	6 Years
Building and structures	10, 20 Years
Furniture, fixtures and office equipment	5, 10, 20 Years

If ownership of the leased asset is transferred to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

Lease liabilities

Lease liabilities are measured at the present value of the lease payments to be made over the lease term. The lease payments include fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be payable under residual value guarantees. Moreover, the lease payments include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising an option to terminate. Variable lease payments that do not depend on an index or a rate are recognized as expenses in the period in which the event or condition that triggers the payment occurs.

(Sign) Directors

(Mr.Anothai Eamlumnow)

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The Group discounted the present value of the lease payments by the interest rate implicit in the lease or the Group's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

A lease that has a lease term less than or equal to 12 months from commencement date or a lease of low-value assets is recognized as expenses on a straight-line basis over the lease term.

Accounting policies adopted before 1 January 2020

Leases of property, plant or equipment which transfer substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lower of the fair value of the leased assets and the present value of the minimum lease payments. The outstanding rental obligations, net of finance charges, are included in long-term payables, while the interest element is charged to profit or loss over the lease period. The assets acquired under finance leases is depreciated over the shorter of the useful life of the asset and the lease period.

Leases of property, plant or equipment which do not transfer substantially all the risks and rewards of ownership are classified as operating leases. Operating lease payments are recognized as an expense in the income statement on a straight-line basis over the lease term.

5.8 Intangible assets

Intangible assets acquired by the Company and subsidiaries, which have definite useful life, are stated at cost less accumulated amortization and provision for impairment (if any).

Intangible assets is amortized and recorded in the statement of comprehensive income as follows:

- a. Computer software is amortized by using a straight-line method over the economic life of the asset since it is ready to be used within 10 years.
- b. Magazine copyrights is amortized according to the number of magazine as specified in the copyright agreement based on the number of magazine publishing in each of the accounting period under the period as specified in each of copyright agreement.

Intangible assets under development are not amortized.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

5.9 Impairment of non-financial assets

At the end of each reporting period, the Group performs impairment reviews in respect of the property, plant and equipment, right-of-use assets, investment properties and other intangible assets whenever events or changes in circumstances indicate that an asset may be impaired. The Group also carries out annual impairment reviews in respect of goodwill and intangible assets with indefinite useful lives. An impairment loss is recognized when the recoverable amount of an asset, which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount. In determining value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs to sell, an appropriate valuation model is used. These calculations are corroborated by a valuation model that, based on information available, reflects the amount that the Group could obtain from the disposal of the asset in an arm's length transaction between knowledgeable, willing parties, after deducting the costs of disposal.

An impairment loss is recognized in the income statement.

In the assessment of asset impairment (except for goodwill) if there is any indication that the previously recognized impairment losses may no longer exist or may have decreased, the Group estimates the asset's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. 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 the income statement.

5.10 Accounting estimates

Preparation of financial statements in conformity with the Financial Reporting Standards required the management to make several estimation and assumption which affect the reported amounts in the financial statements and notes related thereto. Consequent actual results may differ from these estimate and may be adjusted in the next accounting period. Significant accounting estimate are Allowance for expected credit losses and provision for impairment of assets.

5.11 Provision

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

(Sign) Directors

(Mr.Anothai Eamlumnaw)

(Mr.Peeraphong Eamlumnaw)

5.12 Significant accounting judgments and estimates

The preparation of financial statements in conformity with financial reporting standards at times requires management to make subjective judgments and estimates regarding matters that are inherently uncertain. These judgments and estimates affect reported amounts and disclosures and actual results could differ. Significant judgments and estimates are as follow:

Allowance for expected credit losses of trade receivables and contract assets

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

Property, plant and equipment and depreciation, right-of-use assets , and intangible assets

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

In addition, the property, plant and equipment, right-of-use assets and intangibles assets are subject to impairment if there is an indication that they may be impaired, and impairment losses are recorded in the period when it is determined that their recoverable amount is lower than the carrying amount.

Indications include significant falls in the market value of assets or the future economic benefits of assets, significant changes in the overall business strategy impacting to the future utilization of assets, significant negative industry or economic trends, significant loss of market share, and significant unfavorable regulatory and court decisions that impact the business.

The impairment analysis of property, plant and equipment and assets on the long-term lease area, and intangible assets requires management to make subjective judgments concerning estimates of cash flows to be generated by the assets or the cash generating units and to choose a suitable discount rate in order to determine the present value of those cash flows. The cash flow estimates are based on currently available information about the operations and require management to make judgments regarding future market conditions and future revenues and expenses relevant to the assets or the cash generating units subject to the review. Events and factors that may significantly affect the estimates include, among others, competitive forces, changes in revenue growth trends, cost structures, changes in discount rates and specific industry or market sector conditions.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Deferred tax assets

Deferred tax assets are recognized for temporary difference arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes as at the end of reporting period when it is highly probable that the Group will generate sufficient taxable profits from their future operations to utilize these deferred tax assets. If management need to estimate the amounts of the deferred tax assets that the Company and its subsidiaries should recognize, they take into account the amount of taxable profit expected in each future period.

Post-employment benefits under defined benefit plans

The obligation under defined benefit plan is determined based on actuarial valuations. Inherent within these calculations are assumptions as to discount rates, future salary increases, mortality rates and other demographic factors.

Leases

The incremental borrowing rate of lease contract

The Group cannot readily determine the interest rate implicit in the lease, therefore, the management is required to exercise judgement in estimating its incremental borrowing rate (IBR) to discount lease liabilities. The IBR is the rate of interest that the Company would have to pay for obtaining an asset of a similar value to the right-of-use asset in a similar economic environment with similar term of loan and collateral

Determining the lease term with extension and termination options

In determining the lease term, the management is required to exercise judgement in assessing whether the Group is reasonably certain to exercise the option to extend or terminate the lease considering all relevant facts and circumstances that create an economic incentive for the Group to exercise either the extension or termination option. After the commencement date, the company reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to extend or to terminate

5.13 Provision for Liabilities and Contingent Assets

The Company recognized a provision for liabilities when an entity has a present legal or constructive obligation as a result of a past event. It is probable that an outflow of economic benefits resources will be required to settle the obligation and reliable estimate can be made of the amount of the obligation. The contingent assets will be separately recognized as an asset if it has factors supported that they will be virtually received.

5.14 Employee benefit obligations

a. Provident Fund

The Company and subsidiaries has established provident fund under the defined contribution plan. The fund's assets are separated entitles which are administered by the external fund manager. The Company and employees made contribution into such provident fund. The Company's contribution payments to the provident fund were recorded as expenses in the statement of comprehensive income in the incurred period.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

b. Employee benefits

Post-employment benefits and other long-term employee benefits, the Company and subsidiaries has obligations in respect of the severance payments it must pay to employees upon retirement under labor law.

The Company treats these severance payment obligations as the post-employment benefits. In addition, the Company provides other long-term employee benefits such as full-time working period reward. The obligation under the post-employment benefits and other long-term employee benefits are determined by a professionally qualified independent actuary based on actuarial techniques, using the projected unit credit method. Under the new accounting policy, the Company's commitment about long-term employee benefits under the labor law were recognized in the financial statements using the Projected Unit Credit Method, in the past such benefits were recognized when paid.

5.15 Foreign currency translation

a. Functional and presentation currency

Items included in the financial statements of each of the Company and subsidiary are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in Thai Baht, which is the company's functional and presentation currency of the Company and subsidiary.

b. Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gain and loss resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the profit or loss.

When a gain or loss on a non-monetary item is recognised in other comprehensive income, any exchange component of that gain or loss is recognised in other comprehensive income. Conversely, when a gain or loss on a non-monetary item is recognized in profit and loss, any exchange component of that gain or loss is recognised in profit and loss.

c. Subsidiary

The results and financial position of subsidiary (which is not the currency of a hyper-inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position;
- Income and expenses for each statement of comprehensive income or income statement are translated at average exchange rates and
- All resulting exchange differences are recognized in other comprehensive income.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

5.16 Foreign Currency Transactions

Transactions in foreign currencies are translated to Thai Baht at the foreign exchange rates ruling at the date of the transactions.

Monetary assets and liabilities denominated in foreign currencies at the statement financial position date are translated to Thai Baht at the foreign exchange rates ruling at that date. Gain or loss on exchange rate is recorded in statement of income.

Non - monetary assets and liabilities measured at historical cost in foreign currencies are translated to Thai Baht at the date of the transactions.

5.17 Income Tax

Income tax comprises current income tax and deferred income tax.

a. Current Income Tax

The Company and subsidiaries records the current income tax as expense for the occurring period in the statement of comprehensive income by calculating income tax as described in the Revenue Code.

b. Deferred Tax

The Company and subsidiaries records deferred tax of temporary differences between the carrying amounts of assets and liabilities as at the end of reporting period and tax base of related assets and liabilities by using enforceable tax rate as at the end of reporting period.

The Company and subsidiaries recognizes deferred tax liabilities of temporary differences liable to tax for all items. However, deferred tax assets for temporary differences used for tax deduction including unutilized tax loss in the amount probable that the Company has sufficient taxable profit to utilize such temporary difference to deduct tax and unutilized tax loss.

The Company and subsidiaries will review carrying amount of deferred tax assets at each reporting date and will reduce such carrying amount if it is probable that the Company and subsidiaries will have no sufficient future taxable profits for benefit utilization of partial or all deferred tax assets.

The Company and subsidiaries will record deferred tax directly to shareholders' equity in case income tax incurred is related to the transaction recorded directly to shareholders' equity.

5.18 Earnings per share

Earnings per share as stated in the statement of comprehensive income is basic earnings per share. The basic earnings per share is determined by dividing net profit for the year by the weighted average number of common shares issued and paid-up.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

5.19 Related Party Transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company and subsidiaries, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company and subsidiaries. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personal, including directors and officers of the Company and subsidiaries and close members of the family of these individuals and companies associated with these individuals also constitute related parties. In considering each possible related party relationship, attention is directed to the substance of the relationship, more than the legal form.

5.20 Financial instruments

Accounting policies adopted since 1 January 2020

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. However, trade receivables, that do not contain a significant financing component are measured at the transaction price as disclosed in the accounting policy relating to revenue recognition.

Classification and measurement of financial assets

Financial assets are classified, at initial recognition, as to be subsequently measured at amortised cost, fair value through other comprehensive income (FVOCI), 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 at amortised cost

The Group measures financial assets at amortised cost if the financial asset is held in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

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

Financial assets at FVTPL

Financial assets measured at FVTPL are carried in the statement of financial position at fair value with net changes in fair value recognised in the income statement.

These financial assets include derivatives, security investments held for trading, equity investments which the Group has not irrevocably elected to classify at FVOCI and financial assets with cash flows that are not solely payments of principal and interest.

(Sign)

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Directors

Financial liabilities

The Company classifies financial liabilities as measured at amortised cost. Financial liabilities are initially recognised at fair value and subsequently measured at amortised cost.

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 neither transferred nor retained substantially all the risks and rewards of the asset, but 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 the income statement.

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).

The Group considers a significant increase in credit risk to have occurred when contractual payments are more than 30 days past due, and considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Group may also consider a financial asset to have a significant increase in credit risk and to be in default using other internal or external information, such as credit rating of issuers.

For trade receivables, the Group applies a simplified approach in calculating 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.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

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.

Accounting policies adopted before 1 January 2020

Trade accounts receivable and other current receivables

Trade accounts receivable and other receivables are stated at right to receive less allowance for doubtful accounts.

Doubtful accounts are provided based on a review of each receivable at the year end. Bad debts are recognized as administrative expenses in the statement of comprehensive income.

Investment in fixed deposit

Current investments are investments in financial institution deposits which is due Over a period of 3 months but less than 1 year is stated at cost.

Other long-term investment

Investment in subsidiary in the separate financial statements are stated at cost less provision for impairment (if any).

5.21 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 applies 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 measures 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 categorised within the fair value hierarchy into three levels based on categories 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 Group determines 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.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

6. Transaction with related parties

6.1 Relationship between the related parties summarized as follows:

<u>Persons or company</u>	<u>Relationship type</u>
GPI Myanmar Co.,Ltd.	Subsidiary and Common director/shareholder
Blue Diamond Golf And Water Sport Club Co., Ltd.	Related companies and Common director/shareholder
Automatrix Solutions Co.,Ltd.	Associated and Common director
True energy Co.,Ltd.	Associated and Common director
Director/shareholder	Director / Major Shareholder of the company
Key management	Person with power and responsibility for planning order and control various businesses of the business, whether directly or indirectly, including directors of the company (Whether acting at the executive level or not.)

<u>Type of transactions</u>	<u>Pricing policy</u>
Provide event organizer services	Close to normal business price of other customers
Provide printing services	Close to normal business price of other customers
Provide advertising services	Close to normal business price of other customers
Provide art work service	Close to normal business price of other customers
Provide office for rental	Agreed-upon prices
Management income	Agreed-upon prices
Leasehold rights and event space rental	Agreed-upon prices
Advertising and public relations wages	Close to normal business price of other customers
Location and service fees for organizing seminars	Close to normal business price of other customers
Interest received	Interest rate 7% per annum

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

6.2 Transactions in the statement of comprehensive income

Significant revenues and expenses with related parties for the year ended December 31, 2019 and 2018 summarized as follows:

(Unit:Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Revenues from services :				
GPI Myanmar Co.,Ltd.	-	-	2,633,550.00	93,496.60
Blue Diamond Golf And Water				
Sport Club Co., Ltd.	654,281.50	1,121,090.60	654,281.50	1,121,090.60
Automatrix Solutions Co.,Ltd.	150,000.00	-	150,000.00	-
Total	<u>804,281.50</u>	<u>1,121,090.60</u>	<u>3,437,831.50</u>	<u>1,214,587.20</u>
Other income :				
GPI Myanmar Co.,Ltd.	-	-	294,333.33	829,222.11
True energy Co.,Ltd.	280,000.00	-	280,000.00	-
Blue Diamond Golf And Water				
Sport Club Co., Ltd.	517,802.99	607,000.00	517,802.99	607,000.00
Total	<u>797,802.99</u>	<u>607,000.00</u>	<u>1,092,136.32</u>	<u>1,436,222.11</u>
Distribution cost :				
Blue Diamond Golf And Water				
Sport Club Co., Ltd.	2,710,846.34	3,819,741.97	2,710,846.34	3,819,741.97
Cost of services :				
Blue Diamond Golf And Water				
Sport Club Co., Ltd.	130,000.00	170,000.00	130,000.00	170,000.00

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

	(Unit:Baht)	
	Consolidated financial statements / Separate financial statements	
	2020	2019
Key executive remuneration :		
Directors remuneration	5,117,000.00	5,180,000.00
Executive remuneration :		
Short-term benefits	29,615,290.19	37,015,455.22
Post-employment benefits	957,311.96	2,592,355.44
	<u>30,572,602.15</u>	<u>39,607,810.66</u>
Total	<u>35,689,602.15</u>	<u>44,787,810.66</u>

6.3 Transactions in the statement of financial position

Significant balance with related parties summarized as follows:

	(Unit:Baht)			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
6.3.1 Trade and other current receivables				
Trade accounts receivable :				
GPI Myanmar Co., Ltd.	-	-	413531.56	-
Blue Diamond Golf And Water				
Sport Club Co., Ltd.	656,687.89	57,331.67	656,687.89	57,331.67
Automatrix Solutions Co.,Ltd.	-	-	-	-
	<u>656,687.89</u>	<u>57,331.67</u>	<u>1,070,219.45</u>	<u>57,331.67</u>
Other current receivables :				
GPI Myanmar Co., Ltd.	-	-	1,123,555.44	3,465,702.28
True energy Co.Ltd.	280,000.00	-	280,000.00	-
Blue Diamond Golf And Water				
Sport Club Co., Ltd.	3,026,120.00	1,186,360.71	3,026,120.00	1,186,360.71
	<u>3,306,120.00</u>	<u>1,186,360.71</u>	<u>4,429,675.44</u>	<u>4,652,062.99</u>
Total	<u>3,962,807.89</u>	<u>1,243,692.38</u>	<u>5,499,894.89</u>	<u>4,709,394.66</u>

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

6.3.2 Short-term loans to associated company

As of December 31, 2020, the Company has loan to True Energy Co., Ltd. (associated company) in the amount of Baht 20 million for pre-machinery operation expenses, and fuel procurement for the construction of a power plant project in order to be able to supply electricity to a commercial system ("SCOD") within May 24, 2021, with a one-year loan agreement bearing interest rate 7% per annum with no collateral.

Movement and outstanding balance of loan to associated company are as follows.

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Beginning balance	-	-
Add Additional lending	20,000,000.00	-
Ending balance	<u>20,000,000.00</u>	<u>-</u>

6.3.3 Long-term loans to related person :

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Employee	<u>271,449.00</u>	<u>508,308.00</u>

The Company had loan to employees with payment due within two years deducted from salaries and monthly wages, bearing no interest under welfare condition.

Movement and outstanding balance of long-term loan to related person are as follows.

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Beginning balance	508,308.00	400,794.00
Add Additional lending	-	600,000.00
Less Repayment	(236,859.00)	(492,486.00)
Ending balance	<u>271,449.00</u>	<u>508,308.00</u>

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

(Unit:Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
6.3.4 Other non-current assets (Leasehold rights)				
Blue Diamond Golf				
And Water Sport Club Co., Ltd.	-	1,367,942.83	-	1,367,942.83
6.3.5 Lease liabilities				
Blue Diamond Golf				
And Water Sport Club Co., Ltd.	10,697,980.55	-	10,697,980.55	-

7. Cash and cash equivalents

(Unit:Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Cash	472,311.29	116,043.25	121,568.00	111,298.00
Current accounts	1,868,196.47	1,873,440.53	1,868,196.47	1,873,440.53
Savings deposit	48,484,133.71	145,562,237.17	47,631,132.42	144,721,562.20
Fixed deposit	31,736.19	31,204.23	31,736.19	31,204.23
Total	50,856,377.66	147,582,925.18	49,652,633.08	146,737,504.96

The Company has bank overdrafts total amount of Baht 23.00 million at interest rate MOR per annum. and short-term loan amount of Baht 25 million at interest rate MLR per annum. Such credit line have been secured by mortgaging certain land with its construction of the Company as stated in note 15. At the end of the period, the Company did not use such credit line.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

8. Trade and other current receivables

	(Unit:Baht)			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Trade accounts receivable :				
Related companies (Note 6.3.1)	656,687.89	57,331.67	1,070,219.45	57,331.67
Other parties	22,484,202.90	37,279,470.14	22,441,834.50	37,215,086.78
	<u>23,140,890.79</u>	<u>37,336,801.81</u>	<u>23,512,053.95</u>	<u>37,272,418.45</u>
Less: Allowance for expected credit losses				
(2019: Allowance for doubtful accounts)	(4,016,626.08)	(3,875,077.11)	(4,016,626.08)	(3,875,077.11)
Provisions for goods returned	(1,059,102.76)	(2,078,234.24)	(1,059,102.76)	(2,078,234.24)
Net	<u>18,065,161.95</u>	<u>31,383,490.46</u>	<u>18,436,325.11</u>	<u>31,319,107.10</u>
Other current receivables :				
Other receivables - related company				
(Note 6.3.1)	3,306,120.00	1,186,360.71	4,429,675.44	4,652,062.99
Accrued income	12,246,462.82	9,381,384.03	12,246,462.82	9,381,384.03
Prepaid expenses	10,926,627.65	7,713,391.30	10,926,627.65	6,693,800.10
Revenue Department receivable	6,898,129.94	-	6,898,129.94	-
Other	831,142.74	694,278.63	793,145.43	678,798.66
	<u>34,208,483.15</u>	<u>18,975,414.67</u>	<u>35,294,041.29</u>	<u>21,406,045.78</u>
Less: Allowance for expected credit losses				
(2019: Allowance for doubtful accounts)	(7,196,261.68)	(7,196,261.68)	(7,196,261.68)	(7,196,261.68)
Net	<u>27,012,221.47</u>	<u>11,779,152.99</u>	<u>28,097,779.61</u>	<u>14,209,784.10</u>
Total	<u><u>45,077,383.42</u></u>	<u><u>43,162,643.45</u></u>	<u><u>46,534,104.72</u></u>	<u><u>45,528,891.20</u></u>

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Aging of trade accounts receivable are as follows.

(Unit:Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Undue	12,432,204.69	22,292,945.86	12,432,204.69	22,292,945.86
Over due :				
1 - 90 days	7,195,387.64	10,387,265.98	7,608,919.20	10,387,265.98
91 - 180 days	801,374.90	425,416.86	801,374.90	361,033.50
181- 365 days	816,693.26	342,400.00	774,324.86	342,400.00
More than 365 days up	1,895,230.30	3,888,773.11	1,895,230.30	3,888,773.11
Total	23,140,890.79	37,336,801.81	23,512,053.95	37,272,418.45

Movement of the allowance for expected credit losses (2019: Allowance for doubtful accounts) as follows:

(Unit:Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Beginning of the year	11,071,338.79	19,983,843.07	11,071,338.79	19,983,843.07
Increase during the year	141,548.97	-	141,548.97	-
Write off	-	(877,951.89)	-	(877,951.89)
Received	-	(8,034,552.39)	-	(8,034,552.39)
End of the year	11,212,887.76	11,071,338.79	11,212,887.76	11,071,338.79

9. Inventories

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Finished goods	3,290,229.59	3,196,670.51
Work in process	3,650,641.40	2,007,256.06
Raw materials	3,683,491.19	5,806,646.98
	10,624,362.18	11,010,573.55
Less Allowance for inventories devaluation	(3,131,358.93)	(3,201,076.53)
Net	7,493,003.25	7,809,497.02

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Movement of the allowance for inventories devaluation for the year as follows:

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Beginning of the year	3,201,076.53	3,041,619.21
Increase(decrease)	(69,717.60)	159,457.32
End of the year	3,131,358.93	3,201,076.53

10. Other current financial assets

As at December 31, 2020, the Company had investments in fixed deposit due payment twelve-month with two bank total amount of Baht 200 million. at interest rate 0.20% - 1.00 % per annum.

11. Other non-current financial assets

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Long-term deposits at bank	-	186,563,340.98
Fair values are recognized in profit (loss).		
Other non-marketable equity securities :		
Invesments in other company	4,087,500.00	4,087,500.00
Less : Loss on remeasuring investments (2019: Provision for impairment)	(3,494,234.03)	(3,358,826.87)
Net	593,265.97	728,673.13
Total	593,265.97	187,292,014.11

As at December 31, 2019, the Company had investments in fixed deposit due payment thirteen - month and fourteen - month with a financial institution at interest rate 1.60 % - 1.95% per annum.

12. Investments in subsidiary

Details of investments in subsidiaries as presented in separate financial statements are as follows:

Company name	Paid up capital		Holdings	Cost	
	USD	BAHT		USD	BAHT
GPI Myanmar Co.,Ltd.	50,000	1,602,500.00	100	50,000	1,602,500.00
Less Loss on remeasuring investments					(1,602,500.00)
Net					-

The subsidiary was registered on 28 November 2018 in the Republic of the Union of Myanmar.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

13. Investments in associates

Investment in associated company as follows :

(Unit:Baht)

			As at December 31, 2020			
Business type	Registered Country	Registered Country	Paid up capital	Holdings	Carrying amounts based on equity	Cost
a. Automatrix Solutions Co.,Ltd.	Trading center and providing Electronic media through Internet network service	Thai	4,000,000.00	48.99	722,460.43	1,959,900.00
b. True energy Co.,Ltd.	Production and distribution electric current	Thai	275,000,000.00	25.45	246,556,152.79	250,000,000.00
					247,278,613.22	251,959,900.00

a. According to the Board of directors' meeting No.4/2019 held on November 8, 2019, approve invest in Automatrix Solutions Co.,Ltd.

Which has a registered capital of 40,000 ordinary shares at per Baht 100 each.

b. According to the Board of directors' meeting No.6/2020 held on March 31, 2020, approve invest in True energy Co.,Ltd.

Which has a registered capital of 2,750,000 ordinary shares at per Baht 100 each.

Movements of the investment in associated company for the year ended December 31, 2020 as follows:

	(Unit:Baht)
	Consolidated financial statements
Beginning of the year	-
Increase	251,959,900.00
Share of loss of associates accounted for using equity method	(4,681,286.78)
End of the year	<u>247,278,613.22</u>

14. Investment property

As at December 31, 2020 and 2019, The Company had investment property at book value of Baht 32.24 million, the fair value amounted to Baht 49.64 million. The fair value of such investment properties is determined by purchase and selling price of the land.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

15. Property, plant and equipment

(Unit:Baht)

	Consolidated financial statements									
	Property	Building	Building improvement	Office furniture and fixtures	Machine	Tools and equipment	Office equipment	Vehicle	Construction in progress	Total
Cost										
As at January 1, 2019	66,418,013.23	94,676,393.71	9,973,232.38	7,251,833.88	36,697,968.26	13,839,240.34	29,158,744.32	38,599,130.78	2,972,488.65	299,587,045.55
Purchase	-	-	5,471,697.74	622,838.28	37,944,509.86	5,750,348.28	3,002,518.39	5,350,002.66	8,115,365.99	66,257,281.20
Disposal/Write off	-	(96,535.00)	-	-	-	-	(147,351.82)	-	-	(243,886.82)
Transfer in (out)	-	-	2,572,488.65	-	-	-	-	-	(2,572,488.65)	-
As at December 31, 2019	66,418,013.23	94,579,858.71	18,017,418.77	7,874,672.16	74,642,478.12	19,589,588.62	32,013,910.89	43,949,133.44	8,515,365.99	365,600,439.93
Purchase	-	-	1,029,024.00	542,295.80	-	982,407.85	4,445,804.25	242,383.17	6,503,280.71	13,745,195.78
Disposal/Write off	-	(64,200.00)	-	(174,800.00)	-	(276,200.00)	(829,441.67)	(300,000.00)	-	(1,644,641.67)
Transfer to right-of-use assets	-	-	(2,455,657.49)	-	-	(60,845.79)	(233,650.00)	-	-	(2,750,153.28)
Transfer in (out)	-	-	982,380.00	-	-	-	(749,299.14)	350,467.29	(982,380.00)	(398,831.85)
As at December 31, 2020	66,418,013.23	94,515,658.71	17,573,165.28	8,242,167.96	74,642,478.12	20,234,950.68	34,647,324.33	44,241,983.90	14,036,266.70	374,552,008.91
Accumulated depreciation										
As at January 1, 2019	-	67,837,787.79	4,875,991.77	5,898,363.04	36,607,952.35	5,513,949.88	21,982,800.31	24,292,364.11	-	167,009,209.25
Depreciation for the year	-	1,785,454.35	2,026,115.69	610,640.74	1,360,413.76	2,819,319.97	3,172,070.32	2,528,405.08	-	14,302,419.91
Disposal/Write off	-	(62,302.34)	-	-	-	-	(66,222.56)	(66,490.92)	-	(195,015.82)
As at December 31, 2019	-	69,560,939.80	6,902,107.46	6,509,003.78	37,968,366.11	8,333,269.85	25,088,648.07	26,754,278.27	-	181,116,613.34
Depreciation for the year	-	1,794,316.81	2,109,760.20	658,032.62	1,577,225.52	3,237,750.19	3,399,270.63	2,619,730.58	-	15,396,086.55
Disposal/Write off	-	(42,408.86)	-	(152,911.68)	-	(46,623.48)	(653,908.80)	(299,999.00)	-	(1,195,851.82)
Transfer to right-of-use assets	-	-	(297,916.12)	-	-	(1,421.04)	(1,989.79)	-	-	(301,326.95)
Transfer in (out)	-	-	-	-	-	-	(559,891.81)	-	-	(559,891.81)
As at December 31, 2020	-	71,312,847.75	8,713,951.54	7,014,124.72	39,545,591.63	11,522,975.52	27,272,128.30	29,074,009.85	-	194,455,629.31
Net book value										
As at December 31, 2019	66,418,013.23	25,018,918.91	11,115,311.31	1,365,668.38	36,674,112.01	11,256,318.77	6,925,262.82	17,194,855.17	8,515,365.99	184,483,826.59
As at December 31, 2020	66,418,013.23	23,202,810.96	8,859,213.74	1,228,043.24	35,096,886.49	8,711,975.16	7,375,196.03	15,167,974.05	14,036,266.70	180,096,379.60

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Separate financial statements

	Property	Building	Building improvement	Office furniture and fixtures	Machine	Tools and equipment	Office equipment	Vehicle	Construction in progress	Total
Cost										
As at January 1, 2019	66,418,013.23	94,676,393.71	9,973,232.38	7,251,833.88	36,697,968.26	13,839,240.34	29,158,744.32	38,599,130.78	2,972,488.65	299,587,045.55
Purchase	-	-	5,471,697.74	622,838.28	37,944,509.86	5,750,348.28	2,997,812.05	5,350,002.66	8,115,365.99	66,252,574.86
Disposal/Write off	-	(96,535.00)	-	-	-	-	(147,351.82)	-	-	(243,886.82)
Transfer in (out)	-	-	2,572,488.65	-	-	-	-	-	(2,572,488.65)	-
As at December 31, 2019	66,418,013.23	94,579,858.71	18,017,418.77	7,874,672.16	74,642,478.12	19,589,588.62	32,009,204.55	43,949,133.44	8,515,365.99	365,595,733.59
Purchase	-	-	1,029,024.00	542,295.80	-	982,407.85	4,445,804.25	242,383.17	6,503,280.71	13,745,195.78
Disposal/Write off	-	(64,200.00)	-	(174,800.00)	-	(276,200.00)	(829,441.67)	(300,000.00)	-	(1,644,641.67)
Transfer to right-of-use assets	-	-	(2,455,657.49)	-	-	(60,845.79)	(233,650.00)	-	-	(2,750,153.28)
Transfer in (out)	-	-	982,380.00	-	-	-	(749,299.14)	350,467.29	(982,380.00)	(398,831.85)
As at December 31, 2020	66,418,013.23	94,515,658.71	17,573,165.28	8,242,167.96	74,642,478.12	20,234,950.68	34,642,617.99	44,241,983.90	14,036,266.70	374,547,302.57
Accumulated depreciation										
As at January 1, 2019	-	67,837,787.79	4,875,991.77	5,898,363.04	36,607,952.35	5,513,949.88	21,982,800.31	24,292,364.11	-	167,009,209.25
Depreciation for the year	-	1,785,454.35	2,026,115.69	610,640.74	1,360,413.76	2,819,319.97	3,170,233.94	2,528,405.08	-	14,300,583.53
Disposal/Write off	-	(62,302.34)	-	-	-	-	(66,222.56)	(66,490.92)	-	(195,015.82)
As at December 31, 2019	-	69,560,939.80	6,902,107.46	6,509,003.78	37,968,366.11	8,333,269.85	25,086,811.69	26,754,278.27	-	181,114,776.96
Depreciation for the year	-	1,794,316.81	2,109,760.20	658,032.62	1,577,225.52	3,237,750.19	3,399,270.63	2,619,730.58	-	15,396,086.55
Disposal/Write off	-	(42,408.86)	-	(152,911.68)	-	(46,623.48)	(653,908.80)	(299,999.00)	-	(1,195,851.82)
Transfer to right-of-use assets	-	-	(297,916.12)	-	-	(1,421.04)	(1,989.79)	-	-	(301,326.95)
Transfer in (out)	-	-	-	-	-	-	(559,891.81)	-	-	(559,891.81)
As at December 31, 2020	-	71,312,847.75	8,713,951.54	7,014,124.72	39,545,591.63	11,522,975.52	27,270,291.92	29,074,009.85	-	194,453,792.93
Net book value										
As at December 31, 2019	66,418,013.23	25,018,918.91	11,115,311.31	1,365,668.38	36,674,112.01	11,256,318.77	6,922,392.86	17,194,855.17	8,515,365.99	184,480,956.63
As at December 31, 2020	66,418,013.23	23,202,810.96	8,859,213.74	1,228,043.24	35,096,886.49	8,711,975.16	7,372,326.07	15,167,974.05	14,036,266.70	180,093,509.64

As at December 31, 2020, the Company has a fully depreciated property, plant and equipment still in use have cost value of Baht 123.39 million (2019 : Baht 116.93 million)

As at December 31, 2020, Certain of land with its construction at book value amounting to Baht 43.90 million (2019 : Baht 42.49 million) have been used as collateral for bank overdraft, short-term loans from financial institution as stated in note 7.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

16. Leases

The Company entered into lease contract field area with a related company for activity operation term of lease 3 years ended on May 14, 2021 and exercised an option to extend term of lease for 3 years ended on Mat 14, 2024.

16.1 Right-of-use assets

(Unit:Baht)

	Consolidated financial statements / Separate financial statements			
	Leasehold rights-Land	Building improvement	Furniture, fixtures and office equipment	Total
Cost :				
At January 1, 2020 – The effect from adaptation of new financial reporting standard	15,290,877.44	2,455,657.49	294,495.79	18,041,030.72
Purchase	-	1,881,605.89	-	1,881,605.89
As at December 31, 2020	15,290,877.44	4,337,263.38	294,495.79	19,922,636.61
Accumulated depreciation :				
At January 1,2020 – The effect from adaptation of new financial reporting standard	-	297,916.12	3,410.83	301,326.95
Depreciation for the year	2,619,257.55	709,313.55	34,232.86	3,362,803.96
Difference from rental reduction	888,248.01	-	-	888,248.01
As at December 31, 2020	3,507,505.56	1,007,229.67	37,643.69	4,552,378.92
Net book value :				
As at December 31, 2020	11,783,371.88	3,330,033.71	256,852.10	15,370,257.69

16.2 Lease liabilities

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Lease liabilities	10,697,980.55	-
Less Current portion	(5,264,513.84)	-
Net	5,433,466.71	-

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

The company entered into filed area lease with a related company for activity operation term of the lease agreement is ended May 14, 2024.

As at December 31, 2020 and 2019, Future minimum lease payments required under the lease agreements were as follows:

	(Unit:Baht)			
	Consolidated financial statements / Separate financial statements			
	Minimum lease payments		Present value of minimum lease payments	
	2020	2019	2020	2019
Within 1 year	6,000,000.00	-	5,264,513.84	-
Over 1 year within 5 years	6,000,000.00	-	5,433,466.71	-
	12,000,000.00	-	10,697,980.55	-
Less Future interest of financial leases	(1,302,019.45)	-	-	-
Present value of liabilities under financial leases	10,697,980.55	-	10,697,980.55	-

Lease expenses recognized in the following items in part of profit or loss

	(Unit:Baht)
	Consolidated financial statements / Separate financial statements
Depreciation of right of use assets	3,362,803.96
Interest of lease liabilities	278,831.77
Lease expense related to leases of low-value assets	359,873.63

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

17. Other intangible assets

(Unit:Baht)

	Consolidated financial statements / Separate financial statements		
	Computer	Software under	Total
	software	installation	
Cost			
As at January 1, 2019	6,857,285.80	1,329,000.00	8,186,285.80
Increased	4,918,140.00	1,960,900.00	6,879,040.00
Disposal	(850,000.00)	-	(850,000.00)
Transfer in (out)	1,057,770.00	(1,329,000.00)	(271,230.00)
As at December 31, 2019	11,983,195.80	1,960,900.00	13,944,095.80
Increased	12,000.00	2,786,702.00	2,798,702.00
Disposal	-	(71,277.00)	(71,277.00)
Transfer in (out)	120,000.00	(120,000.00)	-
As at December 31, 2020	12,115,195.80	4,556,325.00	16,671,520.80
Accumulated amortization			
As at January 1, 2019	3,757,042.74	-	3,757,042.74
Increased	1,309,273.65	-	1,309,273.65
As at December 31, 2019	5,066,316.39	-	5,066,316.39
Increased	1,460,271.13	-	1,460,271.13
As at December 31, 2020	6,526,587.52	-	6,526,587.52
Net book value			
As at December 31, 2019	6,916,879.41	1,960,900.00	8,877,779.41
As at December 31, 2020	5,588,608.28	4,556,325.00	10,144,933.28

18. Deferred income tax / income tax expenses

18.1 Deferred tax assets and liabilities after appropriate offsetting have been included in the statement of financial position are as follows :

(Unit:Baht)

	Consolidated financial statements /	
	Separate financial statements	
	2020	2019
Deferred tax assets	4,874,189.06	5,635,679.60
Deferred tax liabilities	(1,586,412.20)	(1,269,248.60)
Net deferred tax assets	3,287,776.86	4,366,431.00

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

18.2 The movement of deferred tax assets and liabilities as presentation in the consolidated and separate financial statements Incurred for the year ended 31 December 2020 and 2019 are as follows:

(Unit:Baht)

	Consolidated financial statements / Separate financial statements			
	As at January 1, 2020	Recognized as (expenses) / revenues in		As at December 31, 2020
		Profit or Losses	Other comprehensive income or loss	
Deferred tax assets :				
Allowance for inventories devaluation	640,215.32	(13,943.53)	-	626,271.79
Provision for liabilities :- employee benefi	4,995,464.28	(62,255.66)	(685,291.35)	4,247,917.27
	<u>5,635,679.60</u>	<u>(76,199.19)</u>	<u>(685,291.35)</u>	<u>4,874,189.06</u>
Deferred tax liabilities :				
Temporary differences depreciation	(1,239,907.64)	46,845.28	-	(1,193,062.36)
Right-of-use assets	-	(132,945.95)	-	(132,945.95)
Lease liabilities	(29,340.96)	(231,062.93)	-	(260,403.89)
	<u>(1,269,248.60)</u>	<u>(317,163.60)</u>	<u>-</u>	<u>(1,586,412.20)</u>
Deferred tax assets - net	<u>4,366,431.00</u>	<u>(393,362.79)</u>	<u>(685,291.35)</u>	<u>3,287,776.86</u>

(Unit:Baht)

	Consolidated financial statements / Separate financial statements			
	As at January 1, 2019	Recognized as (expenses) / revenues in		As at December 31, 2019
		Profit or Losses	Other comprehensive income or loss	
Deferred tax assets :				
Allowance for inventories devaluation	608,323.86	31,891.46		640,215.32
Provision for liabilities :- employee benefi	5,014,932.20	1,269,003.88	(1,288,471.80)	4,995,464.28
	<u>5,623,256.06</u>	<u>1,300,895.34</u>	<u>(1,288,471.80)</u>	<u>5,635,679.60</u>
Deferred tax liabilities :				
Temporary differences depreciation	(232,078.24)	(1,007,829.40)	-	(1,239,907.64)
Liabilities under financial leases	(86,630.68)	57,289.72	-	(29,340.96)
	<u>(318,708.92)</u>	<u>(950,539.68)</u>	<u>-</u>	<u>(1,269,248.60)</u>
Deferred tax assets - net	<u>5,304,547.14</u>	<u>350,355.66</u>	<u>(1,288,471.80)</u>	<u>4,366,431.00</u>

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

18.3 Income tax recognized in profit or loss for the year ended December 31, 2020 and 2019 as follows:

(Unit:Baht)

	Consolidated financial statements /	
	Separate financial statements	
	2020	2019
Income tax expenses	10,778,761.06	28,529,386.21
Changing in temporary differences	393,362.79	(350,355.66)
Income tax expenses in the statements of comprehensive income	<u>11,172,123.85</u>	<u>28,179,030.55</u>

18.4 Income tax on components of other comprehensive income for the year ended December 31, 2020 and 2019 as follows:

(Unit:Baht)

	Consolidated financial statements /	
	Separate financial statements	
	2020	2019
Actuarial gains for employee benefit obligations	3,426,456.77	6,442,359.00
Less Income tax expenses	(685,291.35)	(1,288,471.80)
Net	<u>2,741,165.42</u>	<u>5,153,887.20</u>

18.5 Reconciliation between income tax expenses and the product of accounting profit multiplied by income tax rate for the year ended December 31, 2020 and 2019 present as follows:

(Unit:Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Profit before income tax	45,263,752.77	130,895,192.20	49,300,470.81	136,883,096.74
Add back loss without tax for subsidiary	957,931.26	5,987,904.54	-	-
Total	46,221,684.03	136,883,096.74	49,300,470.81	136,883,096.74
Tax rate	20	20	20	20
Amount of income tax	<u>9,244,336.81</u>	<u>27,376,619.35</u>	<u>9,860,094.16</u>	<u>27,376,619.35</u>

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

(Unit:Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Tax effect implications for :				
Incomcom(expenses)that the accounting basis difference from the tax basis	218,697.37	183,585.79	218,697.37	183,585.79
Non-deductible expenses	804,158.21	2,647,029.13	1,124,658.21	2,647,029.13
Additional deductible expenses	(59,635.68)	(245,702.86)	(59,635.68)	(245,702.86)
Allowance for expected credit losses (2019 : Allowance for doubtful accounts) (Revers:	28,309.79	(1,782,500.86)	28,309.79	(1,782,500.86)
Share of loss of associates accounted for using equity method	936,257.35	-	-	-
	1,927,787.04	802,411.20	1,312,029.69	802,411.20
Income tax expense reported in the statements of comprehensive income	11,172,123.85	28,179,030.55	11,172,123.85	28,179,030.55
Effective income tax rate	24.17	20.59	22.66	20.59

19. Trade and other current payables

(Unit:Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Trade accounts payable :				
Trade payable - Other parties	7,326,912.44	5,942,909.43	7,326,912.44	5,442,905.23
Trade notes payable	2,783,064.80	62,716.48	2,783,064.80	62,716.48
	10,109,977.24	6,005,625.91	10,109,977.24	5,505,621.71
Other current payables				
Accrued expenses - Other parties	5,698,013.15	6,261,944.14	4,994,876.66	5,997,386.85
Revenue Department payable	299,511.29	5,289,930.40	-	5,000,830.04
Suspense output tax	1,498,133.53	2,240,442.70	1,498,133.53	2,240,442.70
Accrued withholding tax	4,142,069.78	4,059,317.85	4,128,121.79	4,058,657.84
Other	10,183,283.88	7,157,304.41	5,183,283.88	7,051,082.07
	21,821,011.63	25,008,939.50	15,804,415.86	24,348,399.50
Total	31,930,988.87	31,014,565.41	25,914,393.10	29,854,021.21

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

20. Unearned revenues

(Unit:Baht)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Unearned revenues for motor show space	-	140,886,007.42	-	138,133,465.60
Others	1,217,720.49	337,445.99	1,217,720.49	337,445.99
Total	1,217,720.49	141,223,453.41	1,217,720.49	138,470,911.59

21. Non-current provisions for employee benefits

21.1 Movement of the present value of the employee benefit obligations are as follows:

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Beginning of the year	24,977,321.46	25,074,661.06
Current service cost	1,883,188.00	1,606,499.00
Interest cost	380,802.00	653,861.00
Less adjustment	(14,465.13)	-
Past service cost	-	4,589,524.05
Employee benefit payment during in the year	(2,560,803.00)	(504,864.65)
Profit from actuarial estimates	(3,426,456.77)	(6,442,359.00)
End of the year	21,239,586.56	24,977,321.46

21.2 Employee benefit expenses recognized in the statement of comprehensive income for the year are as follows:

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Cost of sales and services	1,054,168.92	3,592,017.38
Distribution cost	108,500.16	353,817.15
Administrative expenses	1,086,855.67	2,904,049.52
Total	2,249,524.75	6,849,884.05

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

21.3 (Gains) Loss from provision for Actuarial technique recognized in other comprehensive income for the year ended

December 31, 2020 and 2019 are as follows:

(Unit:Baht)

	Consolidated financial statements / Separate financial statements	
	2020	2019
Discount rate	218,469.00	342,564.00
Future salary growth	(3,803,553.00)	(6,410,531.00)
Employee turnover rate (depend on working period of employee)	(3,499.00)	(1,138,033.00)
Experience adjustment	162,126.23	763,641.00
Total	<u>(3,426,456.77)</u>	<u>(6,442,359.00)</u>

21.4 Principal actuarial assumptions at the reporting date (expressed as weighted averages) as follow:

	2020	2019
Discount rate	1.61%	1.71%
Future salary growth	5.01%	7.02%
Employee turnover rate (depend on working period of employee)	0 - 24.00%	0 - 22.00%
Mortality rate (TMO2017)	100.00%	100.00%
Disability rate (TMO2017)	10.00%	10.00%

21.5 Sensitivity analysis

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

(Unit:Baht)

	Consolidated financial statements / Separate financial statements			
	2020		2019	
	Increase	Decrease	Increase	Decrease
Discount rate (change 0.50%)	(849,289.00)	900,022.00	(1,050,800.00)	1,118,847.00
Future salary growth (change 0.50%)	971,061.00	(923,571.00)	1,178,191.00	(1,116,745.00)
Employee turnover rate (change 0.50%)	(1,077,936.00)	1,143,106.00	(1,326,997.00)	1,414,552.00

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

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

22. Legal reserve

According to the Public Company Limited Act B.E.2535, the Company has appropriated its reserve as a legal reserve not less than 5% of the annual net profit deducted by the total deficit brought forward (if any) until the reserve reaches an amount not less than 10% of the authorized share capital. The legal reserve is not available for dividends distribution.

23. Dividend

23.1 During the year 2020, the Company paid dividend 2 times total amount of Baht 66 million, as follows .

- Approved the cancellation of the dividend of the year 2019 approved in the Board of Director meeting no.2/2020 held on February 18, 2020. However, the Board of Director meeting passed resolution to pay interim dividend from remaining retained earnings as at December 31, 2019 to shareholders 600 million share Baht 0.08 per share amount of Baht 48 million. Such interim dividend was already paid on April 24, 2020. Such interim dividend payment was informed to shareholders in the annual shareholder meeting of the year 2020 held on July 7, 2020
- According to the Board of Directors Meeting No.11/2020, held on November 11, 2020, resolved to pay the interim dividend from performance for the year ended 2020, for the total eligible shares of 600 million shares at the rate of Baht 0.03 per share totalling Baht 18.00 million to the shareholders. The Company already paid on December 1, 2020.

23.2 During the year 2019, the Company paid dividend 2 times total amount of Baht 114 million, as follows .

- According to Annual General Meeting of Shareholders year 2019, held on March 28, 2019, resolved to pay the dividend from the remaining performance for the second quarter of 2018, for the total eligible shares of 600 million shares at the rate of Baht 0.09 per share totalling Baht 54 million to the shareholders. The Company already paid on April 19, 2019.
- According to the Board of Directors Meeting No. 3/2019, held on August 8, 2019, resolved to pay the interim dividend from performance for the second quarter of 2018 and the performene for the first quarter 2019, for the total eligible shares of 600 million shares at the rate of Baht 0.10 per share totalling Baht 60 million to the shareholders. The Company already paid on September 6, 2019.

24. Directors' remuneration and management benefit expenses

Directors' remuneration is the benefits paid to the Company's directors excluding salaries and relating benefits which were paid to executive directors according to Section 90 of the Public Company Limited Act.

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

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

25 Provident fund

The Company and the employees has jointly established provident fund in accordance with the provident fund Act B.E. 2530. The Company has to make contribution and the employees have to paid to the fund on monthly basis at rate 5% of their salary and will pay to employees when they resigns according to the regulation of the fund of

For the years ended December 31, 2020 the Company made a contribution to the provident fund in amount of Baht 4.36 million (2019 : Baht 4.05 million)

26. Expenses by nature

Significant expenses by nature for the years as follows :

	(Unit:Baht)			
	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Changing in finished goods and work in process	(1,736,944.42)	1,446,517.61	(1,736,944.42)	1,446,517.61
Raw material used	13,807,704.63	22,520,084.57	13,807,704.63	22,520,084.57
Hire of work expenses for plate and original ma	19,208,886.32	27,831,548.51	19,208,886.32	27,831,548.51
Employee expenses	122,635,714.03	128,606,487.80	122,635,714.03	128,606,487.80
Directors' remuneration	5,117,000.00	5,180,000.00	5,117,000.00	5,180,000.00
Management benefit expenses (Note 6.2)	30,572,602.15	39,607,810.66	30,572,602.15	39,607,810.66
Service charge for using area for organizing eve	91,045,650.10	121,031,475.66	88,832,126.82	115,234,811.82
Structure decoration expenses	29,265,974.77	57,993,360.63	28,608,815.00	54,718,353.57
Advertising expenses	28,054,260.27	31,603,424.36	27,991,672.73	31,003,082.13
Hire of work expenses for organize activities	16,950,336.21	28,777,490.86	14,706,670.58	27,921,492.43
Depreciation / Amortization	20,291,386.21	16,460,746.00	20,290,438.64	16,459,857.18

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

27. Supplementary disclosure of cash flow information

27.1 Non-cash transactions for the year ended December 31, 2020 were as follows:

- The Company transfer other non-current assets (Barter goods) amounting to Baht 0.35 million to property, plant and equipment and transfer Office equipment at book value amounting to Baht 0.19 million to other-non current assets.
- The Company purchased office equipment amounting to Baht 1.45 million by credit.

27.2 Non-cash transactions for the year ended December 31, 2019 were as follows:

- The Company purchased office equipment amounting to Baht 2.48 million by credit.
- The Company purchased other intangible assets amounting to Baht 0.07 million by credit.

28. Commitments and contingent liabilities

28.1 The Company had commitments to pay the rental and service charge according to agreements as follows:

	(Unit:Baht)	
	Consolidated financial statements / Separate financial statements	
	2020	2019
Within 1 year	9,302,497.58	2,094,541.12
Over 1 year within 5 years	22,300.00	218,278.95
Total	<u>9,324,797.58</u>	<u>2,312,820.07</u>

28.2 As at December 31, 2020 the Company has commitments to pay consulting fee to an expert Baht 8.89 million with 1 year.

When the contract is expired and no any party want to terminate, the contract will be automatically renewed.

(2019 : about Baht 5.96 million)

28.3 The Company had commitment to pay supporting expenses of Thai Automotive Industry Association, a co-host of Bangkok International Motor Show, with the Company and a member of Organization International Des Constructeurs D'Automobiles (OICA), an international Association, which has certified standard of such motor show every two years. The Company will pay supporting expenses to such association Baht 5.00 million for the year certified by OICA and Baht 4.00 million for the year uncertified.

28.4 As at December 31, 2020 and 2019, the Company has contingent liabilities from letter of guarantee to Metropolitan Electricity Authority issued by bank for electricity usage amount of Baht 0.31 million and monthly mailing post service with Thailand post Co.,Ltd. amount of Baht 0.01 million, total amount of Baht 0.32 million, secured by fixed deposit.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

29. Business segment information

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief decision maker officer in order to make decisions about the allocation of resources to the segment and assess its performance. The chief decision maker officer is the Managing Director of the Company.

The main segment operation of the Company for the year ended December 31, 2020 and 2019 as follows:

(Unit:Baht)

Consolidated financial statements								
For the year ended December 31,								
	Activities		Media & Publishing		Provide printing services		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
Revenues from sales and services	437,839,320.37	617,533,850.18	42,985,787.75	49,919,112.74	28,585,789.96	51,878,937.46	509,410,898.08	719,331,900.38
Costs of sales and services	(220,724,478.40)	(334,145,877.62)	(47,017,902.77)	(50,478,920.61)	(32,008,737.93)	(46,055,769.05)	(299,751,119.10)	(430,680,567.28)
Gross Profit (Loss)	217,114,841.97	283,387,972.56	(4,032,115.02)	(559,807.87)	(3,422,947.97)	5,823,168.41	209,659,778.98	288,651,333.10
Other income							2,592,114.51	2,824,568.32
Distribution cost							(51,598,788.52)	(49,610,132.72)
Administrative expenses							(117,185,641.25)	(122,701,053.17)
Finance income							6,756,407.60	11,730,476.67
Finance costs							(278,831.77)	-
Share of loss of associates accounted for using equity method							(4,681,286.78)	-
Profit before income tax expense							45,263,752.77	130,895,192.20
Income tax expense							(11,172,123.85)	(28,179,030.55)
Profit for the period							34,091,628.92	102,716,161.65

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

(Unit:Baht)

Separate financial statements

For the year ended December 31,

	Activities		Media & Publishing		Provide printing services		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
Revenues from sales and services	431,628,375.94	609,505,817.66	42,985,787.75	49,919,112.74	28,585,789.96	51,878,937.46	503,199,953.65	711,303,867.86
Costs of sales and services	(215,148,031.29)	(322,575,417.81)	(47,017,902.77)	(50,478,920.61)	(32,008,737.93)	(46,055,769.05)	(294,174,671.99)	(419,110,107.47)
Gross Profit (Loss)	216,480,344.65	286,930,399.85	(4,032,115.02)	(559,807.87)	(3,422,947.97)	5,823,168.41	209,025,281.66	292,193,760.39
Other income							2,886,447.84	3,536,629.15
Distribution cost							(51,140,036.80)	(48,612,531.77)
Administrative expenses							(117,948,002.22)	(121,965,214.82)
Finance income							6,755,612.10	11,730,453.79
Finance costs							(278,831.77)	-
Profit before income tax expense							49,300,470.81	136,883,096.74
Income tax expense							(11,172,123.85)	(28,179,030.55)
Profit for the period							38,128,346.96	108,704,066.19

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

30. Financial instruments**Financial instrument risk management objectives and policies continued**

The Group's financial instruments principally comprise cash and cash equivalents, trade and other current receivables, other current financial assets, other non-current financial assets, short-term loans to associated, long-term loan to related persons, trade and other current payables, and lease liabilities. The financial risks associated with these financial instruments and how they are managed is described below.

Credit risk

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

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

Market risk**Interest rate risk**

Interest rate risk is the risk that future movements in market interest rates will affect the results of the Company's operations and its cash flows. The Company is primarily exposed to interest rate risk from long-term investments. The management has considered that the interest rate risk is low as the interest rates are mainly fixed.

Consolidated financial statements as at December 31, 2020

	Floating interest rate	Fixed interest rate	Zero interest rate	Total	Interest rate
Financial assets :					
Cash and cash equivalents	48,484,133.71	31,736.19	2,340,507.76	50,856,377.66	0.05 - 0.50
Trade and other current receivables			45,077,383.42	45,077,383.42	-
Short-term loan to associates	-	20,000,000.00	-	20,000,000.00	7.00
Other current financial assets	-	200,049,621.70	-	200,049,621.70	0.20 - 1.00
Other non-current financial assets	-	-	593,265.97	593,265.97	-
Long-term loan to related persons	-	-	271,449.00	271,449.00	-
Financial Liabilities :					
Trade and other current payables	-	-	31,930,988.87	31,930,988.87	-
Lease liabilities	-	5,433,466.71	-	5,433,466.71	6.875

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Separate financial statements as at December 31, 2020

	Floating interest rate	Fixed interest rate	Zero interest rate	Total	Interest rate
Financial assets :					
Cash and cash equivalents	47,631,132.42	31,736.19	1,989,764.47	49,652,633.08	0.05 - 0.50
Trade and other current receivables	-	-	46,534,104.72	46,534,104.72	-
Short-term loan to associates	-	20,000,000.00	-	20,000,000.00	7.00
Other current financial assets	-	200,049,621.70	-	200,049,621.70	0.20 - 1.00
Other non-current financial assets	-	-	593,265.97	593,265.97	-
Long-term loan to related persons	-	-	271,449.00	271,449.00	-
Financial Liabilities :					
Trade and other current payables	-	-	25,914,393.10	25,914,393.10	-
Lease liabilities	-	5,433,466.71	-	5,433,466.71	6.875

Consolidated financial statements as at January 1, 2020

	Floating interest rate	Fixed interest rate	Zero interest rate	Total	Interest rate
Financial assets :					
Cash and cash equivalents	145,562,237.17	31,204.23	1,989,483.78	147,582,925.18	0.05 - 1.00
Trade and other current receivables	-	-	43,162,643.45	43,162,643.45	-
Other current financial assets	-	357,201,913.58	-	357,201,913.58	0.90 - 1.95
Other non-current financial assets	186,563,340.98	-	728,673.13	187,292,014.11	1.60-1.95
Long-term loan to related persons	-	-	508,308.00	508,308.00	-
Financial Liabilities :					
Trade and other current payables	-	-	31,014,565.41	31,014,565.41	-
Lease liabilities	-	12,816,823.90	-	12,816,823.90	6.875

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

Separate financial statements as at January 1, 2020

	Floating interest rate	Fixed	Zero interest rate	Total	Interest rate
Financial assets :					
Cash and cash equivalents	144,721,562.20	31,204.23	1,984,738.53	146,737,504.96	0.05 - 1.00
Trade and other current receivables	-	-	45,528,891.20	45,528,891.20	-
Other current financial assets	-	357,201,913.58	-	357,201,913.58	0.90 - 1.95
Other non-current financial assets	186,563,340.98	-	728,673.13	187,292,014.11	1.60-1.95
Long-term loan to related persons	-	-	508,308.00	508,308.00	-
Financial Liabilities :					
Trade and other current payables	-	-	29,854,021.21	29,854,021.21	-
Lease liabilities	-	12,816,823.90	-	12,816,823.90	6.875

Interest rate sensitivity analysis

the Group's profit before tax does not significantly impacted by change in interest rates.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

31. Fair value of financial instruments

Since the majority of the Group's financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value are not expected to be materially different from the amounts presented in the statements of financial position.

The carrying value and fair value of foreign currency forward contracts and debentures as at are presented as follows:

(Unit:Baht)

Consolidated financial statements as at December 31, 2020				
	Carrying value			Fair value
	Fair value through profit or loss	Amortised cost	Total	
Financial assets :				
Cash and cash equivalents	-	50,856,377.66	50,856,377.66	50,856,377.66
Trade and other current receivables	-	45,077,383.42	45,077,383.42	45,077,383.42
Short-term loan to associates		20,000,000.00	20,000,000.00	20,000,000.00
Other current financial assets	-	200,049,621.70	200,049,621.70	200,049,621.70
Other non-current financial assets	593,265.97	-	593,265.97	593,265.97
Long-term loan to related persons	-	271,449.00	271,449.00	271,449.00
Total	593,265.97	316,254,831.78	316,848,097.75	316,848,097.75
Financial Liabilities :				
Trade and other current payables	-	26,930,988.87	26,930,988.87	26,930,988.87
Lease liabilities	-	5,433,466.71	5,433,466.71	5,433,466.71
Total	-	32,364,455.58	32,364,455.58	32,364,455.58

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

(Unit:Baht)

Separate financial statements as at December 31, 2020

	Carrying value			Fair value
	Fair value through profit or loss	Amortised cost	Total	
Financial assets :				
Cash and cash equivalents	-	49,652,633.08	49,652,633.08	49,652,633.08
Trade and other current receivables	-	46,534,104.71	46,534,104.71	46,534,104.71
Short-term loan to associates	-	200,049,621.70	200,049,621.70	200,049,621.70
Other current financial assets	593,265.97	-	593,265.97	593,265.97
Other non-current financial assets	-	271,449.00	271,449.00	271,449.00
Long-term loan to related persons	593,265.97	296,507,808.49	297,101,074.46	297,101,074.46
Total				
Financial Liabilities :	-	25,914,393.10	25,914,393.10	25,914,393.10
Trade and other current payables		5,433,466.71	5,433,466.71	5,433,466.71
Lease liabilities	-	25,914,393.10	25,914,393.10	25,914,393.10
Total				

(หน่วย : บาท)

Consolidated financial statements as at January 1, 2020

	Carrying value			Fair value
	Fair value through profit or loss	Amortised cost	Total	
Financial assets :				
Cash and cash equivalents	-	147,582,925.18	147,582,925.18	147,582,925.18
Trade and other current receivables	-	43,162,643.45	43,162,643.45	43,162,643.45
Other current financial assets	-	357,201,913.58	357,201,913.58	357,201,913.58
Other non-current financial assets	728,673.13	186,563,340.98	187,292,014.11	187,292,014.11
Long-term loan to related persons	-	508,308.00	508,308.00	508,308.00
Total	728,673.13	735,019,131.19	735,747,804.32	735,747,804.32
Financial Liabilities :				
Trade and other current payables	-	31,014,565.41	31,014,565.41	31,014,565.41
Lease liabilities	-	12,816,823.90	12,816,823.90	12,816,823.90
Total	-	43,831,389.31	43,831,389.31	43,831,389.31

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

(Unit:Baht)

Separate financial statements as at January 1, 2020

	Carrying value			Fair value
	Fair value through profit or loss	Amortised cost	Total	
Financial assets :				
Cash and cash equivalents	-	146,737,504.96	146,737,504.96	146,737,504.96
Trade and other current receivables	-	45,528,891.20	45,528,891.20	45,528,891.20
Other current financial assets	-	357,201,913.58	357,201,913.58	357,201,913.58
Other non-current financial assets	728,673.13	186,563,340.98	187,292,014.11	187,292,014.11
Long-term loan to related persons	-	508,308.00	508,308.00	508,308.00
Total	728,673.13	736,539,958.72	737,268,631.85	737,268,631.85
Financial Liabilities :				
Trade and other current payables	-	29,854,021.21	29,854,021.21	29,854,021.21
Lease liabilities	-	12,816,823.90	12,816,823.90	12,816,823.90
Total	-	42,670,845.11	42,670,845.11	42,670,845.11

The fair value of financial instruments is estimated on the following criteria.

The fair value of investment in equity instruments of non-listed companies has been determined by analysis and considering change in the invested companies' financial position and operating performance, including other several factors, and concluded that the cost of those investments has appropriately represented the fair value of the investments.

During the current year, there was no transfer within the fair value hierarchy.

Fair value hierarchy

The Group had the assets that were measured at fair value and liabilities for which fair value were disclosed using different levels of inputs as follows:

(Unit:Baht)

	Consolidated financial statements/Separate financial statements as at December 31, 2020			
	Level 1	Level 2	Level 3	Total
financial assets				
Other non current financial assets	-	-	593,265.97	593,265.97
Consolidated financial statements/Separate financial statements as at January 1, 2020				
	Level 1	Level 2	Level 3	Total
financial assets				
Other non current financial assets	186,563,340.98	-	728,673.13	187,292,014.11

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)

32. Capital management

The objective of financial management of the Company is to maintain the ability of operation as a going concern and proper capital structure.

As at December 31, 2020 and 2019, the company has debt to equity ratio as follow :

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
Debt to equity ratio (equal)	0.09	0.26	0.08	0.25

33. Events after the reporting period

33.1 According to the Board of Director meeting no. 1/2021 held on January 20, 2021, the Company passed resolutions as follows:

- a. Approve the Company to increase the business of selling collectible cars and custom cars for the purpose of trading,
- b. To approve the Company to apply for short-term loan in bank overdraft credit line Baht 50 million, bearing interest rate F/D + 0.90% per annum, for the purpose of using as working capital of the Company.
- c. Approved the Company to provide financial assistance to True Energy Co.,Ltd.(Associated company) amount not exceeding Baht 30 million, bearing interest rate 6% per annum, loan term of 1 year, with land and buildings as collateral for a total amount of Baht 50 million. And on January 25, 2021, the Company has provided loan to that associated company amount to Baht 13 million.

33 According to the Board of Director meeting no. 2/2021 held on February 19, 2021, the Company passed resolutions as follows:

- a. To approve pay the dividend from retained earnings as of 31 December 2020 for the total eligible shares of 600 million shares at the rate of Baht 0.05 per share totalling Baht 30 million to the shareholders. which the company will propose to the 2021, annual general meeting of the company for further approval.
- b. Approved to additionally invest in Automatrix Solutions Co.,Ltd. (Associated company) under prevoius shareholding proportion 48.99 % amount of Baht 1.96 million.

34. Financial statements approval

These financial statements have been approved to be issued by the Company's director on February 19, 2021.

(Sign) Directors

(Mr.Anothai Eamlumnow)

(Mr.Peeraphong Eamlumnow)