

PSG Corporation Public Company Limited
and its subsidiary
Review report and interim financial information
For the three-month and six-month periods ended
30 June 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of PSG Corporation Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of PSG Corporation Public Company Limited and its subsidiary as at 30 June 2022, the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated statements of changes in shareholders' equity and cash flows for the six-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of PSG Corporation Public Company Limited for the same periods (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.



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Emphasis of Matters

I draw attention to Notes 14.2 to the interim consolidated financial statements, the Company has the litigation which is currently under court consideration. My conclusion is not modified in respect of this matter.

Other Matter

The financial statements of PSG Corporation Public Company Limited for the year ended 31 December 2021 were audited by another auditor who, under her report dated 23 February 2022, expressed an unmodified opinion with emphasis of matters on 3 litigations on those financial statements.

Chai Kasemsrihanaw

Chatchai Kasemsrithanawat

Certified Public Accountant (Thailand) No. 5813

EY Office Limited

Bangkok: 10 August 2022

PSG Corporation Public Company Limited and its subsidiary

Statement of financial position

As at 30 June 2022

(Unit: Thousand Baht)

	Note	Consolidated		
		financial statements	Separate financial statements	
		30 June 2022 (Unaudited but reviewed)	30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)
Assets				
Current assets				
Cash and cash equivalents		233,122	187,126	1,061,092
Trade and other receivables	2, 3	455,032	455,052	6,516
Contract assets	4	-	-	11,740
Current tax assets		-	-	497
Other current financial assets	5	800,694	800,694	-
Other current assets		782	782	1,085
Total current assets		1,489,630	1,443,654	1,080,930
Non-current assets				
Restricted bank deposits		15,501	15,501	18,192
Other non-current financial assets	6	25,399	25,399	32,811
Investments in subsidiary	7	-	45,000	-
Investment properties		66,876	66,876	66,876
Property, plant and equipment	8	39,390	27,001	20,209
Right-of-use assets	10	46,942	46,942	2,346
Retention receivables	4	13,772	13,772	13,836
Intangible assets		1,032	1,014	1,450
Deferred tax assets		1,630	-	-
Other non-current assets		70,734	70,734	54,898
Total non-current assets		281,276	312,239	210,618
Total assets		1,770,906	1,755,893	1,291,548

The accompanying notes are an integral part of the interim financial statements.

PSG Corporation Public Company Limited and its subsidiary

Statement of financial position (continued)

As at 30 June 2022

(Unit: Thousand Baht)

	Note	Consolidated	Separate financial statements	
		financial statements	30 June 2022	31 December 2021
		30 June 2022	30 June 2022	31 December 2021
		(Unaudited but reviewed)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity				
Current liabilities				
Trade and other payables	2, 9	156,409	188,142	26,270
Current portion of lease liabilities	10	12,850	9,984	733
Other short-term borrowing		12,236	12,236	12,236
Income tax payable		43,982	39,940	-
Retention payables		18,271	15,491	19,489
Provision for expected loss on construction contract		-	-	483
Provision for penalty arising from delay on construction contract		-	-	837
Other current provisions		806	806	772
Other current liabilities		17,936	10,979	10,596
Total current liabilities		262,490	277,578	71,416
Non-current liabilities				
Lease liabilities, net of current portion	10	43,253	37,668	1,676
Provision for long-term employee benefits		5,941	5,941	5,488
Deferred tax liabilities		96	96	5,024
Provisions for loss on litigations	14.2, 14.3	9,062	9,062	7,603
Total non-current liabilities		58,352	52,767	19,791
Total liabilities		320,842	330,345	91,207

The accompanying notes are an integral part of the interim financial statements.

PSG Corporation Public Company Limited and its subsidiary

Statement of financial position (continued)

As at 30 June 2022

(Unit: Thousand Baht)

	Consolidated		
	<u>financial statements</u>	<u>Separate financial statements</u>	
	<u>30 June 2022</u>	<u>30 June 2022</u>	<u>31 December 2021</u>
	(Unaudited but reviewed)	(Unaudited but reviewed)	(Audited)
Shareholders' equity			
Share capital			
Registered			
64,992,438,156 ordinary shares of Baht 1 each	<u>64,992,438</u>	<u>64,992,438</u>	<u>64,992,438</u>
Issued and fully paid			
64,992,438,156 ordinary shares of Baht 1 each	64,992,438	64,992,438	64,992,438
Share discount	(62,272,363)	(62,272,363)	(62,272,363)
Expired warrant surplus	7,859	7,859	7,859
Retained earnings (Deficit)			
Appropriated - statutory reserve	5,527	5,527	5,527
Unappropriated (Deficit)	(1,297,664)	(1,315,845)	(1,546,748)
Other components of shareholders' equity	<u>14,267</u>	<u>7,932</u>	<u>13,628</u>
Total shareholders' equity	<u>1,450,064</u>	<u>1,425,548</u>	<u>1,200,341</u>
Total liabilities and shareholders' equity	<u>1,770,906</u>	<u>1,755,893</u>	<u>1,291,548</u>

The accompanying notes are an integral part of the interim financial statements.

Directors

(Unaudited but reviewed)

PSG Corporation Public Company Limited and its subsidiary

Statement of comprehensive income

For the three-month period ended 30 June 2022

(Unit: Thousand Baht except earnings (loss) per share expressed in Baht)

	Consolidated	Separate financial statements		
		financial statements	2021	
Note	2022	2022	2021	
Profit or loss:				
Revenues				
Revenues from construction contracts	2	471,169	471,169	3,272
Other income		12,293	14,605	331
Total revenues		483,462	485,774	3,603
Expenses				
Cost of construction contracts	2	142,151	166,055	3,469
Administrative expenses		32,043	30,986	15,900
Total expenses		174,194	197,041	19,369
Operating profit (loss)		309,268	288,733	(15,766)
Finance costs		(797)	(778)	(319)
Profit (loss) before income tax expenses		308,471	287,955	(16,085)
Income tax expenses		(40,792)	(38,457)	-
Profit (loss) for the period		267,679	249,498	(16,085)
Other comprehensive income:				
<i>Other comprehensive income to be reclassified</i>				
<i>to profit or loss in subsequent periods</i>				
Exchange differences on translation of financial statements				
in foreign currency		6,335	-	-
<i>Other comprehensive income not to be reclassified</i>				
<i>to profit or loss in subsequent periods</i>				
Gains (loss) on investment in equity instruments designated				
at fair value through other comprehensive income		(5,687)	(5,687)	5,278
Actuarial gain		419	419	-
Other comprehensive income for the period		1,067	(5,268)	5,278
Total comprehensive income for the period		268,746	244,230	(10,807)
Earnings (loss) per share				
11				
Basic earnings (loss) per share/Diluted earnings (loss) per share		0.0041	0.0038	(0.0015)

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

PSG Corporation Public Company Limited and its subsidiary
Statement of comprehensive income
For the six-month period ended 30 June 2022

(Unit: Thousand Baht except earnings (loss) per share expressed in Baht)

	Note	Consolidated		
		financial statements	Separate financial statements	
		2022	2022	2021
Profit or loss:				
Revenues				
Revenues from construction contracts	2	475,709	475,709	6,930
Other income		20,479	22,791	3,697
Total revenues		496,188	498,500	10,627
Expenses				
Cost of construction contracts	2	146,733	170,637	6,976
Administrative expenses		59,102	58,045	34,316
Total expenses		205,835	228,682	41,292
Operating profit (loss)		290,353	269,818	(30,665)
Finance costs		(896)	(877)	(705)
Profit (loss) before income tax expenses		289,457	268,941	(31,370)
Income tax expenses		(40,792)	(38,457)	-
Profit (loss) for the period		248,665	230,484	(31,370)
Other comprehensive income:				
<i>Other comprehensive income to be reclassified</i>				
<i>to profit or loss in subsequent periods</i>				
Exchange differences on translation of financial statements				
in foreign currency		6,335	-	-
<i>Other comprehensive income not to be reclassified</i>				
<i>to profit or loss in subsequent periods</i>				
Gains (loss) on investment in equity instruments designated				
at fair value through other comprehensive income		(5,696)	(5,696)	11,809
Actuarial gain		419	419	-
Other comprehensive income for the period		1,058	(5,277)	11,809
Total comprehensive income for the period		249,723	225,207	(19,561)
Earnings (loss) per share				
	11			
Basic earnings (loss) per share/Diluted earnings (loss) per share		0.0038	0.0035	(0.0029)

The accompanying notes are an integral part of the interim financial statements.

PSG Corporation Public Company Limited and its subsidiary

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2022

(Unit: Thousand Baht)

		Consolidated financial statements							Total other components of shareholders' equity	Total shareholders' equity	
		Issued and fully paid share capital	Share discount	Expired warrant surplus	Retained earnings (Deficit) Appropriated - statutory reserve	Unappropriated	Exchange differences on translating of financial statement in foreign currency	Gain on revaluation of assets			Other components of shareholders' equity
Balance as at 1 January 2022	64,992,438	(62,272,363)	7,859	5,527	(1,546,748)	-	14,793	-	(1,165)	13,628	1,200,341
Profit for the period	-	-	-	-	248,665	-	-	-	-	-	248,665
Other comprehensive income for the period	-	-	-	-	419	6,335	-	-	(5,696)	639	1,058
Total comprehensive income for the period	-	-	-	-	249,084	6,335	-	-	(5,696)	639	249,723
Balance as at 30 June 2022	64,992,438	(62,272,363)	7,859	5,527	(1,297,664)	6,335	14,793	(6,861)	14,267	1,450,064	

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

PSG Corporation Public Company Limited and its subsidiary
Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2022

(Unit: Thousand Baht)

	Separate financial statements									
	Other components of shareholders' equity									
	Issued and fully paid share capital	Share discount	Expired warrant surplus	Appropriated - statutory reserve	Unappropriated	Gain on revaluation of assets	Other comprehensive income	Gains (losses) on investment in equity instruments designated at fair value through other comprehensive income	Total other components of shareholders' equity	Total shareholders' equity
Balance as at 1 January 2021	10,948,438	(9,309,243)	7,859	5,527	(1,478,455)	15,217	-	(26,588)	(11,371)	162,755
Loss for the period	-	-	-	-	(31,370)	-	-	-	-	(31,370)
Other comprehensive income for the period	-	-	-	-	-	-	11,809	11,809	11,809	11,809
Total comprehensive income for the period	-	-	-	-	(31,370)	-	11,809	11,809	11,809	(19,561)
Balance as at 30 June 2021	10,948,438	(9,309,243)	7,859	5,527	(1,509,825)	15,217	(14,779)	438	438	143,194
Balance as at 1 January 2022	64,992,438	(62,272,363)	7,859	5,527	(1,546,748)	14,793	(1,165)	13,628	13,628	1,200,341
Profit for the period	-	-	-	-	230,484	-	-	-	-	230,484
Other comprehensive income for the period	-	-	-	-	419	-	(5,696)	(5,696)	(5,696)	(5,277)
Total comprehensive income for the period	-	-	-	-	230,903	-	(5,696)	(5,696)	(5,696)	225,207
Balance as at 30 June 2022	64,992,438	(62,272,363)	7,859	5,527	(1,315,845)	14,793	(6,861)	7,932	7,932	1,425,548

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

PSG Corporation Public Company Limited and its subsidiary

Cash flow statement

For the six-month period ended 30 June 2022

(Unit: Thousand Baht)

	Consolidated	Separate financial statements	
	<u>financial statements</u>	<u>2022</u>	<u>2021</u>
Cash flows from operating activities			
Profit (loss) before income tax	289,457	268,941	(31,370)
Adjustments to reconcile profit (loss) before income tax to net cash provided by (paid from) operating activities:			
Depreciation and amortisation	4,753	4,753	1,888
Provision for impairment of asset	108	108	-
Provision for long-term employee benefits	453	453	248
Reversal of trade and other payables	(119)	(119)	(353)
Other current provisions	83	83	(11)
Reversal of provision for expected loss on construction contract	(483)	(483)	-
Reversal of provision for penalty arising from delay on construction contract	(837)	(837)	-
Reversal of retention payables	(184)	(184)	-
Provisions for loss on litigations (reversal)	1,459	1,459	(10)
Loss (gain) on disposal of equipments	(6,197)	(6,197)	15
Unrealised gain on exchange	(4,709)	(4,709)	-
Unrealised gain on changes in value of other current financial assets	(694)	(694)	-
Interest income	(278)	(278)	(34)
Interest expenses	896	877	705
Profit (loss) from operating activities before changes in operating assets and liabilities	283,708	263,173	(28,922)

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

PSG Corporation Public Company Limited and its subsidiary

Cash flow statement (continued)

For the six-month period ended 30 June 2022

(Unit: Thousand Baht)

	Consolidated	Separate financial statements	
	<u>financial statements</u>	<u>2022</u>	<u>2021</u>
Operating assets (increase) decrease			
Trade and other receivables	(442,996)	(443,017)	4,023
Costs to fulfil contracts with customer	-	-	(696)
Contract assets	11,740	11,740	2,070
Other current financial assets	(800,000)	(800,000)	4,466
Other current assets	356	356	2,806
Retention receivables	64	64	(682)
Other non-current assets	(15,339)	(15,339)	(146)
Operating liabilities increase (decrease)			
Trade and other payables	124,653	159,812	(19,863)
Retention payables	(1,034)	(3,814)	(1,773)
Other current provisions	(49)	(49)	(1,143)
Other current liabilities	<u>7,340</u>	<u>382</u>	<u>(333)</u>
Cash flows used in operating activities	(831,557)	(826,692)	(40,193)
Interest received	318	318	69
Cash received for refund of withholding tax	-	-	25,721
Cash paid for income tax	<u>(1,309)</u>	<u>(1,309)</u>	<u>(350)</u>
Net cash flows used in operating activities	(832,548)	(827,683)	(14,753)

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

PSG Corporation Public Company Limited and its subsidiary

Cash flow statement (continued)

For the six-month period ended 30 June 2022

(Unit: Thousand Baht)

	Consolidated		
	financial statements	Separate financial statements	
	2022	2022	2021
Cash flows from investing activities			
Decrease (increase) in restricted bank deposits	2,691	2,691	(3,229)
Cash received from sales of other non-current financial assets	-	-	14,865
Proceed from sales of equipments	10,138	10,138	-
Cash paid for acquisitions of building improvement and equipment	(11,968)	(11,888)	(1,836)
Cash paid for acquisitions of intangible assets	(18)	-	-
Cash paid for purchases of investment in subsidiary (Note 7)	-	(45,000)	-
Net cash flows from (used in) investing activities	843	(44,059)	9,800
Cash flows from financing activities			
Cash received from long-term borrowing from banks	-	-	30,000
Cash paid under lease liabilities	(6,062)	(2,205)	(364)
Interest paid	(683)	(664)	(291)
Net cash flows from (used in) financing activities	(6,745)	(2,869)	29,345
Translation adjustments	9,835	-	-
Net increase (decrease) in cash and cash equivalents, before effect of exchange rates	(828,615)	(874,611)	24,392
Effect from currency translation of cash and cash equivalents	645	645	-
Net increase (decrease) in cash and cash equivalents	(827,970)	(873,966)	24,392
Cash and cash equivalents at the beginning of the period	1,061,092	1,061,092	19,071
Cash and cash equivalents at the end of the period	233,122	187,126	43,463

Supplemental cash flow information:

Non-cash transactions

Acquisitions of building improvement for which

no cash has been paid

417

417

-

Increase in equipment from lease liabilities

12,310

-

-

Increase in right-of-use assets from lease liabilities

47,447

47,447

2,727

The accompanying notes are an integral part of the interim financial statements.

PSG Corporation Public Company Limited and its subsidiary
Notes to interim consolidated financial statements
For the three-month and six-month periods ended 30 June 2022

1. General information

1.1 Corporate information

PSG Corporation Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is engaged in a plant and building construction and other related services.

In April 2022, the Company changed office location and the registered office of the Company at 242 and 244, Krung Thonburi Road, Klong Ton Sai, Khlong San District, Bangkok to be located at 11/1 AIA Sathorn Tower Building, 21st Floor, South Sathorn Road, Yannawa, Sathorn, Bangkok.

1.2 Going Concern

As at 30 June 2022, the Company had a deficit of Baht 1,315.85 million. The Company’s management believed that the preparation of the financial statements on the going concern basis is still appropriate. Due to the following reasons:

The Company continues to engage in construction business and has a plan to expand its business submitting bids for construction projects in neighboring countries to seek for more business opportunities and generate higher profits since the competition in the construction industry in neighboring countries is not as stiff as that in the local industry. In addition, the Company has interest in submitting bids for large projects due to greater potential of having sufficient funding sources in addition to established business expertise.

Moreover, on 12 January 2022, the Company informed the Stock Exchange of Thailand for the construction bidding outcome, in which the Company was selected as a winning bidder for a construction project of USD 264 million or Baht 8,895 million. The construction project has a construction period of approximately 32 months. The Company entered into the construction contract on 1 April 2022. The Company is currently in the process of construction.

1.3 Coronavirus disease 2019 Pandemic (COVID-19)

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

1.4 Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

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

1.5 Basis of consolidation

- a) The interim consolidated financial statements included the financial statements of PSG Corporation Public Company Limited and its subsidiary. During the period, there was changes in the composition of the Group as follows:
 - The establishment of a new subsidiary (PSGC (Laos) Sole Company Limited), as discussed in Note 7 to the interim financial statements.
- b) The Company is deemed to have control over an investee or a subsidiary if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.
- c) The subsidiary is fully consolidated, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.
- d) The financial statements of the subsidiary is prepared using the same significant accounting policies as the Company.

- e) The assets and liabilities in the financial statements of overseas subsidiary company is translated to Baht using the exchange rate prevailing on the end of reporting period, and revenues and expenses translated using monthly average exchange rates. The resulting differences are shown under the caption of "Exchange differences on translation of financial statements in foreign currency" in the statements of changes in shareholders' equity.
- f) Material balances and transactions between the Group have been eliminated from the consolidated financial statements.

1.6 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2021.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Group's financial statements.

2. Related party transactions

During the periods, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Group and those related parties.

	For the three-month periods ended 30 June			Transfer pricing policy
	Consolidated	Separate		
	financial statements	financial statements		
	<u>2022</u>	<u>2022</u>	<u>2021</u>	
(Unit: Thousand Baht)				
<u>Transactions with subsidiary</u>				
(eliminated from the consolidated financial statements)				
Subcontractor cost	-	149,608	-	Contract price
<u>Transactions with related parties</u>				
Revenues from construction contracts	470,331	470,331	-	Contract price

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			Transfer pricing policy
	Consolidated	Separate		
	financial statements	financial statements		
	<u>2022</u>	<u>2022</u>	<u>2021</u>	
<u>Transactions with subsidiary</u>				
(eliminated from the consolidated financial statements)				
Subcontractor cost	-	149,608	-	Contract price
<u>Transactions with related parties</u>				
Revenues from construction contracts	470,331	470,331	-	Contract price

The balances of the accounts as at 30 June 2022 and 31 December 2021 between the Group and those related parties are as follows:

(Unit: Thousand Baht)

	Consolidated		
	financial statements	Separate financial statements	
	30 June 2022	30 June 2022	31 December 2021
(Audited)			
<u>Trade and other receivables - related parties</u>			
<u>Trade receivables - related parties (Note 3)</u>			
Related parties (the Company's related persons)	448,286	448,286	-
Total trade receivables - related parties	448,286	448,286	-
<u>Other receivables - related parties (Note 3)</u>			
Subsidiary	-	27	-
Total other receivables - related parties	-	27	-
Total trade and other receivables - related parties	448,286	448,313	-
<u>Trade and other payables - related parties</u>			
<u>Trade payables - related parties (Note 9)</u>			
Subsidiary	-	161,630	-
Total Trade payables - related parties	-	161,630	-
<u>Other payables - related parties (Note 9)</u>			
Subsidiary	-	183	-
Related parties (common directors)	34	-	-
Total other payables - related parties	34	183	-
Total trade and other payables - related parties	34	161,813	-

Directors and management's benefits

During the three-month and six-month periods ended 30 June 2022 and 2021, the Group had employee benefit expenses payable to its directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June		
	Consolidated		
	financial statements	Separate financial statements	
	<u>2022</u>	<u>2022</u>	<u>2021</u>
Short-term employee benefits	3,836	3,423	2,022
Post-employment benefits	114	114	8
Directors remuneration	508	508	445
Total	<u>4,458</u>	<u>4,045</u>	<u>2,475</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June		
	Consolidated		
	financial statements	Separate financial statements	
	<u>2022</u>	<u>2022</u>	<u>2021</u>
Short-term employee benefits	8,682	8,269	5,177
Post-employment benefits	227	227	18
Directors remuneration	1,842	1,842	1,348
Total	<u>10,751</u>	<u>10,338</u>	<u>6,543</u>

3. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		
	financial statements	Separate financial statements	
	30 June	30 June	31 December
	2022	2022	2021
			(Audited)
<u>Trade receivables - related parties</u>			
Aged on the basis of due dates			
Not yet due	448,286	448,286	-
Total trade receivables - related parties	448,286	448,286	-
<u>Trade receivables - unrelated parties</u>			
Aged on the basis of due dates			
Not yet due	-	-	-
Past due			
Up to 3 months	-	-	-
3 - 6 months	-	-	-
6 - 12 months	-	-	-
Over 12 months	144,532	144,532	144,532
Total	144,532	144,532	144,532
Less: Allowance for expected credit losses	(144,532)	(144,532)	(144,532)
Total trade receivables - unrelated parties	-	-	-
Total trade receivables, net	448,286	448,286	-
<u>Other receivables - related parties</u>			
Other receivables	-	27	-
<u>Other receivables - unrelated parties</u>			
Other receivables	5,510	5,510	5,550
The Revenue Department receivable	1,877	1,877	2,985
Advance payments	6	6	178
Prepaid expenses	2,491	2,484	941
Advance payments for construction	2,276	2,276	2,276
Total Other receivables - unrelated parties	12,160	12,153	11,930
Total Other receivables	12,160	12,180	11,930
Less: Allowance for expected credit losses	(5,414)	(5,414)	(5,414)
Total other receivables, net	6,746	6,766	6,516
Total trade and other receivable, net	455,032	455,052	6,516

4. Contract assets / Retention receivables

(Unit: Thousand Baht)

	Consolidated		Separate financial statements	
	financial statements		financial statements	
	30 June	30 June	30 June	31 December
	2022	2022	2022	2021
				(Audited)
<u>Contract assets</u>	38,318	38,318	38,318	50,058
Less: Allowance for expected credit losses	(38,318)	(38,318)	(38,318)	(38,318)
Contract assets, net	-	-	-	11,740
<u>Retention receivables</u>	61,808	61,808	61,808	61,872
Less: Allowance for expected credit losses	(48,036)	(48,036)	(48,036)	(48,036)
Retention receivables, net	13,772	13,772	13,772	13,836

5. Other current financial assets

Other current financial assets are investments in debt securities open-ended fund at FVTPL. The fair value of investments are determined from their net asset value at the last working day of the end of each reporting period which is the fair value measurement level 2 based on the fair value hierarchy.

6. Other non-current financial assets

Other non-current financial assets are investments in equity instruments at FVOCI. The fair value of investments are determined from last bidding price of the Stock Exchange of Thailand at the last working day of the end of each reporting period which is the fair value measurement level 1 based on the fair value hierarchy.

7. Investments in a subsidiary

Detail of investments in a subsidiary as presented in the separate financial statements is as follow:

Company's name	Paid-up capital		Shareholding percentage		Cost	
	30 June	31 December	30 June	31 December	30 June	31 December
	2022	2021	2022	2021	2022	2021
		(Audited)	(Percent)	(Percent)		(Audited)
PSGC (Lao) Sole Company						
Limited	45,000	-	100	-	45,000	-
Total					45,000	-

PSGC (Lao) Sole Company Limited

On 23 February 2022, the Company's Board of Directors' Meeting No. 3/2022 passed a resolution approving the registration of PSGC (Lao) Sole Company Limited, which is engaged in a plant and building construction and other related services, as a juristic entity in the Lao People's Democratic Republic with a registered capital of LAK 16,000 million or Baht 45 million. The Company already paid for the shares on 11 May 2022.

8. Property, plant and equipment

Movements of the property, plant and equipment account during the six-month period ended 30 June 2022 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
Net book value as at 1 January 2022	20,209	20,209
Acquisitions during the period - at cost	24,695	12,306
Disposal during the period - net book value	(3,941)	(3,941)
Depreciation for the period	(1,465)	(1,465)
Impairment loss	(108)	(108)
Net book value as at 30 June 2022	<u>39,390</u>	<u>27,001</u>

The Company has pledged land and buildings in net book value as at 30 June 2022 approximately Baht 13.71 million (31 December 2021: Baht 13.97 million), as collateral for the bail contract to suspend the execution under the judgment of the Appeal Court as described in Note 14.3 to the financial statements.

9. Trade and other payables

	(Unit: Thousand Baht)		
	Consolidated	Separate financial statements	
	<u>financial statements</u>	<u>30 June</u>	<u>31 December</u>
	<u>2022</u>	<u>2022</u>	<u>2021</u>
			(Audited)
Trade payables - related parties	-	161,630	-
Trade payables - unrelated parties	68,016	11,464	16,202
Other payables - related parties	34	183	-
Other payables - unrelated parties	5,009	5,009	6,116
Accrued expenses	83,350	9,856	3,952
Total	<u>156,409</u>	<u>188,142</u>	<u>26,270</u>

10. Leases

The Group has lease contracts for used in its operations. Leases generally have lease terms between 1 - 4 years.

a) Right-of-use assets

Movements of right-of-use assets for the six-month period ended 30 June 2022 are summarised below:

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2022	2,346	2,346
Increase during the period	47,447	47,447
Depreciation for the period	(2,851)	(2,851)
Net book value as at 30 June 2022	<u>46,942</u>	<u>46,942</u>

b) Lease liabilities

	(Unit: Thousand Baht)		
	Consolidated financial statements	Separate financial statements	
	30 June 2022	30 June 2022	31 December 2021
			(Audited)
Lease payments	62,496	54,045	2,644
Less: Deferred interest expenses	(6,393)	(6,393)	(235)
Total	56,103	47,652	2,409
Less: Portion due within one year	(12,850)	(9,984)	(733)
Lease liabilities - net of current portion	<u>43,253</u>	<u>37,668</u>	<u>1,676</u>

11. Earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing earnings (loss) for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

	For the three-month periods ended 30 June		
	Consolidated		
	financial statements	Separate financial statements	
	<u>2022</u>	<u>2022</u>	<u>2021</u>
Profit (loss) for the period (Thousand Baht)	267,679	249,498	(16,085)
Weighted average number of ordinary shares (Thousand shares)	64,992,438	64,992,438	10,948,438
Basic earnings (loss) per share (Baht per share)	0.0041	0.0038	(0.0015)
	For the six-month periods ended 30 June		
	Consolidated		
	financial statements	Separate financial statements	
	<u>2022</u>	<u>2022</u>	<u>2021</u>
Profit (loss) for the period (Thousand Baht)	248,665	230,484	(31,370)
Weighted average number of ordinary shares (Thousand shares)	64,992,438	64,992,438	10,948,438
Basic earnings (loss) per share (Baht per share)	0.0038	0.0035	(0.0029)

Diluted earnings (loss) per share is calculated by dividing earnings (loss) for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. However, for the three-month and six-month periods ended 30 June 2022 and 2021, there is no warrant which are able to exercise to ordinary shares. Therefore, diluted earnings (loss) per share is equivalent to basic earnings (loss) per share.

12. Segment information

The Group is principally engaged in a plant and building construction. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss and total assets in the financial statements. As a result, all of the revenues, operating profit or loss and assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment.

13. Commitments and contingent liabilities

- 13.1 As at 30 June 2022, the Company had outstanding bank guarantees of approximately Baht 13.5 million issued by banks as required in the normal course of business.
- 13.2 As at 30 June 2022, future minimum lease payments of the Group required under short-term leases and leases of low-value assets contracts are totaling Baht 2.0 million (the Company only: Baht 1.63 million).
- 13.3 The Group has commitments totaling USD 8 million or Baht 286 million (the Company only: USD 17 million or Baht 595 million) in respect of project construction costs, which the Group had already entered into agreements.
- 13.4 During the year 2018, the Company submitted a bid for construction with a local company and was selected as a winning bidder. However, the Company was unable to enter into a construction contract with the local company within a specified date. Subsequently, such local company announced changes to a list of winning bidders, and the construction was already completed in May 2020. Subsequently, the Company received a letter from the Comptroller General's Department, the Ministry of Finance, informing that the Company was on a list of contractors abandoning work. The Company submitted an appeal against the decision on 25 February 2022. The Comptroller General's Department, the Ministry of Finance, provided a written letter dismissing the Company's appeal on 17 May 2022. However, the Company's management believed that there is no material impact to the financial statements.
- 13.5 During the year 2021, the Company entered into a borrowing agreement with a financial institution to increase liquidity. The Company pledged its land as collateral and repaid such borrowing in full amount as described in Note 37.3 to the financial statements for the year 2021. Later, on 25 February 2022, the Company already redeemed the collateral.

14. Litigation

14.1 On 24 July 2012, the Company sued a company (the "Contractor") for breach of the construction contract with computable monetary value claims of Baht 100.23 million and such company sued a counterclaim against the Company in the same lawsuit with computable monetary value claims of Baht 281.02 million. However, as the Company has disclosed information to the Electronic Listed Companies Information Disclosure (ELCID), the Supreme Court made the final judgment. The Contractor had to pay a net compensation of Baht 65.01 million to the Company plus interest 7.5 percent per annum from the date of prosecution until complete payment, and the Contractor had to return a total of 4 copies of letters of guarantee (contract collateral) and letters for advance guarantee to the Company. Currently, the case is in the process of execution by enforcement officers.

14.2 On 27 July 2017, the Company was sued by 2 sub-contractors for breach of construction agreements and guarantee agreements due to termination made by the Company on 13 July 2017 with computable monetary value claims of Baht 14.10 million. Later, on 11 October 2017, the Company submitted a testimony and filed a counterclaim against 2 sub-contractors with the claims of Baht 11.39 million. On 27 November 2018, the Civil Court rendered its judgment ordering the Company to make payments to sub-contractors and return a letter of guarantee.

Subsequently, in May 2019, the Company received the rights to claim sequestered notice from the Legal Execution Department to sequester the rights of some cash at bank of the Company of Baht 0.99 million, and the bank already submitted such cash to the Legal Execution Department. Subsequently, on 26 May 2020, the Appeal Court rendered its judgement to reverse the Civil Court's judgment ordering the sub-contractor to pay the Company Baht 11.39 million plus interest 7.5 percent per annum from the date of prosecution until complete payment. The Company filed an execution under the Appeal Court's judgment and filed an objection to Supreme Court. Later, the Court accepted the petition of sub-contractors and suspended the execution. The Company submitted an appeal on 6 August 2021. The case is being considered by the Supreme Court.

Later, on 25 June 2020, the Company submitted a petition to withdraw the execution warrant under the Civil Court judgment. On 1 July 2020, the court ordered the withdrawal of the execution warrant. On 21 July 2020, the Company already received sequestered money from the Legal Execution Department. Therefore, provision for loss on litigations as at 30 June 2022 and 31 December 2021 was Baht 2.26 million. The management believed that the losses will not differ significantly from the provision recognised in the financial statements.

14.3 The Company was sued over a breach of contract relating to borrowings with claims of Baht 17.59 million. The case is currently under consideration of the Supreme Court. Meanwhile, the Company pledged land and buildings of the Company (Note 8) and cash of Baht 15.30 million as collateral to suspend the execution under the Appeal Court's judgment.

As at 30 June 2022, the Company recorded as provisions for losses on litigations amounting to Baht 6.80 million and liabilities in the related accounts of Baht 12.24 million. The Company has fully recorded the provision for such liabilities.

The Company recorded provisions for losses on 2 litigations totaling Baht 9.06 million (Notes 14.2 and 14.3).

15. Reclassification

The Company has reclassified line item in statement of financial position as at 31 December 2021 and 1 January 2021 to conform with the current period's classification. The reclassifications had no effect to previously reported net loss or shareholders' equity, details are as follows:

(Unit: Thousand Baht)

	As at 31 December 2021		As at 1 January 2021	
	As previously reported		As previously reported	
	As reclassified	As previously reported	As reclassified	As previously reported
Trade and other receivables	6,516	-	16,883	-
Trade and other current receivables	-	4,164	-	14,585
Trade and other non-current receivables	-	2,352	-	2,298
Contract assets	11,740	-	3,029	-
Current contract assets	-	11,740	-	3,029
Non-current contract assets	-	-	-	-
Retention payables	19,489	-	35,531	-
Current retention payables	-	11,576	-	22,340
Non-current retention payables	-	7,913	-	13,191

16. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 10 August 2022.