



บริษัท ยงไทย จำกัด (มหาชน)  
Yong Thai Public Company Limited



รายงานประจำปี **2562**  
Annual Report 2019





## Index

	Page
Message From The Chairman	1
Audit Committee Report	2
General Information	4
Policy And Overall Business Operations	6
Assets Used In The Business	11
Capital Structure	13
Management Structure	14
Board of Directors	15
Corporate Governance	27
Management Analysis and Description	33
Financial Status and Performance	35
Information of subsidiaries	38
Transactions	39
Auditor and Compensation	40
INDEPENDENT AUDITOR'S REPORT	41
STATEMENT OF FINANCIAL And NOTES TO THE FINANCIAL	47



บริษัท ยงไทย จำกัด (มหาชน)

### Message From The Chairman

Dear All Shareholders,

The Company's operating results for the year 2019 total revenue of 11.38 million baht loss 43.07 million baht, compared with total revenues of 39.18 billion baht and net loss of 14.84 million baht in the same period of 2018 as a result of loss increased. Total 28.23 million baht from sales revenue fell due in 2019 the company stopped production and customer stop ordering. In quarter 3/2019, the company began to resume production and presenting product to existing customer and enabling customers to execute trades with the company again shown as the sales increased.

In 2019 the company's gross profit of 1.51 million baht, representing a gross margin of 13.46 percent, down from the year 2018 with a gross profit of 6.13 million baht, representing a gross profit margin 17.96 percent as raw materials in manufacturing higher than the market price due to the small buying volume, employee expenses were higher including the long-term depreciation of manufacturing equipment expenses.

In 2019, the company's operating expenses was 21.13 million baht, decreasing from year 2018, 23.90 million baht. According to the fourth quarter of 2019, changing in the entire management team including the appropriate compensation.

However, the company plans to increase capital and sell unused assets to improve its liquidity. Management team believes that it will be return to profit and proceeding to be qualified to be resume.

(MR. KUNCHIT SINGSUWAN)

Managing Director



### **Audit Committee Report**

Dear All Shareholders,

The Audit Committee of the Yong Thai Public Company Limited, each member are not officer or employee of the Company. The Independent Committee consists of 3 members.

MR. KUNCHIT SINGSUWAN	CHAIRMAN OF THE AUDIT COMMITTEE
MR. VIPAS THONGSUDDHI	AUDIT COMMITTEE
MR. CHOTJUTA AJSORN	AUDIT COMMITTEE

In 2019, the Audit Committee held a meeting to Oversee and monitor the operations, business undertaking or actions to ensure compliance with Securities and Exchange Acts, the Stock Exchange of Thailand regulations or laws, announcements and regulations review the Company's quarterly, semi-annual and annual financial statements, and annual report.

Review and cooperate with internal audit team, and external auditor in overseeing internal control over financial reporting to ensure that internal controls and financial reporting preparation process was designed effectively, while complying with accounting standards and practices.

The Audit Committee considered, selected, and nominated the auditors of SP Audit Limited Company, MISS SUSAN EIAMVANICHA and/or MR. SUCHART PANICHCHAROEN and/or MISS CHUENTA CHOMMERN and/or MISS WANDEE EIAMVANICHA and/or Mr. KIATISAK VANITHANONT, as the independent auditors by taking into consideration the qualifications specified by the Office of the Securities and Exchange Commission, and the Stock Exchange of Thailand. The Audit Committee also considered appropriateness of audit fee in order to submit to the Board of Directors for further submission to the shareholders' meeting to approve the nomination of the auditor and the audit fee.



บริษัท ยงไทย จำกัด (มหาชน)

The Audit Committee exchanged opinions with the internal audit team and external auditor about the audit's scope and responsibilities, auditing plan, and risk assessment.

The company's performance in 2019, sales revenue decreased, and still losses due to the lack of liquidity to purchase the raw materials used in production and operated in one factory can reduce the production cost. In addition, the changed of the entire management team, the previous executives with high compensation, instead by the new management team with appropriate compensation. The Audit committee considered that the Company should accelerate the financial to continue production to meet the customer needs and create the sustainably in the future.

(MR. KUNCHIT SINGSUWAN)

CHAIRMAN OF THE AUDIT COMMITTEE

Bangkok

on February 27, 2020



บริษัท ยงไทย จำกัด (มหาชน)

### General Information

Company Name	Yong Thailand Public Company Limited (Thailand)
Company Registration Number	0107536000439 (or the PLC. 117)
Business	Manufacture and sale of chemicals
Accounting period	1 JANUARY - 31 DECEMBER
Head Office	633/14 Satupradit Road, Yannawa, Bangkok 10120
Phone / Fax	0-2294-3364-8 / 0-2294-3373
E-mail	<a href="mailto:yongthaisale@csloxinfo.com">yongthaisale@csloxinfo.com</a>
Website	WWW.YCI.CO.TH
Registered Capital	70,000,000.00 Baht.
Common Stock	7,000,000 Share and Par 10 Baht.
Year of being listed in the stock exchange	8 JUNE 1993

### Securities registration

Thailand Securities Depository Co., Ltd.  
93 Ratchadaphisek Road, Din Daeng,  
Bangkok 10400, Thailand  
Phone : 0-2009-9000 Fax : 0-2009-9991  
SET Contact center: 0-2009-9999  
Website: <http://www.set.or.th/tsd>  
E-mail: [SETContactCenter@set.or.th](mailto:SETContactCenter@set.or.th)

### Auditor

MR. SUCHART PANITCHAROEN  
Certified Public Accountant (Thailand) No. 4475  
SP Audit Company Limited  
503/21, KSL Tower Building, 18th floor Sri Ayutthaya Road,  
Thanon Phaya Thai, Ratchathewi, Bangkok 10400  
Phone : 0-2642-6172-4 Fax 0-2642-6253  
E-mail : [spaudit@spaudit.co.th](mailto:spaudit@spaudit.co.th)



บริษัท ไทย จำกัด (มหาชน)

## General information

Juristic person in which the company holds shares From 10 percent or more of the total issued shares

ON	Company / Location	Business	Stock	Number of Shares Issued	Holding Shares	Proportion
1	T&T Leader Company Limited 633/14 Sathupradit Road Bang Phongphang Subdistrict Yannawa, Bangkok 10120 Phone. 0-2294-3364	Manufacture and sale of chemicals	Common stock	1,000,000	999,997	100 %
2	Krabi City Hotel and Resort Company Limited 1 Thung Fa Road, Pak Nam, Mueang, Krabi Phone. 0-7562-0028 Fax 0-7562-0047	Hotel and Resort	Common stock	19,500,000	3,705,000	19 %
3	Tha Thai Company Limited 52/3 Village No. 6, Suchai Road, Tha Sai, Mueang , Samut Sakhon Phone. 0-3481-6116 Fax 0-3442-5373	Manufacture and sale of chemicals	Common stock	1,200,000	168,000	14 %

Investors can learn more from the issuing company's annual statement.

(Form 56-1) Of the company as shown in [www.sec.or.th](http://www.sec.or.th)



## Policy And Overall Business Operations

Founded in November 1974, Name's Yong Thai Chemical(Thailand) Company Limited which is the current major shareholder of the company. Industrial production and sales names used by various types of listed companies in 1993 : Yong Thai Public Company Limited

T AND T Leaders Company Limited, Thai subsidiary, manages, manufactures and markets a wide range of products and stop proceed in current.

## Vision And Mission

1. Focus on doing business with integrity, ethics and be responsible for the society and the country.
2. The environmental impact of improving production efficiency is minimal.
3. Support communities to be near for the social community, society and company together.

## Nature of Business

### Revenue Structure by businesses

Product /Business Group	Operated By	% Holding Shares	2019 (Unit: Baht)	%	2018 (Unit: Baht)	%	2017 (Unit: Baht )	%
Zirconium Silicate Coagulant Sulfuric acid And others	Yong Thai Public Company Limited		11,217,557.60	100.00	34,125,986.52	100.00	44,933,868.46	100.00
PVC Stabilizer And lead oxide	T AND T Leaders Co., Ltd.( Stop proceed in current)	100	-	-	-	-	-	-
Total			11,217,557.60	100.00	34,125,986.52	100.00	44,933,868.46	100.00





## Product characteristics

Currently, Yong Thai Public Company Limited is a manufacturer and supplier of Zirconium Silicate essentially sold to the ceramic industry. Since the company has ceased all operations of factories in the province. Samut Sakhon ever to produce sulfuric acid and a catalyst to precipitate and sulfur in various forms, and move manufacturing Zirconium Silicate combined manufacturing operations at its plant in Prachinburi. Only The company will begin production at its plant in Prachinburi on January,2017 are also available. Chemicals were purchased for use as raw materials and distribution division include

- 1.Zircon Sands sold to industrial ceramics and metal foundry
- 2.Aluminium Hydroxide as a raw material supplier. production alum and other chemicals.

## Marketing and Competition

### Distribution and Distribution Channels

The Company explores the demand for products in the market and plans a consistent production to reduce risk and can deliver goods to customers at a specified quantity and quality schedule.

The Company has sold directly to industrial plants. The proportion of sales to the first 10 major customers per total sales in three years is as follows:

	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>
	(Unit: Thousand Baht)	(Unit: Thousand Baht)	(Unit: Thousand Baht)
The total value of sales for the first 10 customers.	11,210	32,920	40,304
Total sales	11,218	34,126	44,934
Proportion (%)	99.93	96.47	89.70



## Industry Conditions And Competition

### Sercoium Silicate Industry

In current competitive characteristics industry has three domesticly produced companies. At the same time, the Company has also shipped goods to international markets. The Company has developed a cracking new product to suit the use of each customer.

### Opportunities and Obstacles

The real estate and construction sector depends on the overall economic conditions of the country and has an impact better on the ceramic and sanitary tile industry.

The absence of raw materials in the country with good quality. This makes it necessary to import most of the raw materials.

If the USD/THB is depreciation, it will give foreign exports a greater advantage. As well as domestic markets, there will be a greater advantage of foreign importers. The Thai baht has appreciated rapidly as barriers to market expansion.

### Product Source

The company has a manufacturing plant located in Prachinburi. Factories in Samut Sakhon stopped production in 2016.

Currently having production capacity and capacity in the fourth quarter as follows:

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Production Capacity (Tons/Year)	129	364	848
Total Capacity (Tons/Year)	2,400	2,400	2,400
Capacity Utilization Rate (%)	5.38	15.17	35.33



## **Raw Material Supply**

1. Sand Zircon is a mineral that exists in many countries such as Australia, South Africa and Vietnam, the company can supply raw material resources are sufficient for the production and distribution of the Company.

2. Aluminum hydroxide. this material resources in China, India, Japan, Korea, Vietnam and the ability to source and import them adequately.

## **Environmental Impact**

The company attaches great importance to environmental management. Production of the company has improved the production system. The cancellation of several types of chemicals and reduce the use of consumables and the use of electricity and thermal energy. With the introduction of new recycled water circulation. A control operations according to standard industry requirements.

## **Risk Factors**

### **Competitive products and pricing**

In the zirconium silicate. Companies have to compete with foreign products, when comparing prices in baht will fluctuate according to the current exchange rate. The Company is reducing production costs and able to produce a variety of product's quality according to customer requirements. The Company improve the production process to meet the needs of customers.

### **Exchange Rate Risk**

Since, most of raw materials are imported from abroad and the type of raw material including the import period. The Company had to import in large amount and it cause the time wasting on production. The Company reduce such risks by buying forward exchange rate gradually, as appropriate.





### **Raw Material Risk**

Main production costs is raw material costs, according to the changes in raw material prices, based on production volumes and the demand of global market, the transportation cost, and the foreign exchange. However, companies can obtain raw materials from many sources. This is because the good relationship with Taiwan company, can reduce the raw material risk.

### **Legal Dispute**

**-None-**



### **Assets Used In The Business**

The important assets of Yong Thai Public Company Limited are as follows:

#### **Buildings And Land**

The head office

Located at 633/14 Satupradit road. Yannawa, Bangkok 10120

is the building on an area of 35 square two-meters.

Prachin Buri Province Factory

Located at 148 Moo 7, Suwansom Road. Kham Tatd, Prachantakham District, Prachin buri Province ,

consists of 6 major buildings,

mortgage-taking land as collateral for loans with commercial banks.

Net Book Value 41,729,833.45 Baht

#### **Company Investments**

The company's invested in other businesses and provide details of investments in note to the financial statements No. 11, 12 and 13 pages 73-75 of this report.

#### **Investment Property**

The company has invested in the land and are valued as at December 31, 2019 in the notes to the financial statements at 14 pages 76 and 77 of this report

In 2019 the company has commissioned the independent appraisal (UK Valuation &. and Agency Company Limited), the valuation of the company.



1. Land 18 rai 395 square two-meters.

Location	: Krabi Road, Paknam (SaiThai), Muang District, Krabi Province.
Land Ownership Holder	: Ownership with third parties, the Company is a total ownership of 20 parts in 100 sections.
Land of the company	: 3 rai 319 square two-meters.
Commitments	: No Commitments
Assessment objectives	: To the accompaniment of accounting
Rules and valuation methods	: Market Value Comparison Approach
Date of investigation and inspection of documents	: 27 December 2019
Date of valuation assets	: 27 December 2019
Market value of assets	: 153,800,000.00 Baht
Government appraisal	: 71,393,000.00 Baht
Market value of the property	
Company section	: 30,760,000.00 Baht
Government appraisal	: 14,278,600.00 Baht





## Capital Structure

### Registered Capital

The company has a registered capital 70,000,000.00 Baht Paid up capital amount. THB 70,000,000.00, common stock into 7,000,000 shares with a par value of 10 baht per share.

The Company had no capital increase or reduction in the 5 years prior to the filing date of disclosure of information.

The Company has no obligation to issue shares in the future.

### Shareholders

Shareholders in the last 5 years has changed the shareholding significantly affects the power to manage the company. There is a list of top 10 major shareholders according to the list of shareholders at December 31, 2019 as follows:

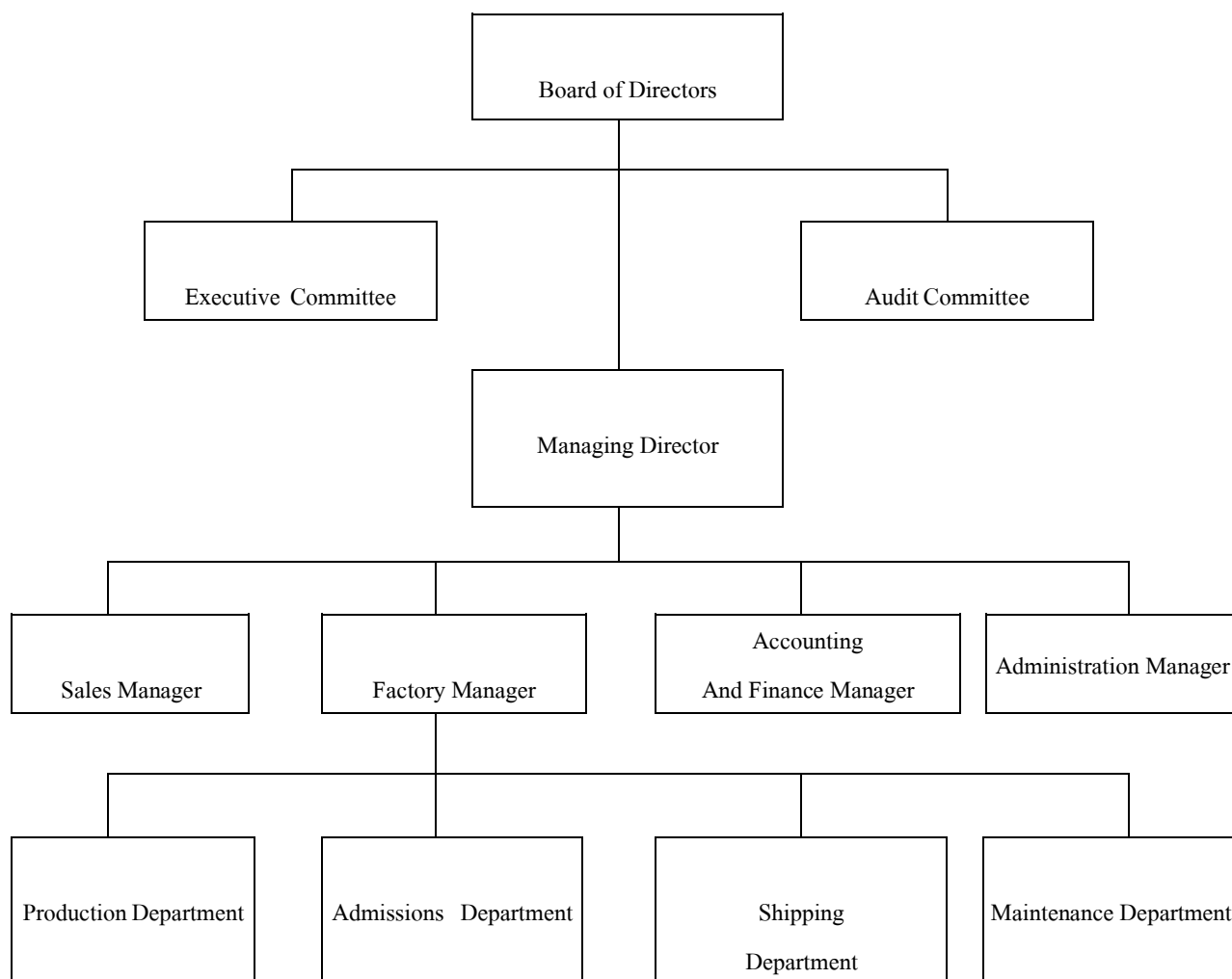
	Name / Surname	Number Of Shares	Shares(%)
1.	MISS WipakornThanachokdechkhajorn	1,178,196	16.83%
2.	MR. LA STEPHANE	866,733	12.38%
3.	Material Pro Company Limited	784,000	11.20%
4.	MRS.Akjitra Sunthornpornlert	524,073	7.49%
5.	MR. Weerasak Cheochanapinyo	355,000	5.07%
6.	MRS. Luck Thanathaweephon	340,000	4.86%
7.	MR.Charnvit Vittayaamnuykoon	340,000	4.86%
8.	MR.Kriangkrai Siravanichkan	290,000	4.14%
9.	MISS Kornkaew Pitinanon	286,024	4.09%
10.	MISS Achara Polue	248,900	3.56%

### Dividend Policy

Company Policy is to pay dividends at a rate of about 75 percent. The dividend payment will have no impact on the financial position and operations of the company.

## Management Structure

The diagram management structure within the company.





## Board of Directors

The Company's Board of Directors is comprised of 3 set Executive Committee and Audit Committee

Chairman and Managing Director are not the same person and the structure of the Board of Directors, 1 in 3 of the board, which will review the balance of power and administration.

The Committee is composed of 3 independent directors who qualify under the Securities and Exchange Commission and the Stock Exchange of Thailand.

The Board of Directors of the Company not less than 5 directors and at least half of the directors are residents in the Kingdom.

The general meeting of shareholders shall elect directors. In voting for the election of directors to the shareholders. Everyone has a vote by one vote per share.

Each shareholder must exercise their votes at the election of directors in individually or as a group but do not divide the votes among any persons. The persons receiving the highest votes in descending order are the elected directors equal to the number of directors elected at that meeting. If the votes are equal number of directors to be elected. To the chairman a casting vote.

The shareholders may vote on any director from office before the expiration of the term by a vote of not less than three-fourths of the shareholders present and entitled to vote. And holding shares amounting to not less than one-half. The number of shares held by shareholders attending the meeting and entitled to vote.

The company's remuneration policy committee clearly. It has been approved by the general meeting of shareholders. The committee has been tasked with the duties and responsibilities increase. Receive reasonable compensation for the duty. And the responsibilities assigned to rise.





### **The operation of the Board**

Board of Directors Has prepared a notice of meeting and agenda and documentation for the meeting. The Commission had adequate time to prepare for the meeting. In each meeting, the Chairman encouraged to consider carefully the issues of the Board of Directors. Has appointed an Audit Committee to assist in governance. By the Independent Directors and the opinion of the Committee on the quality of financial reporting and internal control procedures are set out in the annual report.

The Board of Directors is responsible for the consolidated financial statements of the Company and its subsidiaries and other financial information appearing in this annual report. The financial statements are prepared in accordance with accounting standards generally accepted in the United States. The selection of appropriate accounting policies and practices regularly. And use careful judgment and best estimates in the preparation. Including adequate disclosure of important information in the notes to the financial statements.

The Commission has given priority to the disclosure of information that is accurate, complete, transparent and thorough reporting of financial information and general information. As well as key information affecting the company's stock price. The dissemination of such to enable investors and other relevant issues. Both through the media and the dissemination of the Stock Exchange of Thailand.

### **Board of Directors' Authority**

1. Managed according to legal and regulatory comply to the purpose of the company.
2. Management determines the matters in accordance with regulations of the Stock Exchange of Thailand, such as the payment of dividends, The General Meeting of Shareholders, The closing of the share register.



### List Board of Directors

There are 7 persons of the board of directors at 31, December 2019, as follows:

1. MR. LA STEPHANE
2. MR. KUNCHIT SINGSUWAN
3. MR WIROT LOPHANITCHAKUN
4. MISS.BANG-ON PHUMCHAI
5. MISS. WIPAKORN THANACHOKDECHKHAJORN
6. MR. VIPAS THONGSUDDHI
7. MR. CHOTJUTA AJSORN

### List of Executive Committee

- |  |                   |
|--|-------------------|
| 1. MR. KUNCHIT SINGSUWAN               | Chairman          |
| 2. MR WIROT LOPHANITCHAKUN             | Vice Chairman     |
| 3. MISS. WIPAKORN THANACHOKDECHKHAJORN | Directors         |
| 4. MISS.BANG-ON PHUMCHAI               | Managing Director |

### List of Audit Committee

The Company has a audit committee that is an independent director of 3 persons as follows:

- |                          |                             |
|--------------------------|-----------------------------|
| 1. MR. KUNCHIT SINGSUWAN | Chairman of Audit Committee |
| 2. MR. VIPAS THONGSUDDHI | Audit Committee             |
| 3. MR. CHOTJUTA AJSORN   | Audit Committee             |

### Head of Internal Audit (as at 31 December 2019 ).

- In the process of considering the appropriate person.



### **Company Secretary**

The board decided to appoint her as the company secretary on August 9, 2008 and to start working on September 1, 2008 (resignation, January 31, 2020) functions are as follows:

1. Preparation and storage of documents as follows:

- A. Registration Committee
- B. Annual report of the minutes of the board of directors
- C. Notice of Meeting of Shareholders And AGM

2. Maintain the report of the interests reported by the director or executive and send a copy of the report of the interests to the Chairman of the Board of Directors, the Chairman of the Audit Committee within 7 working days from the date the Company has received the report.

- 3. Perform other duties as prescribed by the Capital Market Commission.
- 4. Organized committee and shareholders meeting.
- 5. Other responsibilities stipulated by the company.





### The Board of Directors Meeting and Compensation

In 2019, the company had The board of directors meeting and paid as follows:

No.	List Board of Directors	Compensation	Number of Attendance / No. of meetings.
1	MR. LA STEPHANE	50,000.00	10/14
2	MR WIROT LOPHANITCHAKUN	50,000.00	9/14
3	MR.LA CHARLES	50,000.00	10/14
4	MR. PRASERTSAK SUWANPOTIPRA	50,000.00	10/14
5	MRS. KINGKARN TEWIT	75,000.00	10/14
6	MR. KWANCHAI LERTCHURUSBAN	60,000.00	5/10
7	MR.PONGTHEP WANGKACHORNKIAT	60,000.00	10/10
8	MISS.BANG-ON PHUMCHAI	5,000.00	1/14
9	MISS. WIPAKORN THANACHOKDECHKHAJORN	5,000.00	1/14
10	MR. KUNCHIT SINGSUWAN	5,000.00	1/14
11	MR. VIPAS THONGSUDDHI	5,000.00	1/14
12	MR. CHOTJUTA AJSORN	5,000.00	1/14

### The Board of Directors and Compensation

List the board of directors as of 31 December 2019 are as follows:

- |  |                       |
|--|-----------------------|
| 1. MR. LA STEPHANE                     | Chairman Of The Board |
| 2. MR WIROT LOPHANITCHAKUN             | Vice Chairman         |
| 3. MISS.BANG-ON PHUMCHAI               | Managing Director     |
| 4. MISS. WIPAKORN THANACHOKDECHKHAJORN | Director              |
| 5. MRS. NITTAYA SAEY                   | Chief Accountant      |
| 6. MISS PARANEE KITPAISANSAK           | Factory Manager       |

In 2019, the company has paid compensation the board of directors. salary and provident fund In amount of 12,891,292.00 baht



## Personnel and provident fund

At 31, December 2019, 29 employees, The Company paid salary and provident fund for employees in the amount of 5.05 million baht.

## Board of Directors

### MR. LA STEPHANE

Type of director	Authorized signatory / Executive Director.
Position	Board of Director
Age	72 yrs.
Education	UNIVERSITEDE SORBONNE SCIENCES ECONOMIQUES
Experience	Yong Thailand Public Company Limited (Thailand) (Resigned January 16, 2020)
Other business	Directoy of T & T Leader Co.,Ltd. Directoy of Krabicity Hotel and resort Co.,Ltd. Director of Joy Holding Co.,Ltd. Director of Proviron Co.,Ltd. (resigned 30 April 2014)
Proportion of shares	
(At 31, December 2019)	12.38 %
Family of relations about Executive	Father's Mr.La Charles Brother's Mr.Wirot Lophanitchakun

### MR WIROT LOPHANITCHAKUN

Type of director	Authorized signatory / Executive Director.
Position	Board of Chairman
Age	68 yrs.
Education	M.B.A., ST. EDWARD UNIVERSITY OF TEXAS USA.
Experience	Yong Thailand Public Company Limited (Thailand)
Other business	- N/A-
Proportion of shares	
(At 31, December 2019)	- N/A-



Family of relations about Executive

Brother's MR. LA STEPHANE

Uncle's Mr.La Charles

**MR. KUNCHIT SINGSUWAN**

Type of director	Authorized signatory / Independent
Position	Independent Managing Director and Chairman of Audit Committee
Age	58 yrs.
Education	<ul style="list-style-type: none"><li>- Alliant International University, San Diego, CA, USA- Doctoral Degree in International Business,</li><li>- LED 1 : Listed Entity Director Essentials By Singapore Institute of Directors (SID)</li><li>- LED 2 : Board Dynamics By Singapore Institute of Directors (SID)</li><li>- LED 3 : Board Performance By Singapore Institute of Directors (SID)</li><li>- LED 4 : Shareholder Engagement By Singapore Institute of Directors (SID)</li></ul>
Training	<ul style="list-style-type: none"><li>- Financial Advisor Courses (FA) by INVESTMENT BANKING CLUB, ASSOCIATION OF THAI SECURITIES COMPANIES (ASCO)</li><li>- Corporate Valuation, By ASIA BUSINESS CONNECT</li><li>- Corporate Finance Laws &amp; Restructuring by ASIA BUSINESS CONNECT</li><li>- Executive Development Program : EDP by FISCAL POLICY OFFICE FOUNDATION, MINISTRY OF FINANCE</li><li>- CEO Leadership Succession Program (LSP) By IRDP, MINISTRY OF FINANCE</li></ul>



	<ul style="list-style-type: none"><li>- Director Accreditation Program (DAP68/2008) By THAI INSTITUTE OF DIRECTORS (IOD)</li></ul>
Experience	Yong Thai Public Company Limited (Thailand)
Other business	<ul style="list-style-type: none"><li>- 2007 – Present Executive Director And Audit Committee 2 S Metal Public Company Limited (Thailand) Date of Appointment : 15 Nov 2007</li><li>- 2019 - Present Independent Director Nortic AWUT Public Company Limited (Catalist Exchange)</li><li>- 2017- Present Managing Director Baopost Associate Co.,Ltd.</li><li>- 2017-2019 Managing Director Up Venger Co., Ltd.</li><li>- 2016-2017 Managing Director EEGC Waste Management Co.,Ltd.</li><li>- 2016-2017 Acting Deputy Managing Director Truth Insurance Co.,Ltd.</li><li>- 2013-2014 Acting Deputy Managing Director Islamic Bank of Thailand</li><li>- 2010-2015 Asistant Managing Director Islamic Bank of Thailand</li></ul>
Proportion of shares	
(At 31, December 2019)	- N/A-
Family of relations about Executive	
	- N/A-





#### MISS.BANG-ON PHUMCHAI

Type of director	Authorized signatory / Managing Director. (Resigned Oct 16, 2019)
Position	Managing Director
Age	32 yrs.
Education	- MBA. Ramkhamhaeng University - Bachelor's Degree in Communication Arts Sunandha Rajabhat University
Experience	Yong Thai Public Company Limited (Thailand)
Other Business	2011-2015 Marketing and Public Relations Officer TTF International Co.,Ltd. 2016-2019 EntrepreneurshipService vehicles for NIM Express
Proportion of shares (At 31, December 2019)	- N/A-
Family of relations about Executive	- N/A-

#### MISS. WIPAKORN THANACHOKDECHKHAJORN

Type of director	Authorized signatory / Managing Director. (Resigned Nov 8, 2019)
Position	Director
Age	37 yrs.
Education	Bachelor of Business Administration Information Technology Dhurakij Pundit University
Experience	Yong Thai Public Company Limited (Thailand)
Other Business	2005- 2011 Scgacemthai Public Company Limited (Thailand) the position of secretary PR Manager 2012-2013 CIMB Thai Bank Public Company Limited   Analysts credit the automotive business



- 2014-2015 Search Results Web results Subaru Thailand Import Manager

Proportion of shares

(At 31, December 2019) 16.83%

Family of relations about Executive - N/A-

#### MR. VIPAS THONGSUDDHI

Type of director	Authorized signatory / Audit Committee (Resigned Nov 14, 2019)
Position	Audit Committee
Age	58 yrs.
Education	<ul style="list-style-type: none"><li>- 1984 Degree of Bachelor of Laws Ramkhamhaeng University</li><li>- 1986 Thai Graduate School Institute of Legal Education of the Bar Association. 39th Century</li><li>- 1994 Master of Laws Degree (Public Law Branch), Chulalongkorn University.</li><li>- 1999 Degree in management of public and private programs.NIDA</li><li>- 1999 Certificate in Financial Risk Management Model 9 Chulalongkorn University.</li><li>- 1999 Diploma in Development Research Thammatirat Sukhothai Kingdom.</li><li>- 2005 Doctor of Public Administration (DPA), Ateneo de Davao University, Philippines</li><li>- 2017 Doctor of Philosophy (Educational Administration), University of North Ban</li></ul>
Experience	Yong Thai Public Company Limited (Thailand)
Other Business	<ul style="list-style-type: none"><li>- 2016 – Present Rector Nakhon Ratchasima College</li><li>- 2017 – Present Director of PathumThani University Council</li></ul>



- 1992 – Present President of the Office of Legal Royale International Group Limited.
- 1992 – Present Lawyer company fixed the Office of Legal Royale International Group Limited.
- 1992–Present Company Advisors Business organizations and private organizations

Proportion of shares  
(At 31, December 2019) - N/A-

Family of relations about Executive  
- N/A-

#### **MR. CHOTJUTA AJSORN**

Type of director	Authorized signatory / Audit Committee (Resigned Nov 14, 2019)
Position	Audit Committee
Age	52 yrs.
Education	<ul style="list-style-type: none"><li>- 2011 Housing Development Science Master's Degree Real Estate Development Chulalongkorn University</li><li>- 1999 Master of Business Administration in Finance and Marketing, Sripatum University</li><li>- 1995 Bachelor of Engineering in Civil Engineering, Rajamangala Institute of Technology Thewet</li><li>- 1993 Bachelor of Business Administration in Construction Management, Sukhothai Thammathirat University</li></ul>
Training	<ul style="list-style-type: none"><li>- 2019 Politics and Governance in Democratic System for Executives, Chemical Eng., 22.</li><li>- 2015 dvanced Certificate Course in Public Economy for Executive of the ice. 14.</li></ul>
Experience	Yong Thai Public Company Limited (Thailand)



Others Business

- 2006 – Present Director of CEL ENGINEERING LTD.
- 2014 – Present Director PSC Construction Limited Management Limited.
- 2014 – Present Director V. King Kandy and Management Co., Ltd.
- 2018 - Present President of the Uten Alumni Association
- 2014 – Present Executive Consulting Group Project Construction of a new parliament building.
- 2016 - Present Director of STS frames at the end TRUST LTD.
- 2018 – Present Advisor to the Sub-Committee to study the Service Upgrade Program of The Sports Authority of Thailand (National smart sport park)

Proportion of shares

(At 31, December 2019) - N/A-

Family of relations about Executive

- N/A-

## Corporate Governance

### Good Corporate Governance Compliance Report

The Board has a policy to support corporate governance. Which covers the following key principles as follows:

1. Treatment of shareholders and stakeholders equally fair to all parties
2. The Commission is committed to add value to the business over the long term. Managed with prudence and caution. Responsible for duties with competence and adequate performance to maximize shareholder value. Supervise the issue of conflict of interests and responsible decisions of their actions.
3. The operation is to be transparent can be checked Adequate disclosure to all parties concerned.
4. Taking into account the business risk is always there to control and manage risk appropriately.
5. The company has established business ethics for directors and employees to comply with it.

### Rights of shareholders

The Company has focused and respected the rights of shareholders by complying with the rules and procedures set up to promote and facilitate shareholders to exercise the rights of shareholders. As follows:

1. In 2019, the Company held an Annual General Meeting of Shareholders on 30 April 2019.
2. The Company has given it to The Securities Depository (Thailand) Co., Ltd., which is the registrar of the Company's shares as the courier of the notice of the meeting to the shareholders 10 day in advance.
3. All shareholders receive the necessary and adequate information about the meeting date and agenda as forward
4. In the event that the shareholders are unable to attend the meeting manually, the The Company allows shareholders to proxy independent directors or any person to attend the meeting on their behalf. Using the proxy submitted by the Company Meeting Letter.



5. At the meeting, shareholders were allowed to comment. suggestions or questions in various agendas independently before voting. In addition, the Company provides sufficient detail information on the subject to shareholders.

### **Equality of shareholders**

The company maintains the rights and treats all shareholders equally with all sides. Whether the minority shareholders, major institutional investors. Or foreign shareholders such as:

1. The Company's independent directors. Oversee minority.
2. Meeting of Shareholders, the Company proxy for shareholders who wish to appoint a proxy to attend the meeting instead. Has chosen to appoint a particular person or a chairman or director of any one exercise instead of
3. The Company has taken measures to prevent the unlawful use of inside information of the individual concerned. The person with the authority to release the information. And prohibit the parties concerned, including the Board of Directors, management, staff-related data, including spouses and children. Trading the Company's securities until the information has been disclosed to the public already.

### **Information disclosure and transparency**

The Company has appointed the company's information disclosure to investors. Shareholders and general interests are the power of the Chairman of the Board of Directors. Managing Director and executives assigned to act as agents to disseminate the Company's information. both financial and non-financial information involved. It is important, reliable and timely, both Thai and English, by disclosing information through the Stock Exchange of Thailand. In this regard, the The Company has complied with the law. Rules and regulations imposed by various agencies have always been strictly defined by various agencies such as





1. Dissemination of information correctly, complete and timely. Both financial and non-financial information
2. Dissemination of information about the interests of directors, executives and related parties in case there are interests associated with the Company.
3. The commission's report was prepared
4. Disclosure of directors' remuneration received in the past year, including the characteristics and number of compensation stipulated by person.

### **Responsibilities of the Board of Directors**

Structure of the Board (Page details 14-17) The Board of Directors has 7 persons, including: 4 directors from the management and three non-executive directors and 3 non-management directors are independent directors (the board's history is shown on the 20-26 duty of this report),

the Audit Committee of 3 directors is independent. All audit committees have knowledge, understanding and have accounting experience or finance.

The Board of Directors' Meeting for the year 2019 held a total of 14 meetings and each time the agenda is determined. The meeting is clearly in advance. To have sufficient and joint study time to consider decisions on the company's business operations at the meeting.

The Secretary of the Board of Directors is responsible for preparing the minutes of the meeting and the meeting certifying on the first agenda of the next meeting and the Chairman of the Board of Directors to consider and sign the certification.

### **Compensation for the Board of Directors**

The Company has considered paying appropriate compensation to the Board of Directors, with the approval of the Annual General Meeting of Shareholders to pay compensation to the Board of Directors as directors. Compensation details are listed on page 19 of this report.

## **Corporate Governance Policy**

The Board of Directors has established a written good corporate governance policy since 2003 and has always been a practice.

### **Control of insider information and conflicts of interest.**

The Company has complied with the requirements of the Securities and Exchange Commission. The Stock Exchange of Thailand strictly And to focus on governing the use of inside information. If there are items Conflict of interests of those involved. The company has carefully considered and fair disclosure of such information is clearly for the benefit of the shareholders as a whole.

### **Internal Control**

The Board of Directors deemed that the control system within the Company and its subsidiaries was effective enough and appropriate to the operation of the Company and its subsidiaries.

### **Governance of the Audit Committee**

The Audit Committee of the Company performs each duty. During 2019, the Audit Committee held a meeting to monitor and corporate governance. Management on behalf of the Board of Directors' remuneration for quarterly financial statements, annual financial statements and annual reports,

The Audit Committee discussed the exchange of opinions on the consolidated financial statements. Accounting standards and audits Audit Summary Results Review and assess the adequacy of the internal control system and you are an overview of the Company's financial report with the auditor and the internal auditor.

The Audit Committee has proposed appointing the auditor to the Board of Directors to nominate an auditor to the shareholders' meeting. The Audit Committee has exchanged opinions with auditors and internal auditors to the extent of the responsibility of the audit and the audit plan.



### **Social Responsibility**

The Company has featured on the concept of social responsibility of business for a long time and a critical approach to business. By operating activities of the Company regardless of the consequences to the Company, society and the environment, which allows the operation of a successful and contribute to the sustainability of the business.

### **Environment And Safety**

The company recognizes the importance of the environment and safety. The company has operated in this matter as follows:

1. The Company has adjusted the production process, thus reducing the use of water. And without the use of chemicals can cause Recycle reused in the process at all. The water from the system to produce a small quantity. The Company is manholes and sewage in the benchmark. And no environmental impact
2. The company is hiring engineers control laws to inspect and certify devices.
3. The company has trained a fire protection system for employees
4. Social and community around the company. The company offers scholarships and support in organizing the school day with kids in the neighborhood, the company regularly every year
5. cooperate with government agencies in various activities such as drug prevention.

## Stakeholders

The Company has committed fair responsibility to all stakeholders for mutual benefit and equality, shareholders, employee, business relationships, customers, partners, trade competitors and creditors. as follows:

shareholders	: as shown in the rights of shareholders.
employee	: The Company has always focused on the company's personnel. It focuses on health, safety, health Work environment, employee compensation The Company also provides provident funds to take care of employees in the long term.
customers	: The Company has always focused on customers by promoting and maintaining the company's product quality standards as well as sustainable service and business relations with customers.
partners	: The Company strictly adheres to the contracts and requirements made to all business partners.
trade competitors	: The company operates a business based on law and ethics. Competition is good faith. In the past year, The company does not have any dispute in regards to competitors.
creditors	: Compliance with the terms and conditions carefully. Throughout the various duties towards the creditors.
Social	: The Company aims to support activities to promote local social quality where the company is located by cooperating and supporting the activities of the school and local administration organizations.

## Management Analysis and Description

For the year ended December 31, 2019, which was audited by the Auditor and Audit Committee on 27 February 2020, it appears that the operating results are totally comprehensive profits and total revenue. as follows:

1. Total revenue amounted to 11.38 million baht. decreased from the previous year 27.80 million baht. As the company stopped production, the company's former customers stopped ordering until Q3/2019. Zirconium Silicate, Zircon Sand and Aluminium Hydroxide

2. Total expenses amounted to 66.11 million baht, an increase from the previous year amounted to 12.60 million baht, representing 23.55 percent includes.

2.1 Cost of sales of 9.71 billion baht, down from last year by Baht 18.29 million, representing 65.32 percent.

2.2 Selling and administrative expenses decreased by Baht 21.13 million from the previous year, amounting to 2.77 million baht or 11.59 percent.

3. Loss on disposal of assets 33.43 million baht due to the sale of land of the Company's transfer payment on 5 June 2019, according to the Board of Directors' Meeting No. 8/2019 on June 4, 2019.

4. Financial costs of 1.84 billion baht, increase from the previous year, amounting to 0.22 million baht representing 13.58 The financial statements show net profit from operating activities as part of the parent for the year. ended December 31, 2019 was a loss of 48.84 million baht, increase from the previous year, total 34.00 million baht or 229.11 percent, due to losses on sales of assets, more than 33.43 million baht, which was owed. The list of such companies will be operated as a loss of 15.41 million baht, increase from last year's 0.57 million baht or 3.84 percent.

The financial position of the Company as of December 31, 2019 are as follows:

- Total assets as at 31 December 2019 were Baht 103.03 million.
- Shareholders' equity of 56.10 million baht.
- Total liabilities were 46.93 million baht as at December 31, 2019, decreasing by 25.49 million baht. total liabilities of 72.42 million baht as at December 31, 2018.
- The Company's debt per shareholders increased from 0.69 times as at 31 December 2018 to 0.84 times as at 31 December 2019.



- Current Ratio increased from 0.15 times as at December 31, 2018 was 0.45 times as at December 31, 2019.
- The average debt collection period of 58 days in 2018 is close to the average debt collection period of 57 days in 2019.

Currently, the Company operates the production and distribution of Zirconium. The company's factory in Prachinburi province has improved production systems, discontinuing the use of various types of chemicals and reducing the use of consumables. Reduce electricity and thermal power consumption The company's products are now recognized by customers in both quality and distribution prices to increase the order ing, but there are problems in supplying raw materials in production.

#### **Procurement of joint venture partners**

It's currently underway to recruit and study the appropriate business-making venture capitalists. Both as a new business add-on. in the future and to enhance the current business.



บริษัท ยงไทย จำกัด (มหาชน)

## Financial Status And Performance

### Financial Information

Summary of financial statements of the Company and its consolidated subsidiaries during the past 3 years.

	Consolidated financial statements						Separate financial statements					
	2017		2018		2019		2017		2018		2019	
	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%
<b>STATEMENTS OF COMPREHENSIVE INCOME</b>												
Revenues												
Revenues from sales	44,934	81.32	34,126	87.10	11,218	98.54	44,934	81.61	34,126	87.10	11,218	98.54
Other income	10,320	18.68	5,053	12.90	166	1.46	10,126	18.39	5,053	12.90	166	1.46
Total Revenue	55,254	100.00	39,179	100.00	11,384	100.00	55,060	100.00	39,179	100.00	11,384	100.00
Expense												
Cost of sales	39,840	72.10	27,997	71.46	9,705	85.25	39,840	72.36	27,997	71.46	9,705	85.25
Selling expenses	24,122	43.66	23,895	60.99	21,131	185.62	24,051	43.68	23,753	60.63	21,069	185.08
Administrative expenses	-	-	-	-	33,433	293.68	-	-	-	-	33,433	293.68
Finance costs	2,576	4.66	1,620	4.13	1,837	16.14	2,990	5.43	2,170	5.54	2,412	21.19
Total expense	66,538	120.42	53,512	136.58	66,106	580.69	66,881	121.47	53,920	137.62	66,619	585.20
Loss for the period from continuing operations.	(11,284)	(20.42)	(14,333)	(36.58)	(54,722)	(480.69)	(11,821)	(21.47)	(14,741)	(37.62)	(55,235)	(485.20)
Loss for the period from discontinued operations.	-	-	-	-	-	-	-	-	-	-	-	-
Loss before income tax expense	(11,284)	(20.42)	(14,333)	(36.58)	(54,722)	(480.69)	(11,821)	(21.47)	(14,741)	(37.62)	(55,235)	(485.20)
Tax expenses	(1,251)	(2.26)	(507)	(1.29)	11,651	102.35	(1,144)	(2.08)	(420)	(1.07)	11,754	103.25
Loss for the year	(12,535)	(22.69)	(14,840)	(37.88)	(43,071)	(378.35)	(12,965)	(23.55)	(15,161)	(38.70)	(43,481)	(381.95)
Other comprehensive loss for the year	(546)	(0.99)	-	-	(5,770)	(50.69)	(546)	(0.99)	-	-	(5,770.00)	(50.69)
Total comprehensive loss for the year	(13,081)	(23.68)	(14,840)	(37.88)	(48,841)	(429.03)	(13,511)	(24.54)	(15,161)	(38.70)	(49,251)	(432.63)





บริษัท ไทย จำกัด (มหาชน)

	Consolidated financial statements						Separate financial statements					
	2017		2018		2019		2017		2018		2019	
	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%	(Unit: Thousand Baht)	%
<b>BALANCE SHEET</b>												
<b>ASSETS</b>												
Current assets												
Cash and cash equivalents	379	0.20	142	0.08	179	0.17	112	0.05	76	0.04	157	0.12
Trade and other current receivables - other companies	8,201	4.41	4,373	2.47	762	0.74	8,199	3.83	4,371	2.11	760	0.57
Inventories	4,949	2.66	911	0.51	3,985	3.87	4,949	2.31	911	0.44	3,985	3.01
Non-current assets held for sale	-	-	-	-	6,938	6.73	-	-	-	-	6,938	5.24
Total current assets	13,529	7.27	5,426	3.06	11,864	11.51	13,260	6.20	5,358	2.59	11,840	8.94
Non-current assets												
Investment in subsidiary	-	-	-	-	-	-	29,500	13.80	29,500	14.27	29,500	22.26
Other long-term investments	16,800	9.03	16,800	9.47	16,800	16.31	16,800	7.86	16,800	8.12	16,800	12.68
Investment properties	99,030	53.20	101,130	57.02	30,760	29.85	99,030	46.32	101,130	48.90	30,760	23.21
Property, plant and equipment	53,747	28.87	52,524	29.61	41,730	40.50	53,747	25.14	52,524	25.40	41,730	31.49
Other non-current assets	3,037	1.63	1,482	0.84	1,879	1.82	1,481	0.69	1,482	0.72	1,879	1.42
Total non-current assets	172,614	92.73	171,936	96.94	91,169	88.49	200,558	93.80	201,436	97.41	120,669	91.06
Total Assets	186,143	100.00	177,362	100.00	103,033	100.00	213,818	100.00	206,794	100.00	132,509	100.00
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>												
Current liabilities												
Bank overdrafts and short-term loans from financial institution	17,206	9.24	29,660	16.72	24,790	24.06	17,206	8.05	29,660	14.34	24,790	18.71
Trade and other current payables - other companies	11,749	6.31	3,548	2.00	1,657	1.61	10,993	5.14	4,211	2.04	2,785	2.10
Income tax payable	-	-	41	0.02	51	0.05	-	-	-	-	-	-
Short-term loans from director	1,500	0.81	2,000	1.13	-	-	1,500	0.70	2,000	0.97	-	-
Short-term loans from subsidiary	-	-	-	-	-	-	48,000	22.45	48,700	23.55	48,700	36.75
Total Current liabilities	30,455	16.36	35,249	19.87	26,498	25.72	77,699	36.34	84,571	40.90	76,275	57.56
Non-current liabilities												
Employee benefit obligations	12,086	6.49	12,932	7.29	8,543	8.29	12,086	5.65	12,932	6.25	8,543	6.45
Deferred tax liabilities	23,822	12.80	24,242	13.67	11,893	11.54	23,822	11.14	24,242	11.72	11,893	8.98
Total non-current liabilities	35,908	19.29	37,174	20.96	20,436	19.83	35,908	16.79	37,174	17.98	20,436	15.42
Total Current Liabilities	66,363	35.65	72,423	40.83	46,934	45.55	113,607	53.13	121,745	58.87	96,711	72.98
Shareholders' equity												
Share capital												
Authorized share capital												
7,000,000 ordinary shares, at par value of Baht 10.00	70,000		70,000		70,000		70,000		70,000		70,000	
Issued and paid-up share capital												
7,000,000 ordinary shares, at par value of Baht 10.00	70,000	37.61	70,000	39.47	70,000	67.94	70,000	32.74	70,000	33.85	70,000	52.83
Premium on share capital	115,000	61.78	115,000	64.84	115,000	111.61	115,000	53.78	115,000	55.61	115,000	86.79
Surplus from land revaluation	29,344	15.76	29,344	16.54	26,964	26.17	29,344	13.72	29,344	14.19	26,964	20.35
Profit (loss) Accumulated												
Allocated												
Legal reserve	7,000	3.76	7,000	3.95	7,000	6.79	7,000	3.27	7,000	3.39	7,000	5.28
Loss Accumulated	(101,564)	(54.56)	(116,404)	(65.63)	(162,865)	(158.07)	(121,133)	(56.65)	(136,295)	(65.91)	(183,166)	(138.23)
Total shareholders' equity	119,780	64.35	104,940	59.17	56,099	54.45	100,211	46.87	85,049	41.13	35,798	27.02
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>186,143</b>	<b>100.00</b>	<b>177,363</b>	<b>100.00</b>	<b>103,033</b>	<b>100.00</b>	<b>213,818</b>	<b>100.00</b>	<b>206,794</b>	<b>100.00</b>	<b>132,509</b>	<b>100.00</b>



บริษัท ไทย จำกัด (มหาชน)

	Consolidated financial statements						Separate financial statements					
	2017		2018		2019		2017		2018		2019	
Current ratio	0.44	time	0.15	time	0.45	time	0.17	time	0.06	time	0.16	time
Quick ratio	0.27	time	0.09	time	0.02	time	0.10	time	0.04	time	0.01	time
Cash flow ratio	(0.11)	time	(0.45)	time	(0.97)	time	(0.07)	time	(0.19)	time	(0.37)	time
Receivables Collections	6.59	time	6.20	time	6.26	time	6.59	time	6.20	time	6.26	time
Average collection period	55	days	58	days	57	days	55	days	58	days	57	days
Inventory Turnover	6.12	time	9.56	time	3.96	time	6.12	time	9.56	time	3.96	time
Inventory conversion period	59	days	38	days	91	days	59	days	38	days	91	days
Account Payable Period	13.70	time	11.06	time	11.11	time	13.70	time	11.06	time	11.11	time
Repayment period	26	days	33	days	32	days	26	days	33	days	32	days
CASH CYCLE	87	days	63	days	116	days	87	days	63	days	116	days
Profit Ability Ratio												
Gross Profit	11.34	%	17.96	%	13.49	%	11.34	%	17.96	%	13.49	%
Net Profit	(22.69)	%	(37.88)	%	(378.35)	%	(23.55)	%	(38.70)	%	(381.95)	%
Return on Common Equity	(9.92)	%	(13.21)	%	(53.49)	%	(12.12)	%	(16.37)	%	(71.96)	%
Performance ratio												
Return on Total Asset	(4.74)	%	(8.16)	%	(30.72)	%	(4.59)	%	(7.21)	%	(25.63)	%
Fixed Asset Turnover	(7.64)	%	(25.55)	%	(89.50)	%	(8.56)	%	(26.16)	%	(90.37)	%
Total Asset Turnover	0.21	time	0.22	time	0.08	time	0.19	time	0.19	time	0.07	time
Financial Policy Analysis Ratio												
Debt per Equity Ratio	0.55	time	0.69	time	0.84	time	1.13	time	1.43	time	2.70	time
Time Interest Earning Ratio	(2.81)	time	(7.91)	time	(21.69)	time	(1.75)	time	(5.92)	time	(16.31)	time
Debt service coverage ratio	(0.34)	time	(0.31)	time	(1.61)	time	(0.10)	time	(0.12)	time	(0.56)	time
Cash Basis	(0.11)	time	(373.55)	time	(10.69)	time	(0.09)	time	(386.03)	time	(10.68)	time
Dividend ratio	-	%	-	%	-	%	-	%	-	%	-	%
B/V per Share	17.11	baht	14.99	baht	8.01	baht	14.32	baht	12.15	baht	5.11	baht
Loss per Share	(1.79)	baht	(2.12)	baht	(6.15)	baht	(1.85)	baht	(2.17)	baht	(6.21)	baht
Dividend per Share	-	baht	-	baht	-	baht	-	baht	-	baht	-	baht
Total Asset	(45.64)	%	(4.72)	%	(41.91)	%	(39.13)	%	(3.29)	%	(35.92)	%
Total Liabilities	(68.33)	%	9.13	%	(35.19)	%	(52.18)	%	7.16	%	(20.56)	%
Sales Revenue	132.92	%	(24.05)	%	(67.13)	%	132.92	%	(24.05)	%	(67.13)	%
Operating Expenses	(33.37)	%	(4.43)	%	(9.98)	%	(32.89)	%	(4.13)	%	(9.42)	%
Net Loss	(59.18)	%	18.38	%	190.24	%	(58.03)	%	16.94	%	186.80	%



บริษัท ยงไทย จำกัด (มหาชน)

### Information of subsidiaries

Company Name	:T&T Leader Company Limited
Company Registration Number	: 0105532064210 (old number 6421/2532)
Business	: Manufacture and sale of chemicals
Accounting period	:1 JANUARY - 31 DECEMBER
head office	:633/14 Satupradit Road. Yannawa, Bangkok
Phone	:0-2294-3364
Registered Capital	:100,000,000.00 Baht.
Paid up Capital	:65,000,000.00 Baht.
Par Value	:100 Baht.

### Board of Directors

1. MR. LA STEPHANE
2. MR. PRASERTSAK SUWANPOTIPRA
3. MISS MONTHA SUPHARERKCHARTKUN
4. MR.LA CHARLES

### Summary of financial position and operating results of subsidiaries

T&T Leader Company Limited (subsidiaries)

(Unit: Thousand Baht)

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Total Assets	49,912	49,561	50,768
Total Liabilities	111	171	1,698
Shareholders' Equity	49,801	49,390	49,070
Sales Revenue	-	-	-
Total Revenue	574	551	608
Gross Profit	-	-	-
Net Profit (Loss)	410	321	429



บริษัท ไทย จำกัด (มหาชน)

### Details about executives and controlling persons

The tenure of the executives and control of the Company, subsidiaries, affiliates and related companies.

Name	Company	Subsidiaries	Affiliates	Related Companies	
				1	2
1. MR. LA STEPHANE	X	/	/	/	/
2.MRWIROT LOPHANITCHAKUN	//				
4.MR.PRASERTSAK SUWANPOTIPRA	//	/	/		
5. MR. KUNCHIT SINGSUWAN	X				
6. MISS.BANG-ON PHUMCHAI	/				
7.MISS.WIPAKORN THANACHOKDECHKHAJORN	/				
8. MR. VIPAS THONGSUDDHI	/				
9. MR. CHOTJUTA AJSORN	/				

Symbol representing position : X = Chairman  
// = Executive Director  
/ = Director

Subsidiaries : T & T Leader Co.,Ltd.

Affiliates : Krabicity Hotel and resort Co.,Ltd.

Related Companies : 1. Proviron Co.,Ltd. (resigned 30 April 2014)  
2. Joy Holding Co.,Ltd.

### Transactions

The company has business transactions took place with related parties. The nature and details are provided in Note 7 to the financial statements on pages 67-70 of this report.



## **Auditor And Compensation**

### **Auditor**

Mr. Suchart Panitcharoen have Certified Public Accountant (Thailand) No. 4475 from SP Audit Company Limited The auditor has received approval for the Company's financial statements and consolidated financial statements. Auditors commented on the audit report without conditions.

### **Compensation**

#### **1. Audit Fee**

- In 2019, the Company and subsidiaries Has paid the examination fee To the accounting firm in which the auditor is affiliated, totaling 630,000.00 baht, Divided into
  - Audit fee for the company In the amount of 570,000.00 baht
  - Audit fee of subsidiary company In the amount of 60,000.00 baht

#### **2. Non-Audit Fee**

- Non -



## **INDEPENDENT AUDITOR'S REPORT**

To the Shareholders of Yong Thai Public Company Limited

### **Opinion**

I have audited the accompanying consolidated and separate financial statements of Yong Thai Public Company Limited and its subsidiaries (the Group) and of Yong Thai Public Company Limited (the Company), which comprise the consolidated and separate statements of financial position as of December 31, 2019, and the related 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 consolidated and separate financial position of the Yong Thai Public Company Limited and its subsidiaries and of Yong Thai Public Company Limited as of December 31, 2019, and its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

### **Basis for Opinion**

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

### **Material Uncertainty Related to Going Concern**

As described in the note to financial statements no.4, the Group faces losses from continued operation for the year ended on December 31, 2019 in the amount of Baht 43.07 million. As at December 31, 2019, the Group's current liabilities exceeded its current assets in the amount of Baht 14.63 million. Such circumstance indicates the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern. My opinion is not modified in respect of this matter.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters. In addition to the matter described in the Material Uncertainty Related to Going Concern section, I have determined the matters described below to be the key audit matters to be communicated in my report.

#### Investment properties

As of December 31, 2019, the Group's measurement after recognition for the land class in the investment properties using the fair value method is Baht 30.76 million (Notes 5.6 and 14). The valuation of the fair value of the said investment properties is determined by an independent external appraiser. In practice, determining fair values involved the judgments and the carrying amounts of the said investment properties is considered materiality to the Group's financial statements. Therefore, the valuation of the fair value of the investment properties is a key audit matter.



### Key audit procedures

I have obtained an understanding of the appraisal report for the investment properties prepared by an independent appraiser regarding the land appraisal method, the details of the Group's land and the land used for comparison for their locations, characteristics, public utilities, and environments, and summary of independent appraiser's opinion.

I have reviewed the appropriateness and the conformity of the valuation methods applied by the independent appraiser to the objective for the financial report preparation. I have interviewed and assessed the reasonableness of the selling price and the adjusted selling price based on the characteristic and the environment of the land used for comparison in the independent appraiser's valuation.

And I also focused on the Group's disclosures about the appraisal technique, the information applied in the valuation of the fair value, and the fair value hierarchy of their adequacy and conformity to the requirements of the accounting standards.

### **Other Information**

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

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

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

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

## **Responsibilities of Management and Those Charge with Governance for the Financial Statements**

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

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

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

## **Auditor's Responsibilities for the Audit of the Financial Statements**

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

As part of an audit in accordance with 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error,

as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I have 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 financial statements, including the disclosures, and whether the 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.



บริษัท ยงไทย จำกัด (มหาชน)

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the 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.

SP Audit Company Limited

(Mr. Suchart Panitcharoen)

Certified Public Accountant (Thailand) No. 4475

Bangkok

February 27, 2020



บริษัท ยงไทย จำกัด (มหาชน)

YONG THAI PUBLIC LIMITED AND ITS SUBSIDIARY

STATEMENT OF FINANCIAL POSITION

AS OF DECEMBER 31, 2019

(Unit : Baht)

	Consolidated financial statements			Separate financial statements	
	Note	2019	2018	2019	2018
<u>Assets</u>					
Current Assets					
Cash and cash equivalents		178,869.69	141,518.08	156,845.25	75,631.09
Trade and other current receivables - other companies	8	762,329.38	3,310,038.87	760,370.30	3,308,079.79
Other current receivables - related company	7.1	-	1,063,500.00	-	1,063,500.00
Inventories	9	3,985,221.63	911,168.93	3,985,221.63	911,168.93
Non-current assets held for sale	10	6,937,477.40	-	6,937,477.40	-
Total Current Assets		11,863,898.10	5,426,225.88	11,839,914.58	5,358,379.81
Non-Current Assets					
Investment in associate	11	-	-	-	-
Investment in subsidiary	12	-	-	29,500,000.00	29,500,000.00
Other long-term investments	13	16,800,000.00	16,800,000.00	16,800,000.00	16,800,000.00
Investment properties	14	30,759,750.00	101,129,750.00	30,759,750.00	101,129,750.00
Property, plant and equipment	15	41,729,833.45	52,524,118.27	41,729,833.45	52,524,118.27
Property, plant and equipment not used for operation	16	-	-	-	-
Other non-current assets		1,879,274.96	1,482,241.75	1,879,274.96	1,482,241.75
Total Non-Current Assets		91,168,858.41	171,936,110.02	120,668,858.41	201,436,110.02
TOTAL ASSETS		103,032,756.51	177,362,335.90	132,508,772.99	206,794,489.83

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



บริษัท ยงไทย จำกัด (มหาชน)

YONG THAI PUBLIC LIMITED AND ITS SUBSIDIARY

STATEMENT OF FINANCIAL POSITION

AS OF DECEMBER 31, 2019

(Unit : Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2019	2018	2019	2018
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>					
Current Liabilities					
Bank overdrafts and short-term loans from financial institutions	17	24,789,729.98	29,659,766.14	24,789,729.98	29,659,766.14
Trade and other current payables - other companies	18	1,657,472.56	3,309,986.50	1,597,472.56	3,179,986.50
Other current payable - related companies	7.1	-	238,252.09	1,187,732.88	1,031,725.25
Accrued income tax		50,769.44	40,530.92	-	-
Short-term loans from director	7.1	-	2,000,000.00	-	2,000,000.00
Short-term loans from subsidiary	7.1	-	-	48,700,000.00	48,700,000.00
Total Current Liabilities		26,497,971.98	35,248,535.65	76,274,935.42	84,571,477.89
Non-Current Liabilities					
Employee benefit obligations	19	8,543,004.00	12,932,140.00	8,543,004.00	12,932,140.00
Deferred tax liabilities	20	11,892,980.00	24,241,877.64	11,892,980.00	24,241,877.64
Total Non-Current Liabilities		20,435,984.00	37,174,017.64	20,435,984.00	37,174,017.64
Total Liabilities		46,933,955.98	72,422,553.29	96,710,919.42	121,745,495.53
Shareholders' equity					
Share capital	21				
Authorized share capital					
7,000,000 ordinary shares, at par value of Baht 10.00		70,000,000.00	70,000,000.00	70,000,000.00	70,000,000.00
Issued and paid-up share capital					
7,000,000 ordinary shares, at par value of Baht 10.00		70,000,000.00	70,000,000.00	70,000,000.00	70,000,000.00
Premium on share capital		115,000,000.00	115,000,000.00	115,000,000.00	115,000,000.00
Retained earnings (deficits)					
Appropriated					
Legal reserve	22	7,000,000.00	7,000,000.00	7,000,000.00	7,000,000.00
Unappropriated					
Deficits		(162,865,319.47)	(116,404,337.39)	(183,166,266.43)	(136,295,125.70)
Other components of equity		26,964,120.00	29,344,120.00	26,964,120.00	29,344,120.00
Total shareholders' equity		56,098,800.53	104,939,782.61	35,797,853.57	85,048,994.30
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY					
		103,032,756.51	177,362,335.90	132,508,772.99	206,794,489.83

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



บริษัท ยงไทย จำกัด (มหาชน)

YONG THAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

FOR THE YEAR ENDED DECEMBER 31, 2019

(Unit : Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2019	2018	2019	2018
Revenue					
Revenues from sales		11,217,557.60	34,125,986.52	11,217,557.60	34,125,986.52
Gain on measurement of investment properties		-	2,099,750.00	-	2,099,750.00
Gain on disposal of assets		11,680.24	2,784,577.44	11,680.24	2,784,577.44
Other income		154,620.01	168,916.02	154,524.42	168,419.68
Total Revenue		11,383,857.85	39,179,229.98	11,383,762.26	39,178,733.64
Expenses					
Cost of Sales		9,705,545.98	27,996,716.93	9,705,545.98	27,996,716.93
Selling expenses		677,841.47	971,690.44	677,841.47	971,690.44
Administrative expenses		20,452,850.47	22,924,660.55	20,391,193.47	22,781,977.49
Loss on disposal of assets		33,432,530.00	-	33,432,530.00	-
Finance costs		1,837,341.99	1,619,718.58	2,411,601.71	2,170,057.48
Total Expense		66,106,109.91	53,512,786.50	66,618,712.63	53,920,442.34
Loss before income tax expense		(54,722,252.06)	(14,333,556.52)	(55,234,950.37)	(14,741,708.70)
Income tax income (expense)	23	11,651,357.98	(506,994.55)	11,753,897.64	(419,950.00)
Loss for the year		(43,070,894.08)	(14,840,551.07)	(43,481,052.73)	(15,161,658.70)
Other comprehensive income					
Items that may not be reclassified subsequently to profit or loss					
Loss on revaluation of land		(2,380,000.00)	-	(2,380,000.00)	-
Actuarial losses		(3,390,088.00)	-	(3,390,088.00)	-
Other comprehensive loss for the year		(5,770,088.00)	-	(5,770,088.00)	-
Total comprehensive loss for the year		(48,840,982.08)	(14,840,551.07)	(49,251,140.73)	(15,161,658.70)
Basic loss per share	24	(6.98)	(2.12)	(7.04)	(2.17)
Number of ordinary shares (Unit : Share)		7,000,000	7,000,000	7,000,000	7,000,000

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





บริษัท ยงไทย จำกัด (มหาชน)

**YONG THAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

(Unit : Baht)

	Note	Issued and paid-up share capital	Premium on ordinary share	Retained earnings (deficits)		Other components of equity	Total
				Appropriated	Unappropriated	Surplus on revaluation of Assets	
Balance as of January 1, 2018		70,000,000.00	115,000,000.00	7,000,000.00	(101,563,786.32)	29,344,120.00	119,780,333.68
Change in equity for the year							
Total comprehensive loss for the year		-	-	-	(14,840,551.07)	-	(14,840,551.07)
Balance as of December 31, 2018		70,000,000.00	115,000,000.00	7,000,000.00	(116,404,337.39)	29,344,120.00	104,939,782.61
Change in equity for the year							
Actuarial losses		-	-	-	(3,390,088.00)	-	(3,390,088.00)
Total comprehensive loss for the year		-	-	-	(43,070,894.08)	(2,380,000.00)	(45,450,894.08)
Balance as of December 31, 2019		70,000,000.00	115,000,000.00	7,000,000.00	(162,865,319.47)	26,964,120.00	56,098,800.53

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



บริษัท ยงไทย จำกัด (มหาชน)

**YONG THAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**SEPARATE STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

(Unit : Baht)

	Note	Issued and paid-up share capital	Premium on ordinary share	Retained earnings (deficits)		Other components of equity	Total
				Appropriated	Unappropriated	Surplus on revaluation of Assets	
Balance as of January 1, 2018		70,000,000.00	115,000,000.00	7,000,000.00	(121,133,467.00)	29,344,120.00	100,210,653.00
Change in equity for the year							
Total comprehensive loss for the year		-	-	-	(15,161,658.70)	-	(15,161,658.70)
Balance as of December 31, 2018		70,000,000.00	115,000,000.00	7,000,000.00	(136,295,125.70)	29,344,120.00	85,048,994.30
Change in equity for the year							
Actuarial losses		-	-	-	(3,390,088.00)	-	(3,390,088.00)
Total comprehensive loss for the year		-	-	-	(43,481,052.73)	(2,380,000.00)	(45,861,052.73)
Balance as of December 31, 2019		70,000,000.00	115,000,000.00	7,000,000.00	(183,166,266.43)	26,964,120.00	35,797,853.57

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



บริษัท ยงไทย จำกัด (มหาชน)

YONG THAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2019

(Unit : Baht)

	Consolidated financial statements		Separate financial statements	
Note	2019	2018	2019	2018
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
Loss before income tax expense	(54,722,252.06)	(14,333,556.52)	(55,234,950.37)	(14,741,708.70)
Adjustments to reconcile loss before income tax expenses for cash received (used) from operations				
Loss for diminutions of inventories (reversal)	206,653.71	(124,340.89)	206,653.71	(124,340.89)
Depreciation	890,266.42	1,262,537.76	890,266.42	1,262,537.76
Gain from disposal of assets	(11,241.24)	(2,784,577.44)	(11,241.24)	(2,784,577.44)
Loss from sale of investment properties	33,432,530.00	-	33,432,530.00	-
Employee benefit obligations	924,776.00	845,765.00	924,776.00	845,765.00
Unrealized gain loss on exchange rate	(59,295.60)	-	(59,295.60)	-
Gain on measurement of investment property	-	(2,099,750.00)	-	(2,099,750.00)
Write-off on withholding tax	131.77	27,070.55	131.77	-
Interest income	(16,571.67)	(500.09)	(16,498.15)	(3.75)
Interest expense	1,837,341.99	1,619,718.58	2,411,601.71	2,170,057.48
Loss from operation before changes in operating assets and liabilities	(17,517,660.68)	(15,587,633.05)	(17,456,025.75)	(15,472,020.54)
Decrease in trade and other current receivables - other companies	3,611,209.49	4,821,380.32	3,611,209.49	4,821,800.32
(Increase) decrease in inventories	(3,280,706.41)	4,162,519.66	(3,280,706.41)	4,162,519.66
Decrease in trade and other current payables - other companies	(238,252.09)	(6,476,469.54)	(238,252.09)	(6,536,469.54)
Decrease in other current payable - related companies	(1,580,535.68)	(106,248.32)	(1,510,535.68)	(106,248.32)
Cash generated from operations	(19,005,945.37)	(13,186,450.93)	(18,874,310.44)	(13,130,418.42)
Cash received from interest	16,571.67	500.09	16,498.15	3.75
Cash paid for interest	(1,850,024.65)	(1,609,846.73)	(2,030,024.65)	(2,309,846.73)
Cash paid for income tax	(489,466.12)	(146,254.98)	(397,164.98)	(1,009.39)
Cash paid for employee benefit	(8,704,000.00)	-	(8,704,000.00)	-
Net cash used in operating activities	(30,032,864.47)	(14,942,052.55)	(29,989,001.92)	(15,441,270.79)
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
Cash received for disposal of assets	11,682.24	1,790,654.21	11,682.24	1,790,654.21
Cash received for sales of investment properties	36,937,470.00	-	36,937,470.00	-
Cash paid for purchase of equipment	(8,900.00)	(40,000.00)	(8,900.00)	(40,000.00)
Net cash provided by investing activities	36,940,252.24	1,750,654.21	36,940,252.24	1,750,654.21

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



บริษัท ยงไทย จำกัด (มหาชน)

(Unit : Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2019	2018	2019	2561
CASH FLOW FROM FINANCING ACTIVITIES					
Increase (decrease) in bank overdrafts and short-term loans from financial institutions		(4,870,036.16)	12,454,011.72	(4,870,036.16)	12,454,011.72
Increase in short-term loans from subsidiaries		-	-	-	700,000.00
Cash received for loan from director		800,000.00	500,000.00	800,000.00	500,000.00
Cash paid for loan from director		(2,800,000.00)	-	(2,800,000.00)	-
Net cash provided by (used in) financing activities		(6,870,036.16)	12,954,011.72	(6,870,036.16)	13,654,011.72
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENT		37,351.61	(237,386.62)	81,214.16	(36,604.86)
CASH AND CASH EQUIVALENT AT THE BEGINNING OF THE YEAR		141,518.08	378,904.70	75,631.09	112,235.95
CASH AND CASH EQUIVALENT AT THE END OF THE YEAR	25.1	178,869.69	141,518.08	156,845.25	75,631.09

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



**YONG THAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO THE FINANCIAL STATEMENTS**

**DECEMBER 31, 2019**

---

1. General information

Yong Thai Public Company Limited (“the Company”) is a public company limited and is incorporated in Thailand. The Company is listed on the Stock Exchange of Thailand. The address of the Company’s registered office is 633/14 Sathupradit Road, Bangpongpan, Yannawa, Bangkok.

The principal activities of the Company and its subsidiary companies (“the Group”) involve the production of primary industrial chemicals.

2. Basis of preparation of financial statements

The consolidated and separate financial statements are presented in Thai language and Thai Baht, and in conformity with Thai generally accepted accounting principles under the Accounting Act B.E. 2000, being those Thai Accounting Standards issued under the Accounting Profession Act B.E. 2004, and the financial reporting requirements of the Capital Market Supervisory Board under the Securities and Exchange Act B.E. 1992.

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

The preparation of financial statements in conformity with Thai Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenses in the reported periods. Actual results may differ from those estimates although; the management has most well prepared the figures of estimation from the understanding of events and the things that have been done presently.

The financial statements issued for Thai report purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

The Federation of Accounting Profession (FAP) has notified to apply the following financial reporting standards to the financial statements having an accounting period beginning on or after January 1, 2019.

- TFRS No. 1 First-time Adoption of International Financial Reporting Standards
- TFRS No. 2 Share-based Payment (revised 2018)
- TFRS No. 3 Business Combinations (revised 2018)
- TFRS No. 4 Insurance Contracts (revised 2018)
- TFRS No. 5 Non-current Assets Held for Sale and Discontinued Operations (revised 2018)
- TFRS No. 6 Exploration for and Evaluation of Mineral Resources (revised 2018)
- TFRS No. 8 Operating Segments (revised 2018)
- TFRS No. 10 Consolidated Financial Statements (revised 2018)
- TFRS No. 11 Joint Arrangements (revised 2018)
- TFRS No. 12 Disclosure of Interests in Other Entities (revised 2018)
- TFRS No. 13 Fair Value Measurement (revised 2018)
- TFRS No. 15 Revenue from Contracts with Customers
- TAS No. 1 Presentation of Financial Statements (revised 2018)
- TAS No. 2 Inventories (revised 2018)
- TAS No. 7 Statement of Cash Flows (revised 2018)
- TAS No. 8 Accounting Policies, Changes in Accounting Estimates and Errors (revised 2018)
- TAS No. 10 Events after the Reporting Period (revised 2018)
- TAS No. 12 Income Taxes (revised 2018)
- TAS No. 16 Property, Plant and Equipment (revised 2018)
- TAS No. 17 Leases (revised 2018)
- TAS No. 19 Employee Benefits (revised 2018)
- TAS No. 20 Accounting for Government Grants and Disclosure of Government Assistance (revised 2018)
- TAS No. 21 The Effects of Changes in Foreign Exchange Rates (revised 2018)
- TAS No. 23 Borrowing Costs (revised 2018)
- TAS No. 24 Related Party Disclosures (revised 2018)
- TAS No. 26 Accounting and Reporting by Retirement Benefit Plans (revised 2018)



- TAS No. 27 Separate Financial Statements (revised 2018)
- TAS No. 28 Investments in Associates and Joint Ventures (revised 2018)
- TAS No. 29 Financial Reporting in Hyperinflationary Economies (revised 2018)
- TAS No. 33 Earnings per Share (revised 2018)
- TAS No. 34 Interim Financial Reporting (revised 2018)
- TAS No. 36 Impairment of Assets (revised 2018)
- TAS No. 37 Provisions, Contingent Liabilities and Contingent Assets (revised 2018)
- TAS No. 38 Intangible Assets (revised 2018)
- TAS No. 40 Investment Property (revised 2018)
- TAS No. 41 Agriculture (revised 2018)
- TFRIC No. 1 Changes in Existing Decommissioning, Restoration and Similar Liabilities (revised 2018)
- TFRIC No. 4 Determining whether an Arrangement contains a Lease (revised 2018)
- TFRIC No. 5 Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds (revised 2018)
- TFRIC No. 7 Applying the Restatement Approach under TAS 29 (revised 2018) Financial Reporting in Hyperinflationary Economies (revised 2018)
- TFRIC No. 10 Interim Financial Reporting and Impairment (revised 2018)
- TFRIC No. 12 Service Concession Arrangements (revised 2018)
- TFRIC No. 14 TAS 19 (revised 2018) - The Limit on a Defined Benefit Assets, Minimum Funding Requirements and their Interaction (revised 2018)
- TFRIC No. 17 Distributions of Non-cash Assets to Owners (revised 2018)
- TFRIC No. 20 Stripping Costs in the Production Phase of a Surface Mine (revised 2018)
- TFRIC No. 21 Levies (revised 2018)
- TFRIC No. 22 Foreign Currency Transactions and Advance Consideration
- TSIC No. 10 Government Assistance – No Specific Relation to Operating Activities (revised 2018)
- TSIC No. 15 Operating Leases - Incentives (revised 2018)
- TSIC No. 25 Income Taxes - Changes in the Tax Status of an Entity or its Shareholders (revised 2018)
- TSIC No. 27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease (revised 2018)
- TSIC No. 29 Service Concession Arrangements : Disclosures (revised 2018)
- TSIC No. 32 Intangible Assets - Web Site Costs (revised 2018)



The Group has adopted such financial reporting standards to the financial statements on the current period. The management believes that they don't have any significant impact on the Group's financial statements for the current period except the implementation of TFRS No.15 Revenue from Contracts with Customers as described in notes to financial statement no.6.

Moreover, the Federation of Accounting Profession has notified to apply the following financial reporting standards to the financial statements in the future periods.

	<u>Effective date</u>
TFRS No. 1 First-time Adoption of International Financial Reporting Standards	January 1, 2020
TFRS No. 3 Business Combinations	January 1, 2020
TFRS No. 7 Financial Instruments : Disclosures	January 1, 2020
TFRS No. 9 Financial Instruments	January 1, 2020
TFRS No. 11 Joint Arrangements	January 1, 2020
TFRS No. 16 Leases	January 1, 2020
TAS No. 12 Income Taxes	January 1, 2020
TAS No. 19 Employee Benefits	January 1, 2020
TAS No. 23 Borrowing Costs	January 1, 2020
TAS No. 28 Investments in Associates and Joint Ventures	January 1, 2020
TAS No. 32 Financial Instruments : Presentation	January 1, 2020
TFRIC No. 16 Hedges of a Net Investment in a Foreign Operation	January 1, 2020
TFRIC No. 19 Extinguishing Financial Liabilities with Equity Instruments	January 1, 2020
TFRIC No. 23 Uncertainty over Income Tax Treatments	January 1, 2020
Guide on Accounting : Financial Instruments and Disclosures for Insurance Business	January 1, 2020
Guide on Accounting : Exemption for Business Combination under Common Control in case of First-time Adoption of International Financial Reporting Standards	January 1, 2020

The Group has not early adopted such financial reporting standards having the effective date to the financial statements on the future periods before the effective dates. The management is currently assessing the first-year impact on the Group's financial statements.

### 3. Principles of consolidation financial statements

The consolidated financial statements comprise the financial statements of the Company and its subsidiary. Subsidiaries are those entities under the control by the Company. The Company controls





subsidiaries when it is exposed, or has rights, to variable returns from its involvement with subsidiaries and has the ability to affect those returns through its power over the subsidiaries. Subsidiaries are consolidated from the date on which control is transferred to the Group and are no longer consolidated from the date that control ceases.

Related party transactions, balances and unrealized gains on transactions between group companies are eliminated; unrealized losses are also eliminated unless cost cannot be recovered. Where necessary, accounting policies of subsidiaries have been changed to ensure consistency with the policies adopted by the Company.

As of December 31, 2019 and 2018, one subsidiary include in the consolidate accounts are as follows:

<u>Name of subsidiary companies</u>	<u>Nature of business</u>	<u>Country of incorporation</u>	<u>Percentage of shareholding</u>	
			<u>2019</u>	<u>2018</u>
T&T Leader Co., Ltd.	Production of primary industrial chemicals	Thailand	100.00	100.00

Since January 4, 1999 until now, the subsidiary has ceased to conduct any business activity. So there is no inter-company transaction between the Company and the subsidiary except inter investment and short-term loans.

The financial statement of the subsidiary is prepared for the same reporting period as the Company.

#### 4. Going concern basis

The Group faces losses from continued operation over several years, with net loss for the year ended on December 31, 2019 and 2018 in the amount of Baht 43.07 million and Baht 14.84 million, respectively. The current liabilities as at December 31, 2019 and 2018 is higher than the current assets in the amount of Baht 14.63 million and Baht 29.82 million, respectively. However, the Group's management plans to increase capital and sell certain items of asset not use for operation to incremental of the Group's liquidity. Moreover, the Group considers to invest in an other business that have the potential to make a profit. The management believes that it will be able to rectify situation. Therefore, ability in the continued operation of the Group will be dependent on the success of the capital increase

and the ability to sell certain items of asset not use for operation to enhance liquidity and making profit in the future under the plan. Such circumstance is reflected by uncertainty which may cause material doubt in respect of ability in the continued operation of the Group while this also may cause the Group inability to realize its assets and discharge its liabilities in the normal course of business. However, these consolidated and separate financial statements have been prepared on the going concern basis, assuming that the realization of assets and settlement of liabilities will occur in the ordinary course of business.

## 5. Accounting policies

### 5.1 Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits with banks and other short-term highly liquid investments with original maturities of three months or less.

### 5.2 Trade account receivable

Trade accounts receivable are carried in the statement of financial position at the amount expected to be collectible. Allowance for doubtful receivables are estimated by analysis of payment histories and review of all outstanding amounts at the end of the reporting period. The amount of the allowance is the difference between the carrying amount of the receivable and the amount expected to be collectible. Bad debts are written off during the year in which they are identified.

### 5.3 Inventories

Inventories are stated at the lower of cost or net realizable value. The cost of purchase comprises both the purchase price and costs directly attributable to the acquisition of the inventory, such as import duties and transportation charge, less all attributable discounts, allowances or rebates. The cost of finished goods and work in process comprises raw materials, direct labour, other direct costs and related production overheads, the latter being allocated on the basis of normal operating activities. Cost of raw materials, work in process and finished goods is calculated using the first-in first-out (FIFO) method.

The Company estimates the net realisable value by using the selling price in the ordinary course of business less selling expenses.

The Company makes the allowance for diminutions in the value of obsolete, defective or slow-moving inventories.

#### 5.4 Non-current assets held for sale

A non-current asset or disposal group is classified as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use.

A non-current asset or disposal group classified as held for sale is measured at the lower of its carrying amount and fair value less costs to sell. (The incremental costs directly attributable to the disposal of an asset, excluding finance costs and income tax expense).

The Company does not depreciate or amortize a non-current asset while it is classified as held for sale or while it is part of a disposal group classified as held for sale.

#### 5.5 Investments

##### Investment in associate

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

Investments in associate are accounted for using the equity method in the consolidated financial statements. Under the equity method, the investment in an associate is initially recognized at cost and the carrying amount is increased or decreased to recognize the Group's share of the profit or loss of the investee after the date of acquisition. The Group's share of the profit or loss of the investee is recognized in the Group's profit or loss. Where necessary, accounting policies of associates have been changed to ensure consistency with the policies adopted by the Group. The financial statements of the associates are prepared for the same reporting period as the Company.

Investments in associate are accounted for using the cost method of accounting in the separate financial statements less allowance for impairment investment (if any).

#### Investment in subsidiary

Investment in subsidiary is reported by using the cost method of accounting in the separate financial statements less allowance for impairment investment (if any).

#### Long - term investments

Investments in non-marketable equity securities are classified as general investments are carried at cost less allowance for impairment (if any).

On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is charged or credited in profit or loss. When disposing of part of the Company's holding of a particular investment in equity securities, the carrying amount of the disposed part is determined from the weighted average carrying amount of the total holding of the investment.

### 5.6 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation measured initially at its costs, including transaction cost. Subsequent to initial recognition, investment property measured at the fair value and the gain or loss arising from a change in the fair value of investment property recognized in profit or loss for the period in which it arises.

### 5.7 Property, plant and equipment

Land held for use in the production or supply of goods or services, or for administrative purposes, is stated in the statement of financial position at the revalued amount. The revalued amount means the fair value at the date of the revaluation less the accumulated impairment losses (if any).

Asset with the revalued amount is basically proceeded by independent appraiser every 5 years so that the book value as of the date in the statement of financial position will not be materially different from fair value. During this period if there are any other factors which materially effect the value of property, the Group will arrange for new revaluation in that respective year immediately.

The differences arising from revaluation are deal with in the financial statements of the Group as follows: -

- If the property's carrying amount is increased as a result of the revaluation, the increase is recognized in other comprehensive income and accumulated in equity under the heading of "Revaluation surplus". However, the increase is recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit or loss.

- If the property's carrying amount is decreased as a result of the revaluation, the decrease is recognized in profit or loss. However, the decrease is recognized in other comprehensive income to the extent of any credit balance existing in the "Revaluation surplus" in respect of that property. Any excess amount is recognized in profit or loss.

Buildings and equipment held for use in the production or supply of goods or services, or for administrative purposes, are stated in the statement of financial position at their historical cost less accumulated depreciation and accumulated impairment losses (if any).

The cost of an item of asset comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management, the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, and the borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset.

The Group's depreciation is calculated on the straight-line method to write off the cost of each asset, except for land and assets under construction, to their residual values over their estimated useful life as follows:

	<u>Years</u>
Office building and factory	10 - 30
Machine, equipment and facility system	5 - 20

The residual value, the useful life and the depreciation method of an asset will be reviewed at least at each financial year end.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and recognized in profit or loss. On disposal of revalued assets, amounts in the revaluation reserve relating to those assets transferred directly to retained earnings.

#### 5.8 Impairment of assets

The carrying amounts of the Group's assets and also intangible assets are reviewed at the end of each reporting period to determine whether there is any indication of impairment. If any such indication that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of the assets exceeds its recoverable amount which is the higher of an asset's net selling price and value in use. For the purposes of assessing impairment, assets are grouped at the lowest level for which there is separately identifiable cash flows.

The Group will recognize impairment losses in profit or loss, or reduce the revaluation increment in assets in case that those assets are previously revalued. The reversal of impairment losses will be recognized in profit or loss or as a revaluation increment in assets when there is an indication that the impairment losses are no longer exist or decreased.

#### 5.9 Provisions

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

#### 5.10 Revenue recognition

The Group sells the goods including an assurance-type warranty that provides a customer with assurance that the related goods will function as the parties intended because it complies with agreed-upon specifications by replacement or amendment of a defective goods in accordance with the Group's customary business practice, the Group recognizes such the revenue from sale of goods

when the Group transfers to the customer the control of promised goods identified as a performance obligation satisfied at a point in time according to the amount of the transaction price and also recognizes a warranty provision based on the best estimate of the expenditure required to settle the obligation.

The Group determines the transaction price, which is the fixed amount of consideration to which the Group expects to be entitled in exchange for transferring promised goods or services to a customer for that performance obligation.

Interest income is recognized on an accrual basis.

#### 5.11 Retirement benefit costs

##### Defined contribution plan

The Group operates a provident fund which is funded by payments from employees and by the Group. The assets for which are held in a separate trust fund. Contributions to the provident fund are recognized in profit or loss in the period in which they are incurred.

##### Defined benefit plan

The Group has the employee benefit obligation in case of retirement or termination under the labor law. The Group hires an actuary to calculate on an actuarial technique the said employee benefit obligation. The said employee benefit obligation is discounted using the projected unit credit method by reference to an interest rate of a government bond to determine the present value of the employee benefit obligation, current service cost and related interest expense. The current service cost and interest expense are recognized in profit or loss. Actuarial gains and losses arising from re-measurement of the employee benefit obligation are recognized in other comprehensive income and transferred in retained earnings, respectively without reclassification of those amounts to profit or loss in a subsequent period.

#### 5.12 Foreign currency transactions

The Company translates foreign currency transactions into Baht using the exchange rate prevailing at the date of the transaction. Monetary assets and liabilities at the end of the reporting period denominated in foreign currencies are translated into Baht at the exchange rate prevailing at that date. Gains and losses resulting from the settlement of foreign currency transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss as incurred.

#### 5.13 Borrowing costs

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

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

#### 5.14 Income tax

The Group recognizes the unpaid current tax for current period as a liability in the statement of financial position. In a case where the amount already paid in respect of current period exceeds the amount due for such period, the excess will be recognized as an asset in the statement of financial position.

The Group recognizes a deferred tax liability for all taxable temporary difference, except to the extent that the deferred tax liability arises from the initial recognition of an asset or liability in a transaction which affects neither accounting profit nor taxable profit at the time of the transaction. The Group recognizes a deferred tax asset for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference



can be utilized, unless the deferred tax asset arises from the initial recognition of an asset or liability in a transaction that affects neither accounting profit nor taxable profit.

The Group recognizes a deferred tax liability for all taxable temporary differences associated with investments in subsidiaries and associates, except to the extent that the Group is able to control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. And the Group recognizes a deferred tax asset for all deductible temporary differences arising from investment in subsidiaries and associates, to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary difference can be utilized.

The Group measures the current tax liabilities and assets for the current period using the tax rate that have been enacted by the end of the reporting period. And the deferred tax assets and liabilities are measured at the tax rate that is expected to apply to the period when the asset is realized or the liability is settled, based on tax rate that have been enacted or substantively enacted by the end of the reporting period.

The Group recognizes the current and deferred tax as an income or an expense and includes it in profit or loss for the period, except the current and deferred tax for items that are recognized in the other comprehensive income or directly in the equity will be recognized in the other comprehensive income or directly in the equity.

#### 5.15 Financial instruments

Financial assets and liabilities carried on the statement of financial position include cash and cash equivalents, investment in equity securities, trade and other receivables, trade and other payables, and loan receivables and payables. The accounting policies on recognition and measurement of these items are disclosed in the respective accounting policies found in this note.

#### 5.16 Critical accounting estimates, assumption and judgments

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### Plant and equipment

Management determines the estimated useful lives and residual values for the Group's plant and equipment. Management will revise the depreciation charge where useful lives and residual values are different to previously estimated, or it will write off or write down technically obsolete or assets that have been abandoned or sold.

#### 6. Change in accounting policy

From January 1, 2019 onward, the Group applied TFRS No.15 Revenue from Contracts with Customers. The financial reporting standard requires that the Group shall recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services whereby setting the core principle concerning the revenue recognition by applying the five steps consisting of : Identify the contract with a customer, Identify the performance obligations in the contract, Determine the transaction price, Allocate the transaction price to the performance obligations in the contract and Recognize revenue when (or as) the entity satisfies a performance obligation, instead of the previous revenue recognition principle. The Group applied the retrospective adjustment to the comparative financial information.

However, this change does not have any significant impact on the Group's financial statements.

#### 7. Related parties 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, including holding companies, subsidiaries and fellow subsidiaries are related parties of the company. 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 personnel, including directors and officers of the company 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, and not merely the legal form.

The transactions with related persons and companies for the year ended December 31, 2019 and 2018 are as follows :

#### 7.1 Inter-asset and liability

(Unit : Baht)

	Consolidated		Separate financial statement	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Receivable from disposal of assets				
- Thathai Co., Ltd.	-	1,063,500.00	-	1,063,500.00
Trade payable				
- Thathai Co., Ltd.	-	238,252.09	-	238,252.09
Accrued interest payable				
- T&T Leader Co., Ltd.	-	-	1,187,732.88	793,473.16
Total other payable	-	238,252.09	1,187,732.88	1,031,725.25
Short-term loans from director				
Beginning balance	2,000,000.00	1,500,000.00	2,000,000.00	1,500,000.00
Increase during the year	800,000.00	4,000,000.00	800,000.00	4,000,000.00
Decrease during the year	(2,800,000.00)	(3,500,000.00)	(2,800,000.00)	(3,500,000.00)
Ending balance	-	2,000,000.00	-	2,000,000.00
Short-term loans from subsidiary				
- T&T Leader Co., Ltd.				
Beginning balance	-	-	48,700,000.00	48,000,000.00
Increase during the year	-	-	-	700,000.00
Decrease during the year	-	-	-	-
Ending balance	-	-	48,700,000.00	48,700,000.00



As of December 31, 2018, short-term loan from director Such inter-loan not constitute contracts and there are no inter interest charged.

As at December 31, 2019 and 2018, short-term loans from subsidiary is in promissory note, maturity within 12 months and interest is carried by the rate of 1.00% - 1.30% per annum (2018 : 0.90% - 1.30% per annum).

## 7.2 Inter-revenue and expense

(Unit : Baht)

	Consolidated		Separate financial statement	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Purchases of goods				
- Tha Thai Co., Ltd.	1,114,006.80	2,415,612.50	1,114,006.80	2,415,612.50
Interest expense				
- T&T Leader Co., Ltd.	-	-	574,259.72	550,338.90
Disposal of assets				
- Tha Thai Co., Ltd.	-	2,691,121.50	-	2,691,121.50

## 7.3 Management benefit expenses

(Unit : Baht)

	Consolidated and Separate financial statement	
	<u>2019</u>	<u>2018</u>
Short-term employee benefits	12,438,621.00	15,508,952.00
Post employment benefits	452,671.00	675,456.00
	<u>12,891,292.00</u>	<u>16,184,408.00</u>



## 7.4 Relationship

<u>Company</u>	<u>Relationship</u>
Subsidiary :	
T&T Leader Co., Ltd.	Shareholding and common management
Associate :	
Krabi City Hotel and Resort Co., Ltd.	Shareholding and common management
Related company :	
Tha Thai Co., Ltd.	Shareholding

## 7.5 Pricing policies

<u>Trading Transaction</u>	<u>Pricing Policy</u>
Sales	Normal price are charged to outsiders
Disposal of assets	Based on the agreed price
Purchase of goods	Normal price are charged to outsiders
Interest expenses	Referred to interest rate of fixed account of merchant bank

8. Trade and other current receivables-other companies

Consisted of :-

(Unit: Baht)

	<u>Consolidated</u>		<u>Separate financial statement</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Trade receivable	436,560.00	3,144,783.50	436,560.00	3,144,783.50
<u>Less</u> Allowance for doubtful debts	-	-	-	-
Net	436,560.00	3,144,783.50	436,560.00	3,144,783.50
Revenue Department receivable	1,959.08	1,959.08	-	-
Other receivables	323,810.30	163,296.29	323,810.30	163,296.29
Total	762,329.38	3,310,038.87	760,370.30	3,308,079.79



บริษัท ไทย จำกัด (มหาชน)

Outstanding trade receivable-other companies can be aged as follows :

(Unit: Baht)

	Consolidated / Separate financial statement	
	<u>2019</u>	<u>2018</u>
Within credit term	436,560.00	1,122,483.50
Overdue 1 - 3 Months	-	2,022,300.00
Overdue 3 - 6 Months	-	-
Overdue 6 - 12 Months	-	-
Overdue over 12 Months	-	-
Total	436,560.00	3,144,783.50
<u>Less</u> Allowance for doubtful debts	-	-
Net	436,560.00	3,144,783.50

The movement of allowance for doubtful debts - trade receivable-other companies for the years ended December 31, 2019 and 2018 are as follow :-

(Unit : Baht)

	Consolidated / Separate financial statement	
	<u>2019</u>	<u>2018</u>
Beginning balance	-	(333,340.94)
Write-off during the year	-	333,340.94
Ending balance	-	-

#### 9. Inventories

Consisted of :-

(Unit : Baht)

	Consolidated/Separate financial statements					
	2019			2018		
	Allowance for reduction cost to net realizable			Allowance for reduction cost to net realizable		
	Cost	value	Net	Cost	value	Net
Finished goods	3,833,314.59	(206,653.71)	3,626,660.88	373,255.93	-	373,255.93
Raw materials	-	-	-	-	-	-
Supplies	358,560.75	-	358,560.75	537,913.00	-	537,913.00
Total	4,191,875.34	(206,653.71)	3,985,221.63	911,168.93	-	911,168.93



The movement of allowance for diminutions in value of inventories for the years ended December 31, 2019 and 2018 are as follow :-

	(Unit : Baht)	
	Consolidated / Separate financial statement	
	<u>2019</u>	<u>2018</u>
Beginning balance	-	(124,340.89)
Allowance increased during the year	(206,653.71)	(274,792.20)
Reversal during the year	-	399,133.09
Ending balance	(206,653.71)	-

For the year ended December 31, 2019, the costs of inventories recognized as expenses are Baht 9.50 million in the consolidated and separate financial statements (2018 : Baht 28.12 million in the consolidated and separate financial statements).

For the years ended December 31, 2019, the Company has not reversed allowance for declining in value of inventories in the consolidated and separate financial statement (2018 : Baht 0.40 million in the consolidated and separate financial statements).

As at December 31, 2019 and 2018, the Company has some inventories with the carrying amount of Baht 0.36 million are expected to be sold more than twelve months after the reporting period.

#### 10. Non-current assets held for sale

In January 2020, the Company entered into a sales agreement of land and buildings with book value of Baht 6.94 million to Ms. Paschal Kumpolwachara ("the buyer") at the price of Baht 7.00 million, therefore, as at December 31, 2019, the Company has reclassified such assets from the "property plant and equipment" to "non-current assets held for sale".



# 11. Investment in associate

The nature and carrying value of investment in associate can be summarized as follows:

Name of companies	Nature of business	Country of incorporation	(Unit : Million Baht)				(Unit : Baht)			
			Paid-up capital		% of holding		Equity Method		Cost Method	
			2019	2018	2019	2018	2019	2018	2019	2018
Krabi City Hotel and Resort Co., Ltd.	Hotel and resort	Thailand	195.00	195.00	19.00%	19.00%	20,195,158.03	20,195,158.03	20,195,158.03	20,195,158.03
<u>Less</u> Allowance for impairment							(20,195,158.03)	(20,195,158.03)	(20,195,158.03)	(20,195,158.03)
Net							-	-	-	-

Although the Group holds less than 20% of the equity shares of Krabi City Hotel and Resort Co., Ltd., the Group has significant influence in such associate because the Group has a representation on the investee's board of directors.

The financial information of the associated can be summarized as follows:

	(Unit : Baht)	
	2019	2018
Current assets	14,749,425.73	19,621,351.03
Non-current assets	48,743,575.36	53,672,404.22
Current liabilities	(22,769,181.32)	(20,570,681.57)
Non-current liabilities	(80,000,000.00)	(81,532,719.45)

	(Unit : Baht)	
	2019	2018
Revenues	65,690,100.84	84,655,160.89
Profit (loss) from continuous operation	(10,466,534.46)	(2,227,875.39)
Other comprehensive income	-	-
Total comprehensive income (loss)	(10,466,534.46)	(2,227,875.39)





The reconciliations of each financial information with book value that record by equity method in consolidated financial statements as follows :

	(Unit : Baht)	
	<u>2019</u>	<u>2018</u>
Net Assets	(39,276,180.23)	(28,809,645.77)
Equity of the Group	19%	19%
Share in net assets of the Group	(7,462,474.24)	(5,473,832.70)
<b>Adjustment for equity method</b>		
Unrecognized share of losses	7,462,474.24	5,473,832.70
Book value for equity method	-	-

Share of loss from investment in associate that not recognized according to equity method in financial statement as follows:

	(Unit : Baht)	
	<u>2019</u>	<u>2018</u>
Share of accumulated deficits	(43,609,974.24)	(41,621,332.70)

For the year ended December 31,

	<u>2019</u>	<u>2018</u>
Share of profit (loss) for the year	(1,988,641.55)	(423,296.32)

The Group recognizes the share of loss in the associate until the Company's interest is reduced to zero and doesn't recognize the share of loss which is excess than the Company's interest as the Company's liability because the Company doesn't have an obligation to make the payment on behalf of the associate.

The financial statements of Krabi City Hotel and Resort Co., Ltd. for the years ended on December 31, 2019, have been prepared by the management of the said company, which have not yet been reviewed by the associate's certified auditor. However, the management of the associate does not anticipate any significant adjustment to the said financial statements should they be reviewed by the certified auditor.



The financial statements for the year ended on December 31, 2018, have been audited by the auditor of the associated, whom expressed an qualified opinion in the report dated April 4, 2019, regarding the associate's shareholders have not yet paid share subscription fee in amount of Baht 4.75 million but the shareholders registration stated that the share subscription fees have been fully paid-up.

## 12. Investment in subsidiary

The composition of the Group in the consolidated financial statements and the carrying value of investment in subsidiaries in the separate financial statement can be summarized as follows:

	Paid up capital (Unit : Baht)		% of holding		Cost Method (Unit : Baht)	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<b>Subsidiary don't having non-controlling interest</b>						
T & T Leader Co., Ltd.	65,000,000.00	65,000,000.00	100.00	100.00	43,150,000.00	43,150,000.00
<u>Less</u> Allowance for impairment					(13,650,000.00)	(13,650,000.00)
Net					29,500,000.00	29,500,000.00

## 13. Other long-term investments

The nature and carrying value of other long-term investments can be summarized as follows:

				(Unit: Baht)	
<u>Name of companies</u>	<u>Nature of business</u>	<u>Paid-up Capital</u>	<u>Investment portion</u>	<u>Consolidated / Separate financial statements</u>	
				<u>2019</u>	<u>2018</u>
Medical Media Product Co., Ltd.	Selling medical equipment	9,250,000.00	19.00%	1,757,500.00	1,757,500.00
Tha Thai Co., Ltd.	Producing and selling chemical products	120,000,000.00	14.00%	16,800,000.00	16,800,000.00
Avatar Co., Ltd.	Producing computer spare parts	1,948,890,000.00	2.22%	43,199,000.00	43,199,000.00
Kinesys Pharmaceutical (Canada) Inc.	Producing cosmetics	-	-	5,990,586.12	5,990,586.12
Total				67,747,086.12	67,747,086.12
<u>Less</u> Allowance for impairment on investments				(50,947,086.12)	(50,947,086.12)
Net				16,800,000.00	16,800,000.00

14. Investments properties

Consisted of:-

(Unit : Baht)

	Consolidated / Separate financial statements	
	<u>2019</u>	<u>2018</u>
Land		
Fair value:		
As of January 1	101,129,750.00	99,030,000.00
Disposal	(70,370,000.00)	-
Gain (loss) on land revaluation	-	2,099,750.00
As of December 31	<u>30,759,750.00</u>	<u>101,129,750.00</u>

On June 5, 2019, the Company entered into sale agreement with Miss Wantanee Worawiwat (“the buyer”) to sale 1 plot of land with the area of 57 rai 84 square wah at the price of Baht 678,200.00 per 1 rai, totaling Baht 38.80 million. The buyer agreed to pay the price of land on the date of the land title-deed transfer. On June 5, 2019, the Company had transferred the ownership of the land to the purchaser and the Company has already received the payments from the purchaser for the price of land at the amount of Baht 38.80 million. There is expense of ownership transfer in amount of Baht 1.86 million. the Company recognized the loss on disposal of investment properties in the amount of Baht 33.43 million in the consolidated and separate financial statements.

Ownership of land in amount of Baht 5.00 million was mutually held between the Company and an third party.

In December 2019, the independent appraiser (UK Valuations and Agency Co., Ltd.) appraises the value of land by applying the market price comparison approach (based on the highest and best use principle) by using the bid price of other land having similar characteristic with the land of Company, and it appears that the value of land is equal to Baht 30.76 million (2018 : Baht 101.13 million).

The independent appraiser did not change the valuation technique from the last year.



TFRS 13 establishes a fair value hierarchy that categorises into three levels the inputs to valuation techniques used to measure fair value, as follows:

Level 1 : The inputs are quoted prices in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2 : The inputs are observable inputs for the asset or liability, either directly or indirectly.

Level 3 : The inputs are unobservable inputs for the asset or liability

Information on the level of the fair value hierarchy within the fair value measurements as of December 31, 2019 and 2018, is as follows:

(Unit : Baht)

	2019			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Land	-	30,759,750.00	-	30,759,750.00

(Unit : Baht)

	2018			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Land	-	101,129,750.00	-	101,129,750.00



บริษัท ยงไทย จำกัด (มหาชน)

## 15. Property, plant and equipment

Consisted of :-

(Unit : Baht)

	Consolidated / Separate financial statement				
	Revaluation model		Cost model		Total
	Land and land improvement	Office and Factory	Machine, equipment and facility system	Office, equipment and vehicle	
Cost/Revaluation:-					
As of January 1, 2019	48,300,000.00	21,322,903.36	49,495,112.25	11,215,693.79	130,333,709.40
Increase from revaluation of land	-	-	-	-	-
Increase	-	-	8,900.00	-	8,900.00
Write-off	-	-	(3,557,435.62)	(7,816,135.64)	(11,373,571.26)
Disposal	-	-	-	(112,149.54)	(112,149.54)
Transfer to non-current assets held for sale	(8,400,000.00)	(5,400,000.00)	-	-	(13,800,000.00)
As of December 31, 2019	39,900,000.00	15,922,903.36	45,946,576.63	3,287,408.61	105,056,888.60
Accumulated depreciation:-					
As of January 1, 2019	-	(18,936,319.16)	(47,696,695.83)	(11,176,576.14)	(77,809,591.13)
Depreciation for the year	-	(229,759.06)	(633,907.90)	(26,599.46)	(890,266.42)
Write-off	-	-	3,557,257.62	7,815,874.64	11,373,132.26
Disposal	-	-	-	112,147.54	112,147.54
Transfer to non-current assets held for sale	-	3,887,522.60	-	-	3,887,522.60
As of December 31, 2019	-	(15,278,555.62)	(44,773,346.11)	(3,275,153.42)	(63,327,055.15)
Allowance for impairment:-					
As of January 1, 2019	-	-	-	-	-
Decrease	(2,975,000.00)	-	-	-	(2,975,000.00)
Transfer to non-current assets held for sale	2,975,000.00	-	-	-	2,975,000.00
As of December 31, 2019	-	-	-	-	-
Net book value					
As of December 31, 2019	39,900,000.00	644,347.74	1,173,230.52	12,255.19	41,729,833.45

Depreciation for the year ended December 31, 2019

890,266.42



บริษัท ยงไทย จำกัด (มหาชน)

(Unit : Baht)

Consolidated / Separate financial statement

	Revaluation model		Cost model		Total
	Land and land improvement	Office and Factory	Machine, equipment and facility system	Office, equipment and vehicle	
Cost/Revaluation:-					
As of January 1, 2018	48,300,000.00	21,322,903.36	50,929,411.86	15,008,393.79	135,560,709.01
Increase from revaluation of land	-	-	-	-	-
Increase	-	-	40,000.00	-	40,000.00
Disposal	-	-	(1,474,299.61)	(3,792,700.00)	(5,266,999.61)
As of December 31, 2018	48,300,000.00	21,322,903.36	49,495,112.25	11,215,693.79	130,333,709.40
Accumulated depreciation:-					
As of January 1, 2018	-	(18,706,560.10)	(47,299,784.10)	(14,929,751.52)	(80,936,095.72)
Depreciation for the year	-	(229,759.06)	(993,256.08)	(39,522.62)	(1,262,537.76)
Disposal	-	-	596,344.35	3,792,698.00	4,389,042.35
As of December 31, 2018	-	(18,936,319.16)	(47,696,695.83)	(11,176,576.14)	(77,809,591.13)
Allowance for impairment:-					
As of January 1, 2018	-	-	(877,955.26)	-	(877,955.26)
(Increase)/decreases	-	-	877,955.26	-	877,955.26
As of December 31, 2018	-	-	-	-	-
Net book value					
As of December 31, 2018	48,300,000.00	2,386,584.20	1,798,416.42	39,117.65	52,524,118.27

Depreciation for the year ended December 31, 2018

1,262,537.76

As of December 31, 2019, the Company has fixed assets which have been fully depreciated according to their useful life but remain in use with cost value of Baht 49.05 million (2018 : Baht 58.01 million).

Certain land with buildings of the Company have been mortgaged with a bank as collaterals against credit facilities obtained.

In March 2016, the independent appraiser (UK Valuations and Agency Co., Ltd.) appraises the value of land by applying the market price comparison approach (based on the highest and best use



principle) by using the bid price of other land having similar characteristic with the land of Company, and it appears that the value of land is equal to Baht 39.90 million.

For the year ended on December 31, 2019, the Group Companies recognized the loss from impairment of land by decreasing the land's book value to its net realizable value of Baht 2.98 million by deduct the surplus incurred from land appraisal.

TFRS 13 establishes a fair value hierarchy that categorises into three levels the inputs to valuation techniques used to measure fair value, as follows

Level 1 : The inputs are quoted prices in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2 : The inputs are observable inputs for the asset or liability, either directly or indirectly.

Level 3 : The inputs are unobservable inputs for the asset or liability

Information on the level of the fair value hierarchy within the fair value measurements as of December 31, 2019 and 2018, is as follows:

(Unit : Baht)

	2019			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Land	-	39,900,000.00	-	39,900,000.00

(Unit : Baht)

	2018			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Land	-	48,300,000.00	-	48,300,000.00



บริษัท ยงไทย จำกัด (มหาชน)

If the Group measures the value of land with the cost model, the carrying amount of land as of December 31, 2019 and 2018 is as follow :-

	(Unit : Baht)	
	Consolidated / Separate financial statements	
	<u>2019</u>	<u>2018</u>
Land	9,519,850.00	11,619,850.00

16. Assets not used for operation

Consisted of:-

	(Unit: Baht)		
	Consolidated / Separate financial statements		
	Factory and construction	Machinery	Total
Cost			
As of January 1, 2019	3,244,522.71	5,304,565.43	8,549,088.14
Increase/transfer in	-	-	-
As of December 31, 2019	3,244,522.71	5,304,565.43	8,549,088.14
Accumulated depreciation			
As of January 1, 2019	(3,014,525.15)	(5,304,562.43)	(8,319,087.58)
Depreciation charge	-	-	-
As of December 31, 2019	(3,014,525.15)	(5,304,562.43)	(8,319,087.58)
Allowance for impairment			
As of January 1, 2019	(229,997.56)	(3.00)	(230,000.56)
(Increase)/decreases	-	-	-
As of December 31, 2019	(229,997.56)	(3.00)	(230,000.56)
Net book value			
As of December 31, 2019	-	-	-
Depreciation for the year ended December 31, 2019			-





บริษัท ยงไทย จำกัด (มหาชน)

(Unit: Baht)

	Consolidated / Separate financial statements		
	Factory and construction	Machinery	Total
Cost			
As of January 1, 2018	3,244,522.71	5,304,565.43	8,549,088.14
Increase/transfer in	-	-	-
As of December 31, 2018	3,244,522.71	5,304,565.43	8,549,088.14
Accumulated depreciation			
As of January 1, 2018	(3,014,525.15)	(5,304,562.43)	(8,319,087.58)
Depreciation charge	-	-	-
As of December 31, 2018	(3,014,525.15)	(5,304,562.43)	(8,319,087.58)
Allowance for impairment			
As of January 1, 2018	(229,997.56)	(3.00)	(230,000.56)
(Increase)/decreases	-	-	-
As of December 31, 2018	(229,997.56)	(3.00)	(230,000.56)
Net book value			
As of December 31, 2018	-	-	-
Depreciation for the year ended December 31, 2018			-

As of December 31, 2019 and 2018, the Group has machinery not used for operation which have been fully depreciated according to their useful life with a carrying value of Baht 5.30 million in the consolidated and separate financial statement.

#### 17. Bank overdrafts and short-term loans from financial institutions

Consisted of:-

(Unit : Baht)

	Consolidated /Separate financial statement	
	<u>2019</u>	<u>2018</u>
Bank overdrafts	5,974,929.98	7,228,576.14
Trust receipt payable	18,814,800.00	22,431,190.00
Net	24,789,729.98	29,659,766.14



As of December 31, 2019, the Company has the trust receipt payable in the amount of Baht 18.81 million (2018 : Baht 22.43 million) bearing the interest rates of 6.00 - 6.25 per annum (2018 : interest rates of 6.25 per annum).

The Company's credit facilities are personal guaranteed by some directors of the Company and the mortgage of the Company's certain landwith buildings

#### 18. Trade and other current payables-other companies

Consisted of:-

(Unit : Baht)

	Consolidated financial statement		Separate financial statement	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Trade accounts payables	-	1,746,635.96	-	1,746,635.96
Accrued expenses	1,610,984.81	1,475,202.79	1,550,984.81	1,345,202.79
Other payables	46,487.75	88,147.75	46,487.75	88,147.75
Total	1,657,472.56	3,309,986.50	1,597,472.56	3,179,986.50

#### 19. Employee benefit obligation

As of December 31, 2019 and 2018, the Group has the employee benefit obligation in case of retirement or termination of employment under the labor law. The Group hires an actuary to calculate on an actuarial technique the said employee benefit obligation. The said employee benefit obligation is discounted using the projected unit credit method by reference to an interest rate of a government bond to determine the present value of the employee benefit obligation, related past service cost and current service cost.

As of December 31, 2019, the Group recognizes the employee benefit obligation as the liability in amount of Baht 8.54 million in the consolidated and separate financial statements (2018 : Baht 12.93 million).



Changes in the present value of the employee benefit obligation for the years ended December 31, 2019 and 2018, are as follows :

	(Unit : Baht)	
	Consolidated / Separate financial statement	
	<u>2019</u>	<u>2018</u>
Beginning balance of employee benefit obligation	12,932,140.00	12,086,375.00
Past service costs	754,347.00	-
Current service cost	127,479.00	634,354.00
Interest cost	42,950.00	211,411.00
Actuarial gains arising from change in demographic assumption	(182,294.00)	-
Actuarial losses arising from change in financial assumption	88,782.00	-
Actuarial losses arising from change in experience adjustment	3,483,600.00	-
Benefit paid	(8,704,000.00)	-
Ending balance of employee benefit obligation	8,543,004.00	12,932,140.00

Principal actuarial assumptions as of December 31, 2019 and 2018, are as follows :

	Consolidated / Separate financial statement	
	<u>2019</u>	<u>2018</u>
Discount rate at end of year	1.25%	1.63% - 2.72%
Future salary growth	2.00%	2.00%
Proportion of employees opting for early retirement	0.00% - 100.00%	0.00% - 100.00%



As of December 31, 2019 and 2018, changes in the actuarial assumption will affect to the employee benefit obligation as follows :

	(Unit : Baht)	
	Consolidated/Separate financial statement	
	Employee benefit obligation Increase (decrease)	
	<u>2019</u>	<u>2018</u>
If the discount rate increase 0.5%	(108,540.00)	(78,514.00)
If the discount rate decrease 0.5%	221,337.00	161,826.00
 If the future salary growth increase 0.5%	 111,395.00	 94,067.00
If the future salary growth decrease 0.5%	(219,673.00)	(183,355.00)
 If the proportion of employees opting for early retirement increase 0.5%	 (85,773.00)	 (94,223.00)
If the proportion of employees opting for early retirement decrease 0.5%	175,065.00	193,818.00

The Group expect to pay Baht 6.40 million of long-term employee benefits during the next year in consolidated and separate financial statement (2018 : Baht 10.76 million in consolidated and separate financial statement).

As of December 31, 2019, the weighted average duration of the liabilities for long-term employee benefit of the Group are 4 years in consolidated and separate financial statement (2018 : 3 years for monthly employees and 12 years for daily employees in consolidated and separate financial statement)

20. Deferred tax liabilities

The movements of deferred tax assets and liabilities for the year ended December 31, 2019 and 2018, are as follows:-

(Unit : Baht)

	Consolidate / Separate financial statements						
	January 1, 2018	Recognized in profit or loss	December 31, 2018	Recognized in profit or loss	Recognized in comprehensive		December 31, 2019
					income	Recassified	
Investment property	(16,485,897.64)	(419,950.00)	(16,905,847.64)	11,753,897.64	-	-	(5,151,950.00)
Property, plant and equipment	(7,336,030.00)	-	(7,336,030.00)	-	595,000.00	665,000.00	(6,076,030.00)
Non-current assets held for sale	-	-	-	-	-	(665,000.00)	(665,000.00)
Deferred tax liabilities	(23,821,927.64)	(419,950.00)	(24,241,877.64)	11,753,897.64	595,000.00	-	(11,892,980.00)

The deferred tax asset of the Group did not recognize in the statement of financial position consisted of:-

(Unit : Baht)

	Consolidated		Separate financial statement	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Unused tax losses				
- Expire in next 1 year	-	-	-	-
- Expire in next 2 - 5 years	13,098,176.61	12,310,686.99	13,098,176.61	12,310,686.99
Temporary difference	1,749,931.54	2,632,428.11	1,749,931.54	2,632,428.11
Total	14,848,108.15	14,943,115.10	14,848,108.15	14,943,115.10

21. Share capital

21.1 The movement of share capital for the years ended December 31, 2019 and 2018 are as follow:-

	Number of shares	Amount
	<u>(Unit : share)</u>	<u>(Unit : Baht)</u>
Registered share capital (at par value Baht 10.00)		
As of January 1, 2018	7,000,000	70,000,000.00
Issue of share during the year	-	-
As of December 31, 2018	7,000,000	70,000,000.00
Issue of share during the year	-	-
As of December 31, 2019	7,000,000	70,000,000.00
	Number of shares	Amount
	<u>(Unit : share)</u>	<u>(Unit : Baht)</u>
Issued and paid-up share capital (at par value Baht 10.00)		
As of January 1, 2018	7,000,000	70,000,000.00
Issue of share during the year	-	-
As of December 31, 2018	7,000,000	70,000,000.00
Issue of share during the year	-	-
As of December 31, 2019	7,000,000	70,000,000.00

## 21.2 Capital risk management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt obligations.

22. Legal reserve

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside to a statutory reserve at least 5 percent of its net income, after deducting accumulated deficit brought forward (if any), until the reserve reaches 10 percent of its registered share capital. The statutory reserve is not available for dividend distribution.

23. Income tax (income) expenses

The income tax (income) expenses recognized in loss for the year ended December 31, 2019 and 2018 are as follow:

	Consolidated		Separate financial statement	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
	(Unit : Baht)			
Current tax expense	102,539.66	87,044.55	-	-
Deferred tax expense relating to the origination and reversal of temporary differences	(11,753,897.64)	419,950.00	(11,753,897.64)	419,950.00
Total income tax (income) expense recognized in profit or loss	(11,651,357.98)	506,994.55	(11,753,897.64)	419,950.00

The relationship between income tax (income) expense and accounting loss for the year ended December 31, 2019 and 2018 are as follow:

	Consolidated		Separate financial statement	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
	(Unit : Baht)			
Accounting loss	(54,722,252.06)	(14,333,556.5)	(55,234,950.37)	(14,741,708.70)
Tax rate used	20%	20%	20%	20%
Tax at the applicable tax rate	(10,944,450.41)	(2,866,711.30)	(11,046,990.07)	(2,948,341.74)
Temporary difference not recognized as a deferred tax asset	226,276.21	169,153.00	226,276.21	169,153.00
Previously temporary difference not recognized as a deferred	(1,740,800.00)	(200,459.23)	(1,740,800.00)	(200,459.23)
Expenses that are deductible in determining taxation profit	-	(580.00)	-	(580.00)
Expenses not deductible for taxation profit	20,126.60	74,984.11	20,126.60	69,570.00
Current year losses not recognized as a deferred tax asset	787,489.62	3,330,607.97	787,489.62	3,330,607.97
Income tax expense	(11,651,357.98)	506,994.55	(11,753,897.64)	419,950.00



The income tax expenses recognized in other comprehensive income for the year ended December 31, 2019 and 2018 are as follow :-

(Unit : Baht)

	Consolidated		Separate financial statement	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Deferred tax expense				
Loss on revaluation of land	(595,000.00)	-	(595,000.00)	-
Tax rate			<u>2019</u>	<u>2018</u>
- The Company and subsidiaries			20%	20%

#### 24. Basic loss per share

Basic loss per share is calculated by dividing the net loss for the year attributable to shareholders by the weighted average number of paid-up ordinary shares in issue during the year.

#### 25. Supplemental disclosures of cash flow information

##### 25.1 Cash and cash equivalents consist of :-

(Unit : Baht)

	Consolidated		Separate financial statement	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Cash on hand	62,656.00	57,357.00	55,000.00	55,000.00
Cash deposit-current accounts	102,178.16	39,820.81	100,865.25	19,651.09
Cash deposit-saving accounts	14,035.53	44,340.27	980.00	980.00
Total	178,869.69	141,518.08	156,845.25	75,631.09





บริษัท ยงไทย จำกัด (มหาชน)

## 25.2 Non-cash items are as follows :-

(Unit : Baht)

	Consolidated		Separate financial statements	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Disposal assets not yet been received	-	993,925.23	-	993,925.23
Reclassify from property, plant and equipment to non-current assets held for sale	6,937,477.40	-	6,937,477.40	-

## 25.3 Liabilities arising from financing activities :-

The movements of liabilities arising from financing activities for the year ended December 31, 2019 is as follows :

(Unit : Baht)

Consolidated statements of financial position						
	January 1, 2019	Cash flows	Non-cash changes			December 31, 2019
			New finance leases	Changes in fair values	Other changes	
Bank overdrafts and short-term loans from						
financial institutions	29,659,766.14	(4,870,036.16)	-	-	-	24,789,729.98
Short-term loan from director	2,000,000.00	(2,000,000.00)	-	-	-	-
Total	31,659,766.14	(6,870,036.16)	-	-	-	24,789,729.98

(Unit : Baht)

Consolidated statements of financial position						
	January 1, 2018	Cash flows	Non-cash changes			December 31, 2018
			New finance leases	Changes in fair values	Other changes	
Bank overdrafts and short-term loans from						
financial institutions	17,205,754.42	12,454,011.72	-	-	-	29,659,766.14
Short-term loan from director	1,500,000.00	500,000.00	-	-	-	2,000,000.00
Total	18,705,754.42	12,954,011.72	-	-	-	31,659,766.14



บริษัท ยงไทย จำกัด (มหาชน)

(Unit : Baht)

	Separate statements of financial position					
			Non-cash changes			
	January 1,		New finance	Changes in	Other changes	December 31,
	2019	Cash flows	leases	fair values		2019
Bank overdrafts and short-term loans from						
financial institutions	29,659,766.14	(4,870,036.16)	-	-	-	24,789,729.98
Short-term loan from director	2,000,000.00	(2,000,000.00)	-	-	-	-
Short-term loans from subsidiary	48,700,000.00	-	-	-	-	48,700,000.00
Total	80,359,766.14	(6,870,036.16)	-	-	-	73,489,729.98

(Unit : Baht)

		Separate statements of financial position				
		Non-cash changes				
	January 1, 2018	Cash flows	New finance leases	Changes in fair values	Other changes	December 31, 2018
Bank overdrafts and short-term loans from financial institutions	17,205,754.42	12,454,011.72	-	-	-	29,659,766.14
Short-term loan from director	1,500,000.00	500,000.00	-	-	-	2,000,000.00
Short-term loans from subsidiary	48,000,000.00	700,000.00	-	-	-	48,700,000.00
Total	66,705,754.42	13,654,011.72	-	-	-	80,359,766.14

## 26. Employee benefit

### 26.1 Provident fund

For the year ended December 31, 2019, the Company recognizes as the employee benefit expense for the payment of contribution into the provident fund at the amount of Baht 0.29 million in the consolidated and separate financial statements (2018 : Baht 0.36 million in the consolidated and separate financial statement).

26.2 Retirement employee benefit

For the year ended December 31, 2019 and 2018, the Company recognizes the employee benefit expense in case of retirement or termination of employment under the labor law, as follows :

(Unit : Baht)

	Consolidated / Separate financial statement	
	<u>2019</u>	<u>2018</u>
Amounts recognized in profit or loss		
Past service cost	754,347.00	-
Current service cost	127,479.00	634,354.00
Interest cost	42,950.00	211,411.00
Total amounts recognized in profit or loss	924,776.00	845,765.00
Amounts recognized in other comprehensive income		
Actuarial gains arising from change in demographic assumption	(182,294.00)	-
Actuarial losses arising from change in financial assumption	88,782.00	-
Actuarial losses arising from change in experience adjustment	3,483,600.00	-
Total amounts recognized in other comprehensive income	3,390,088.00	-
Total	4,314,864.00	845,765.00

Employee benefit expense item in case of retirement or termination of employment under the labor law recognized in profit or loss for the year ended December 31, 2019 and 2018, are inclusively presented in the line items, as follows :

(Unit : Baht)

	Consolidated / Separate financial statement	
	<u>2019</u>	<u>2018</u>
Cost of sales	60,718.00	55,287.00
Selling expenses	19,894.00	4,161.00
Administrative expenses	391,493.00	110,861.00
Management benefit expenses	452,671.00	675,456.00
Total	924,776.00	845,765.00

27. Expenses by nature

The following items have been charged to the operating loss for the years ended December 31, 2019 and 2018 have been classified by nature are as follows:

	Consolidated		Separate financial statement	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Change in finished goods and work in process	(3,460,058.66)	4,764,808.26	(3,460,058.66)	4,764,808.26
Raw material and supplied used	5,252,039.35	15,387,993.12	5,250,582.35	15,380,371.12
Depreciation	890,266.42	1,262,537.76	890,266.42	1,262,537.76
Employee benefit expenses	14,776,819.30	20,020,756.00	14,776,819.30	20,020,756.00
Transportation expenses	144,435.85	369,721.69	144,435.85	369,721.69
Electricity and water expenses	273,694.88	1,061,434.50	273,694.88	1,061,434.50
Loss from asset held for sale	33,432,530.00	-	33,432,530.00	-
Consultant fee	680,319.59	695,166.64	620,319.59	635,166.64
Loss for diminution of inventories (reversal)	192,580.46	(124,340.89)	192,580.46	(124,340.89)
Purchase of finished goods	6,847,506.80	6,836,612.50	6,847,506.80	6,836,612.50
Prohibit expenses	95,633.03	27,070.55	95,633.03	-

28. Operating segments

The Group identified the operating segments on the basis of internal reports that are regularly reviewed by the Group's chief operating decision maker in order to allocate resources to the segment and assess its performance. However, the Group, from the third quarter of 2018, has a single reportable segment which is the business concerning zirconium production and its operation is in one geographical area that is Thailand. Moreover, the Group measures the profit for the reportable segment from the gross profit. Thus, all revenue and profit as shown on the financial statements were related to the reportable segment and geographical area as already said.



#### Information about major customers

For the year ended on December 31, 2019, the Group earns revenue from sale with 3 major customers in the amount of Baht 9.92 million (2018: 3 major customers in the amount of Baht 21.30 million).

#### 29. Revenue

The relationship between the revenue information disclosed for each reportable segment and the revenue derived from transfer of goods and services over time and a point in time for the year ended on December 31, 2019 and 2018 are as follows:

	(Unit: Baht)	
	<u>2019</u>	<u>2018</u>
Revenue recognized when a performance obligation		
- satisfied at a point in time	11,217,557.60	34,125,986.52
- satisfied over time	-	-
Total	11,217,557.60	34,125,986.52

#### 30. Financial instruments

The principle financial risks faced by the Company are interest rate risk and foreign exchange rate risk which the Company would consider to utilize an appropriate financial instrument to hedge against such risk. However, the Company did not speculate in or engage in trading of any derivative financial instruments.

##### Interest rate risk

Interest rate risk arises from the fluctuation of market interest rates, which may impact the Company's current and future operations. Management believes that the interest rate risk is minimal.



### Credit risk

Credit risk is the risk that counterparties is unable or unwilling to meet a commitment that they have entered into with the Company. This risk is controlled by sales are typically performed to financially secured companies whose capability of debt repayment is good. The Company has dealt with these clients for a long time: therefore, it is anticipated of non-risk derived from nonpayment of those accounts receivable.

### Exchange rate risk

The risk from exchange rate of the Company is mainly involved with the raw material purchase in oversea currency as of December 31, 2019, the Company has liabilities which are denominated in foreign currencies as follows :

Currency	Financial assets (Unit : Million)		Financial liabilities (Unit : Million)		Average exchange rate (Baht per 1 foreign currency unit)	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
USD	-	-	-	-	-	-

The Company did not perform the forward contract so as hedge against risk of currencies.

### Fair value

Cash and cash equivalents, receivables, payables, bank overdrafts and short-term loan, their carrying amounts approximate their fair values due to the relative short-term maturity of these financial instruments.

## 31. Fair Value Measurement

TFRS No.13 “Fair Value Measurement (revised 2018)” defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique.

The TFRS requires the Group shall disclose about fair value measurement for financial asset and liability in which the other related TFRSs requires or permits fair value measurement or disclosure about fair value.

The TFRS establishes a fair value hierarchy that categorizes into three levels the inputs to valuation techniques used to measure fair value, as follows:

- Level 1 : The inputs are quoted prices in active markets for identical assets or liabilities that the Group can access at the measurement date.
- Level 2 : The inputs are observable inputs for the asset or liability, either directly or indirectly.
- Level 3 : The inputs are unobservable inputs for the asset or liability.

Information on assets and liabilities of the Group measured the fair value in the statement of financial position as of December 31, 2019 and 2018, as described in notes to financial statement no.14, no.15 and no.30.

32. Obligation and contingent liabilities

As of December 31, 2019 and 2018 the Company has outstanding bank guarantees of approximately Baht 167,900.00 as required in the normal course of business of the Company.

33. Events after the reporting period

On January 22, 2020, The Extraordinary General Meeting of Shareholders No.1/2020 has resolved the following resolutions:-

- Approved the capital increase of the company in the amount of 140,000,000 Baht, which from the original registered capital of 70,000,000 baht to be the new registered capital 210,000,000 baht by issuing new ordinary shares not exceeding 14,000,000 shares with the par value of 10.00 baht per share to support the allocation of new ordinary shares to the existing shareholders in proportion to the number of shares that each shareholder holds (Right Offering).



- Approved the allocation of ordinary shares in the amount not exceeding 14,000,000 shares with the par value of 10.00 baht per share for offering to the existing shareholders of the company. In proportion to the number of shares that each shareholder holds (Right Offering) which it's the ratio of 1 existing ordinary share to 2 newly issued ordinary shares with the offering price of 10.00 baht per share.

In the allocation of new ordinary shares to the existing shareholders of the company, which in proportion to the shareholding (Right Offering), in this case, in the event that there are shares remaining from the allocation to the existing shareholders of the company according to the shareholding ratio in the first round, the company will allocate the remaining shareholders who wish to subscribe for shares in the same price as the shares that have been allocated according to their rights. It includes the existing shareholders who wish to subscribe for shares of the company. The details as follow,

(a) In the event that there are shares remaining from the allocation to the existing shareholders of the company according to the proportion of shareholding (rights offering) in the first round, more than or equal to the shares that the existing shareholders subscribe for more than the rights according to the shareholding proportion, the company will allocate such remaining shares to those who subscribe for more than the rights and payment of all subscription fees for all such shares according to the amount expressed as the subscription intention exceeds the rights.

(b) In the event that there are shares remaining from the allocation to the existing shareholders of the company in proportion to the shareholding (Rights Offering) in the first round, less than the shares that the existing shareholders subscribe for more than the right according to the shareholding proportion, the company will allocate the remaining shares to the subscribers who subscribe to the rights as follows:

(1) To allocate according to the proportion of existing shareholders of the subscribers who subscribe for shares in excess of each right by taking the proportion of the existing shares of those who subscribe in excess of each rights multiplied by the number of shares remaining. It will be the number of shares that the subscribers who subscribe for more than each right have the right to be allocated. In the event that there are fractions of shares to be rounded off, then the number of shares to be allocated will not exceed the number of shares that each shareholder has subscribed and paid for the subscription.





(2) In the case that, there are remaining shares after the allocation according to (B) (1) , the allocation will be made to those who subscribe for shares in excess of each right and still receive the allocation in full according to the original shareholding ratio of those who subscribe for more than that individual rights by taking the proportion of the existing shares of those who subscribe for shares in excess of each rights multiplied by the number of shares remaining, will be the number of shares that the subscribers who subscribe in excess of their rights have the right to be allocated, In the event that there are fractions of shares, the shares shall be rounded off. The number of shares to be allocated will not exceed the number of shares that each shareholder has subscribed and paid for the subscription. The shares will be allocated to those who subscribe in excess of rights under this method until there are no shares remaining from the allocation. The allocation of shares to the existing shareholders of the company that the subscription exceeds the rights in any case, it must not cause any shareholder hold shares of the company in the following manner,

(a) In the manner that increases to or crosses the point where the tender offer or

(b) In a manner that violates the foreign shareholding restrictions as specified in the company's regulations.

The Company had registered the authorized capital from Baht 70,000,000 to Baht 210,000,000 with the Department of Business Development, Ministry of Commerce, effective on February 3, 2020.

#### 34. Approval of financial statements

These consolidated and separate financial statements were authorized for issue by the board of directors on February 27, 2020.