



THE STEEL PUBLIC COMPANY LIMITED

บริษัท เเดะ สตีล จำกัด (มหาชน)

SAFETY FIRST +ปลอดภัย

ANNUAL REPORT

2020

รายงานประจำปี 2563



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Message from the Chairman



Dear all Shareholders and Investors, 2020 was another quite difficult and challenging year for all businesses, including steel business. The effect from Corona Virus 2019 spreading, resulting many businesses were closed. Though several are still alive, but businesses have to be slim down or downsizing, which caused domino effect to steel business, including The Steel Public Company Limited, facing loss in this year due to drastically reduced of sale volumn.

Even though this year performance was loss, but we still have high financial liquidity, which will lead our business going on very well, and we expect that once the spreading of COVID-19 situation is gradually slow down, 2021 group businesses will be turnaround immediately.

On behalf of the Board of Directors, we would like to express our appreciation for shareholders, customers, business partners, financial institutions, and private sectors concerned of their full support in the Company's operation. We also are very grateful to our executives and staff who have performed their duties with full responsibilities and commitment to improve the Company's potential for the steady and ongoing growth in the future.

A handwritten signature in blue ink, which appears to read "Manu Leopaiprote".

Mr. Manu Leopaiprote

Chairman



Financial Highlights

(Thousand Baht)

	2020	2019	2018
Data from consolidated financial Statements			
Revenue from sales	7,445,910	10,280,694	11,284,737
Gross Profit	295,254	286,718	316,441
Comprehensive Net Profit (Loss)	(132,026)	211,437	(100,514)
Total Assets	4,325,471	5,324,629	5,104,899
Total Liabilities	2,708,143	3,533,682	3,437,227
Total Shareholder's Equity	1,617,328	1,790,947	1,667,672
Financial Ratio			
Gross Profit Margin	3.97	2.79	2.80
Net Profit (loss) Margin	(1.77)	2.02	(0.89)
Return on Assets	(2.73)	4.07	(1.86)
Return on Equity	(7.77)	12.32	(5.73)
Current Ratio (times)	1.00	1.00	0.98
Debt to Equity Ratio (times)	1.68	1.98	2.06

Business Overview

The Company has been selling various kind of metal products, raw materials (not forming), such as, Hot Roll Coil and forming, such as, slitting, plate, and other hot formings and cold formings, steel channel bar, steel angle bar, rip c-channel and steel pipe.

The Company income structure composed of

1) Steel Trading

The Company has various kind of steel tradings Hot Roll Coil, Plate, H-Beams, I-Beams, wide flange, steel bar, steel channel bar, steel channel and steel flat bar, c-channel and steel pipe. The Company also provides other products, water pipe, zing, etc. Since 2012 the Company also imported scraps and bought in domestic for selling as raw materials for producing Hot Roll Coils.

2) Coil Center

The Company processes hot rolled coil into other forming products, such as, slitting coil, cutting sheet including c-channel and steel pipes and also provides service of cutting plate and slitting coil per customers' need.

The Company's income structure

The Distribution Vaule	2020		2019		2018	
	Million Baht	Ratio	Million Baht	Ratio	Million Baht	Ratio
Trading						
- Key raw	482.02	6.47	1,828.54	17.79	2,386.58	21.15
- Appearance Iron	3,818.85	51.29	4,945.42	48.10	5,180.41	45.91
Processing	3,036.21	40.78	3,371.25	32.79	3,688.56	32.69
Grand Total	7,337.08	98.54	10,145.21	98.68	11,255.55	99.74
Other Income	108.83	1.46	135.49	1.318	29.17	0.26
Total Revenues	7,445.91	100.00	10,280.70	100.00	11,284.72	100.00

Type of Business and Nature of Operation

The Company divides its operations into two categories, as follows:

1. Steel Trading and Warehousing

The company's products can be divided into 3 main products, as follows:

1.1 Hot Rolled Flat product

This product is passed the production process of the local manufactures. The feature of Hot Rolled Flat Product is sheet, which has different width, length and dept. There are two types. The first type is Hot-Rolled Coil with the depth from 1.0 millimeter to 13.0 millimeters. The second type is Hot-Rolled Plate with the dept from 8 millimeters to 100 millimeters. The company procures Hot-Rolled Coil and



Hot-Rolled Plate from local manufactures and sells them to steel traders and steel manufactures. These customers use these products to produce other steel works. These products are widely used in several industries such as construction, machinery and ship building.

1.2 Long product

1) Hot Formed product

These products are passed the hot forming process, which are H-Beams, I-Beams, wide flange, steel bar, steel channel bar, steel channel and steel flat bar. The company procures these products and sells to trader and the customers in construction industry.

2) Cold Formed product

These products are reformed without heating process. This type of products includes steel channel bar, steel angle bar, rip c-channel and steel pipe. The steel pipe which company procures is suitable for construction industry. The company procures these products and sells to trader and the customers in construction industry.

1.3 Other steel products

The company purchases other steel products to accommodate the customers such as cold rolled sheet and stainless steel sheet.

2. Coil Center

The company processes hot rolled coil into other forming products, such as, slitting coil, cutting sheet various sizes, including c-channel and steel pipes. Currently, machines capacity in the group was 334,500 tons per year, with working 8 hours per day. In case when there are high volumns, additional 2-4 working hour will be done.

Marketing and Competitive Situation

1. Marketing Strategies

- 1) Since the Company has variety of products, customers can order from the company instead of order from many distributors. The company can serve customers' need well, especially, wholesaler and construction clients, which are major customers.
- 2) Metal products, both bought for trading and manufactured by the company received Thai Industrial standard Institute license from Ministry of Industrial, and the company has quality assurance system before deliver goods. Incase of damages, new goods will be resubmitted immediately.
- 3) The company has services to deliver products to customers either in Bangkok, outer ring of Bangkok or near by provinces.
- 4) The company can immediately serve customers' need due to variety of products, efficient inventory control system, and on time delivery.



- 5) The company separates marketing team by customer locations in order to closely take care customers and know their needs.
- 6) The company seriously focuses on creating value added to the firm, by developing and giving product knowledges to staff in order that they can give good advice and service to customers.

Distribution channel

The Company distributed all products locally in both 2020 and 2019, mainly to whole sellers, other industries and constructors, including HRC manufacturers.

2. Competition

Because the company operates as coil service center and steel manufacture, the company divides the competitive situation as follow:

2.1 The coil service center

There are many coil service centers in Thailand but most of them are small manufacturers. There are only two large manufacturers and six medium manufacturers in this market. The company is one of the medium manufacturers. Therefore, the level of competition for large and medium manufactures is moderate. Moreover, at the present the production is not sufficient for the customers' demand.

2.2 The steel pipe and rip c-channel manufacture

The competition in this market is in high level because there are approximately 50 steel pipe and rip c-channel manufactures in this market. The company divides the competition of steel pipe and rip c-channel into three groups according to their production capacity.

- The large steel pipe and rip c-channel manufactures have production capacity more than 100,000 tones per year. There are nine large manufacturers, including the Company.
- The Medium steel pipe and rip c-channel manufactures have production capacity ranging from 50,000 tones per year to 100,000 tones per year. There are approximately 13 Medium manufacturers.
- The small steel pipe and rip c-channel manufactures have the capacity less than 50,000 tones per year. The rest of the manufacturers are small manufacturers.

Merchandise Suppliers

■ Production

At present the company has one factory and mid of 2017 had combined machines in subsidiary into company controlling, with the full production capacity of approximate 334,500 tons per year. The average utilization rate were 38.00% and 42.00% in 2020 and 2019 respectively.

■ Raw material and product procurement

At present the company procures hot rolled coil with the standard size of thickness, width and length from the local manufacturers. G J Steel Public Company Limited , G Steel Public Company Limited and



Sahaviriya Group who are three major producers, and purchase other products from various supplies. In addition, the Company has been purchasing Hot Roll Coil from Prime Steel Mill Co.,Ltd. as new raw material alternative sourcing.

- **Strip Hot Roll Coil**

Currently, the group will import SLAB, as raw material for manufacture strip Hot Roll Coils, then sell to associated company, "Prime Steel Mill Co.,Ltd".

Environmental Impact

The environmental Impact of steel manufacturer is the noise pollution. However, the company controls the noise not to affect the environment by design the factories. Moreover, the company is examined by Department of industrial Works annually. The environment of the factory is according to the standard and is not affect the environment.

Moreover, the company has never been sued about the pollution and has never been warned or charged or charged by the government agent according to the environmental laws.

Risk factors

1) The risk associated with the volatility of the price of raw material

The company purchased all of hot rolled coil from the local manufacturers with the range 43.67% of all purchases in 2019 and 35.95% of all purchases in 2020. Therefore, the volatility of hot rolled coil price affects the company's cost and the company's selling price.

However, if the price of steel products tends to stable or increase, the company uses the cost plus policy to set the selling price of all products. The company uses the raw material cost, expenses and profit to set the selling prices. Therefore, the company can maintain the profit margin and the company can adjust the selling price according to the changing of raw material prices. When the selling prices tend to decrease, the company accelerates to sell all of products. If the customers wish to order the goods in advance, the company will collect the advance payment from them and will order the goods from the manufacturers. This can lower the risk associated with the volatility of hot rolled coil price.

Moreover, the company follows the changing of raw material prices closely to order the raw material and to manage the inventory properly. The company has the policy to decrease the inventory when the price of raw material tends to decrease and to increase the inventory when the price of raw material tends to increase. In the normal situation, the company has the policy to keep the inventory for 45 days. From these policies, the changing of the raw material price will not affect the company's operational performance significantly.

2) Risk associated with the reliability on major steel producers

At the present, there are only three hot rolled coil manufacturers in Thailand. Hence, there may be a risk if these major domestic steel producers are unable to deliver their products to the Company as scheduled and if the Company is unable to provide substitute products to fill its customer's orders.

However, the company has purchased hot rolled coil from these manufacturers for a long time and has never defaulted on payment. These make the company has close relationship with the manufacturers. Moreover, the company plans the production and informs the purchasing amount of raw material in advance. The company has never experienced a delivery problem with these suppliers, when the steel price situation is normal or the steel price tends to increase. Therefore, the company believes that the company will not be affected by this problem. Currently, the Company has new additional sourcing of Hot Roll Coil from Prime Steel Mill Co.,Ltd. associated Company which the Company hold 50% of its register capital, which will assist the Company getting more sharing of stripped coils in future.



3) The risk associated with the changing law about the competition

1) Free Trade Area

At the present, Thailand has Free Trade Area Agreement with ASEAN countries and Agreement on the Common Effective Preferential Tariff (CEPT) Scheme for ASEAN Free Trade Area (AFTA). Hot rolled coil and steel pipe are on the normal track, which Thailand has to lower tariff on import goods to zero within 2010. The tariff rate of hot rolled coil from ASEAN countries is two to five percent depending on type and size. The tariff rate of steel pipe from ASEAN countries is five percent. Moreover, it is possible that Thailand will make Free Trade Area agreement with other countries in the future. So the imported hot rolled coil and steel pipe may be cheaper and there may be more foreign competitors. The Association of Metal Trading has formed the group and requested Government issuing SAFE GUARD Act. in order to assist internal metal traders not be impacted.

4) Risk impact from natural hazards and uncertainty politic

Since end of 2011 natural hazards seemed increasing the violent and uncertainty. This has impacted to seasonal trading, especially; there will be heavy rain and flooding in every third quarter, including El Niño Effect during the past several years caused Thailand facing wide drought and politic uncertainty which affect to property business and consequently metal trading are also slow down.

5) Risk from Thai Uncertainty Political

Though the new election in Thailand at beginning of 2019 was already held, but the new government team was composed of members from several parties, simultaneously, there were conflicts inside both government team and protest parties, resulting delay in managing fiscal year budget to stimulate economics. That caused investors felt no confidence, which effected property business and metal industries.

6) Risk from The Corona Virus 2019

Since ending of 2019 The Corona Virus 2019 started spreading and widely affecting to all economics, both internal and abroad, till many businesses were closed down. Continuedly effect people purchasing power, effect property business and steel business. The effect of COVID-19 has been dragging towards 2021 and could not be predicted when will be end.

General Information

INFORMATION ABOUT THE COMPANY AND ITS SUBSIDIARY

The Company

Name	:	The Steel Public Company Limited
Head Office	:	1401 Ekkachai Road, Bangbon-Tai Bangbon Bangkok 10150
Branch 1	:	7/4,7/6 Moo 1 Khae rai, Kratumban, Samutsakorn 74110
Branch 2	:	99/5 Moo 1 Bangnamjued Muang Samutsakorn Samutsakorn 74000
Branch 3	:	99/16, 99/57, 99/61 Moo 3 Nadee Muang Samutsakorn Samutsakorn 74000
Branch 4	:	196 Moo 1 Khae rai, Kratumban, Samutsakorn 74110
Homepage	:	http://www.thesteel.co.th
Company Registration	:	0107549000106
Business Operation	:	The company runs business as a trader and supplier of a wide variety of steel products: raw materials such as hot rolled coil; transformed steel such as coil slitting, steel sheet , hot formed product, cold formed product ; and other steel products. The company also processes some types of steel such as steel sheet, coil slitting, steel flat bar, steel angle bar, steel channel bar, steel pipe, and steel Rip C channel.
Telephone	:	66 (0) 2894-8889-90
Fax	:	66 (0) 2408-0272-4
Registered capital	:	Baht 825,007,620
Common Shares	:	1,102,061,385 shares
Par Value	:	Baht 0.50
Paid Capital	:	Baht 551,030,692.50



INFORMATION ABOUT THE COMPANY AND ITS SUBSIDIARY

Name (Company Registration)	Address	Type of Business	Registered (Baht)	Paid-up (Baht)	Percentage of Investment
1) The Steel PCL. (0107549000106)	Head Office 1401 Ekkachai Road, Bangbon - Tai , Bangbon, Bangkok Branch 1 7/4,7/6 Moo1 Khaerai, Kratumban, Samutsakorn Branch 2 99/5 Moo 1 Bangnam-jued, Mueng Samutsakorn, Samutsakorn Branch 3 99/16,99/57,99/61 Moo 3 Nadee Mueng Samutsakorn, Samutsakorn Branch 4 196 Moo 1 Khaerai, Kratumban, Samutsakorn Tel: 66 (0) 2894-8889-90 Fax: 66 (0) 2408-0272-4 E-mail: theinfo@thesteel.co.th Website: www.thesteel.co.th	Manufacture and sale of steel	825,007,620	551,030,692.50	-

Its Subsidiary

1) The Steel Logistic Co.,Ltd. (0745551000218)	7/8 Moo 1 Ekkachai Road, Khaerai, Kratumban, Samutsakorn 74110 Tel: 66 (0) 2894-8889-90	To operate Logistic	10,000,000	10,000,000	59.995%
2) The Steel Industry Co., Ltd. (0745552002940)	196 Moo1, Khae lai, Kratumban, Samutsakorn 74110 Tel: 66 (0) 2894-8889-90 Fax: 66 (0) 2408-0272-4	Manufacture black pipe	50,000,000	50,000,000	99.9998%
3) Liberty Steel Siam Co., Ltd. (0105554023044)	1401 Ekkachai Rd. Bangbon-Tai, Bangbon, Bangkok 10150 Tel: 66 (0) 2894-8889-90 Fax: 66 (0) 2408-0272-4	Selling Steel-Round Bars, Hot Rolled Coils, and raw materials for manufacture other forming products	450,000,000	450,000,000	99.99998%

Its associate

1) Prime Steel Mill Co., Ltd (0745557000163)	1011 Supalai Grand Tower, Room No. 1202 12 nd Floor, Rama 3 Road, Chong Nonsi, Yannawa, Bangkok Branch 1 7/447 Moo 6 Mabyangphon, Pluakdang, Rayong Tel: 66 (0) 2107-9117 Fax: 66 (0) 2107-9119	Selling Hot Roll Coil	1,000,000,000	1,000,000,000	50.00%
2) Blox Co., Ltd (0105562031336)	297/28 Soi Iadphrao 94 (panjamitr) ,Ladphrao Road, Phlabphla, Wangthonglang, Bangkok	Operate business of prefabricated homes	10,000,000	10,000,000	20.00%

Referrals and Their locations

Securities Register

Company : Thailand Securities Depository Co.,Ltd
Address : 14th Floor, The Stock Exchange of Thailand Building,
93 Rachadapisek Road, Dindaeng, Dindaeng ,Bangkok 10400, Thailand
Telephone : 66 (0) 2009-9999

Auditor

Company Name : CWWP Company Limited
128/180-181, Phayatai Plaza Building,31st Floor, Phayatai Road
Thungphayatai, Ratchatavee, Bangkok 10400, Thailand
Telephone : 66 (0) 2216-2265, 66 (0) 2216-2268-9
Fax : 66 (0) 2216-2268-9
Auditor : Ms.Wanraya Puttasatien CPA.No. 4387 and/or
Ms.Waraporn Intraraprasit CPA.No. 7881 and/or
Ms.Chonthicha Lertwilai CPA.No.12258 and/or
Ms.Waraporn Phanpakdeenupong CPA.No. 12261



Capital Structure

(1) Company's Securities

The Companies' registered capital was as follows:-

Registered capital	825,007,620	Baht
Paid-up capital	551,030,692.50	Baht
Ordinary Shares	1,102,061,385	Shares
Par value	0.50	Baht

(2) Shareholder

The 10 major shareholders as at the book closure date on March 10, 2021 are as follows:-

	Name	No. of Shares	%
1	Mr. Boonchai Jirapongtrakul	188,000,000	17.06
2	Mr.Nirut Ngamchamnunrith	160,000,000	14.52
3	Mr.Suroj Jiraphongtrakul	150,810,000	13.68
4	Ms. Ratana Jirapontrakul	117,800,000	10.69
5	UOB KAY HIAN PRIVATE LIMITED	83,004,000	7.53
6	Mrs.Wanna Sitthisirinukul	79,000,000	7.17
7	Mr. Panu Jarupilun	60,000,000	5.44
8	Mr. Suwit Jiraphongtrakul	55,004,900	4.99
9	Mr.Jumpod Chuwong	54,000,000	4.90
10	Ms.Suwannee Jiraphongtrakul	34,990,000	3.17

(3) Dividend Payment Policy

The Company's Dividend Payment Policy

The Company has the policy to pay dividend to shareholders at the rate not less than 50% of net profit after tax, unless the company has new investment project.

Subsidiaries' Dividend Payment Policy

For the other subsidiaries, the Company does not set the rate of subsidiaries' dividend payment, but the policy of subsidiaries' dividend payment to the Company has to be complied with subsidiaries' regulation on dividend payment which is resolved by the shareholders meeting. The subsidiaries' payment of dividend will be determined mainly by the performance of the company's earnings which depends on the performance of its operations and economy.

In addition, for the dividend payment, subsidiaries shall allocate not less than one of twentieth (1/20) from its net profit until this account reaches an amount not less than 10% of the registered authorized capital.

Management Structure

The Management Structure of the Company consists of the Board of Directors and the 3 committees including the Audit Committee, the Executive Committee and the Nomination and Remuneration Committee whose scope of responsibilities and functions could be summarized as follows:-

The Board of Directors

Name	Position	Meeting Attendance of the Directors	
		Meeting	Attendance
Mr.Manu Leopairote (Appointed date May 13, 2020)	Chairman of Director Independent Director Chairman of the Audit Committee	6	3
Mr.Boonchai Jirapongtrakul	Director	6	6
Mr.Suroj Jiraphongtrakul	Director	6	6
Mr.Nirut Ngamchamnunrith	Director	6	6
Mr.Rujira Jiraphongtrakul (Appointed date May 13, 2020)	Director Nomination and Remuneration Committee	6	3
Mrs.Seenual Tasanapat	Independent Director Audit Committee Chairman of the Nomination and Remuneration Committee	6	6
Mr.Teerapong Tanarukvudhikorn	Independent Director Audit Committee	6	6

Audit Committee:

On December 31, 2020 the Audit Committee comprised of 3 independent directors with 3 years term as follow:-

1. Mr. Manu Leopairote Chairman of the Audit Committee
2. Mrs. Seenual Tasanapant Audit Committee
3. Mr. Teerapong Thanarukvudhikorn Audit Committee

The Audit Committee number 2 had adequate expertise and experience to review creditability of the financial reports.

Secretary of the audit committee: Ms. Thitima Nontavech

Executive Committee:

On December 31, 2020 the Executive committee comprised of 5 members as follows:-

- | | | | |
|----|----------------|-----------------|-------------------------------------|
| 1. | Mr. Boonchai | Jirapongtrakul | Chairman of the Executive Committee |
| 2. | Mr. Suroj | Jiraphongtrakul | Executive Director |
| 3. | Mr. Nirut | Ngamchamnanrith | Executive Director |
| 4. | Mr. Sila | Wangphornphra | Executive Director |
| 5. | Mr. Prasertsuk | Nudthaisong | Executive Director |

Nomination and Remuneration Committee:

On December 31, 2020 the Nomination and Remuneration Committee comprised of 3 members as follows:-

- | | | | |
|----|----------------|-----------------|-------------------------------------------------------|
| 1. | Mrs. Seenual | Tasanapant | Chairman of the Nomination and Remuneration Committee |
| 2. | Mrs. Nartsine | Sarnvanichpitak | Nomination and Remuneration Committee |
| 3. | Ms. Proudpalin | Vacharabenjapat | Nomination and Remuneration Committee |

Secretary of the Nomination and Remuneration Committee: Ms. Thitima Nontavech

Executives:

On December 31, 2020 the executives⁽¹⁾ comprised of 4 members according to definition of the Securities and Exchange Commission (SEC) as follows:-

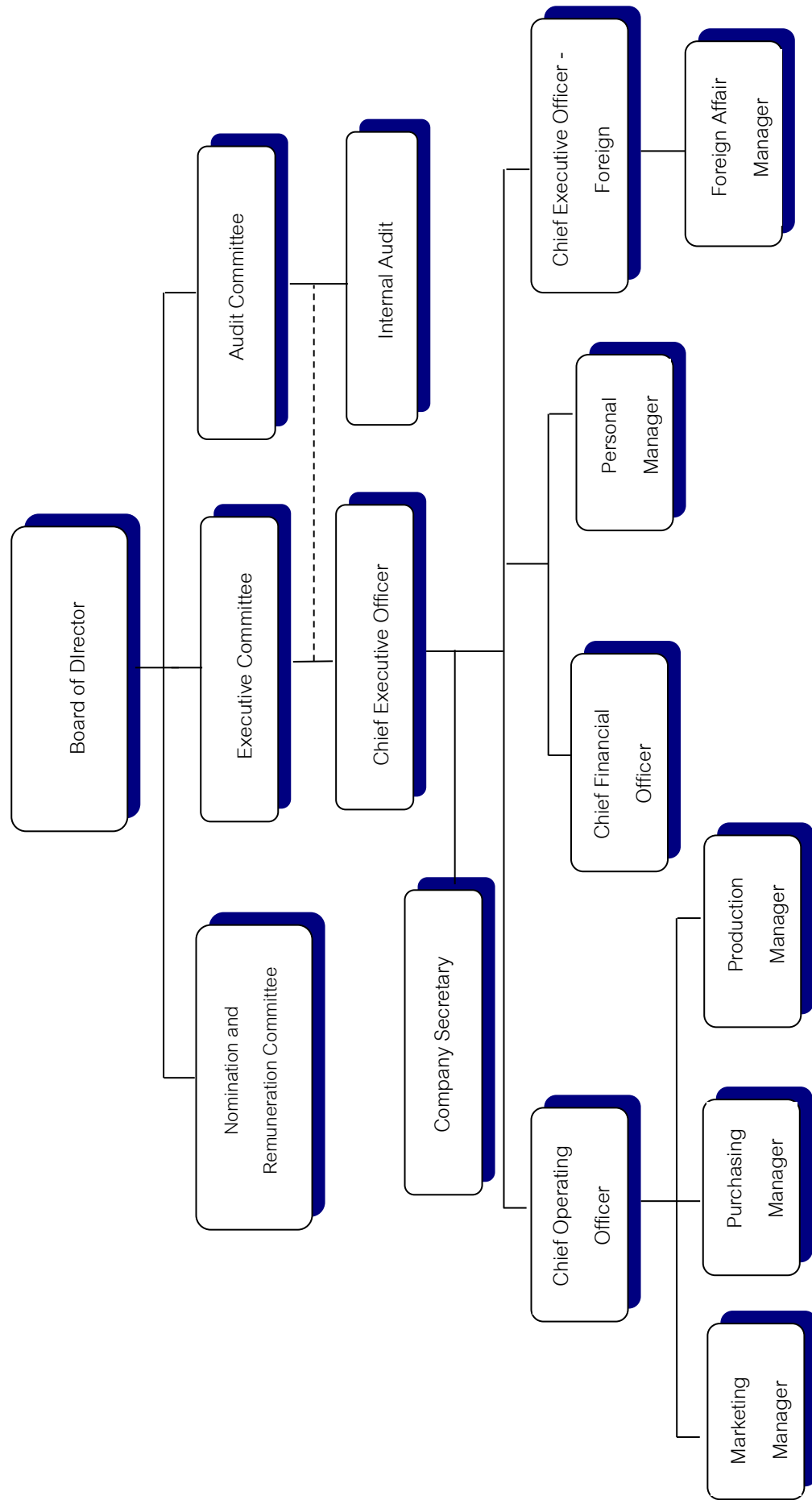
- | | | | |
|----|--------------|-----------------|-----------------------------------|
| 1. | Mr. Boonchai | Jirapongtrakul | Chief Executive Officer |
| 2. | Mr. Suroj | Jiraphongtrakul | Chief Operating Officer |
| 3. | Mr. Nirut | Ngamchamnanrith | Chief Executive Officer - Foreign |
| 4. | Mr. Pornthep | Pripaisalkij | Chief Financial Officer |

Note:

- (1) "Executives" mean directors, managers or those who hold the first four positions lower than the managers (who hold the highest position of the Company), those who hold the position equivalent to the four executives including those who hold management positions in accounting or finance division from division managers or equivalent onwards.

Organization Chart of The Steel Public Company Limited

(As at December 31, 2020)



Company Secretary:

Board of Director had appointed Ms.Thitima Nontavech handle Company Secretary since November 11, 2016

Remuneration of the Directors and Management Team

A. Remuneration in Cash for the Year Ending 31 December 2020

- Directors' Remuneration ; Meeting Allowance and Operating Bonus

Unit : Baht

Name	Meeting Allowance			Bonus	Total
	Board of Directors	Audit Committee	Nomination and Remuneration Committee		
1. Mr.Boonchai Jirapongtrakul	132,000	-	-	-	132,000
2. Mr.Suroj Jiraphongtrakul	132,000	-	-	-	132,000
3. Mr.Nirut Ngamchamnunrith	132,000	-	-	-	132,000
4. Mr.Manu Leopairote	99,000	66,000	-	-	165,000
5. Mrs.Seenual Tasanapant	132,000	88,000	-	-	220,000
6. Mr.Teerapong Thanarukvudhikorn	132,000	88,000	-	-	220,000
7. Mr.Rujira Jiraphongtrakul	66,000	-	-	-	66,000
8. Mrs.Nartsine Sarnvanichpitak	-	-	-	-	-
TOTAL					1,067,000

- Management Remuneration

Unit : Baht

Remuneration	Total (person)	Salary/Bonus/Other
Directors as management	3	12,240,000
Executives	3	5,010,906
Total		17,250,906

B. Other remunerations

-None-

Labor dispute

- (1) The total company employees as of December 31, 2020 were 462 persons (exclude executive). This consisted of the employee according to the work lines as follows.

Department		Numbers of Permanent Staff (Person)
		2020
1.	Office	147
2.	Factory	315
	Total	462

In a period of the past three years. The company did not have any conflicts about labor.

- (2) Employee's compensation

Total compensations of the employee who were not the administrators of the company and subsidiaries (including coming in and going out of the employee during year 2020) was Baht 175.45 million. This compensation was in the form of salary, bonus, commission, wages, overtime wage, living expenses and provident fund.

Personnel development policy

Human Resource Department had set up policies as follow:-

1. The Company will manage human resources, to comply with and support companies' business goals and strategies.
2. The Company will deploy HR systems and processes with Clarity, Transparency, Justice and the same alignment in the company.
3. The Company adheres the merit system that considers knowledge, ability of employees as most important. Thus, advances in career path and motivations will be subjected to the quality and success of the work, Knowledge and competent and Attitudes and employees' potential which meet companies' requirements.
4. The Company will continuously encourage the development of human resources, in order to make staff have competency and efficiency in their duties.

Good Corporate Governance

The Board of Director has recognized the importance on following the best practices of good corporate governance. The Company has determined that its policies on the best practices of good corporate governance as stated by the Stock Exchange of Thailand and then brought principles mentioned as a guide of how to operate the company to get the most benefit of running the business and support clearness, efficiency of the management so that Shareholders, the investors, and all relating Investor Relation as follows.

The policy regarding corporate governance

1. All information must be clearly presented and on time.
2. Directors and management persons must be sufficiency managed.
3. The principle of operating business must be benefited to shareholders.
4. Risk management must to controlled and minimized loss.
5. Ethics must be used for operating a business.

Sub Committees

The Board of Directors has set up a series of key sub-committees which are composed of knowledgeable persons and those with appropriate expertise to help supervise and examine several issues and assignments to ensure their accuracy, transparency and completeness before submitting to the Board of Directors for approval or acknowledgement on case-by-case basis to support the Company's administration and management:

- **The Audit Committee**

This committee consists of three independent and with one well-versed in such fields. The term of each committee is three years.

- **The Nomination and Remuneration Committee**

This committee consists of three Directors, one member be from an outsiders and two member is officer include three members.

- **The Executive Committee**

This committee consists of three executive directors and two executive include five members. Executive committee was authorized to administration.

Definition

- **Independent Directors:** mean outside directors who are not the Company's executives or employees, not executive directors or authorized signatory directors, and are independent from major shareholders, executives and stakeholders. Non-executive directors are able to equally protect the benefits of as shareholders, and prevent conflict of interest between the Company and involved persons and have qualifications and independence as required by the SET and SEC as follows:

1. Does not hold more than 1% of the total number of voting shares in the parent Company, or of any of its subsidiaries or joint venture companies or in any entity likely to give rise to a conflict of interest, shares held by related persons to be included in the calculation in accordance with directive 258 of the Securities Act.
2. Does not take part in administering the work, is not a contractor or an employee or consultant in receipt of a regular salary and is not in a position to exert control over the Company, its subsidiaries, joint ventures or fellow-subsidiaries or on any entity likely to give rise to a conflict of interest (at present, and in the two years prior to his appointment).
3. Is not related by blood or marriage to (i.e. is not the father, mother, spouse, sibling or child of or the spouse of a child of an Administrator, major shareholder or other person in a position of authority or candidate as Administrator or person in a position of authority Company or any of its subsidiaries.
4. Does not have business dealing with the Company:
 - 4.1 Is not an auditor of the Company
 - 4.2 Does not provide other professional services to the Company such as legal or financial consultancy or appraisal worth more than Bt.2m per year.
 - 4.3 Does not have habitual related party transactions by way of rent or lease, whether as lessor or lessee, of real estate, or concerning assets/services or the receipt or provision of financial assistance with a value exceeding Bt.20m or 3% of NTA, whichever is the lower, including transactions carried out in the one year prior to the carrying out of and given transaction.

He must not have business relations as defined in 4.1 to 4.3 above at present, nor in the two years prior to his appointment except where there is necessary and proper reason and in any case not continuously or constantly. An Independent Director or Audit Committee Member may have relations that go beyond those stipulated while performing his office, but only after obtaining the unanimous prior approval of the Company's Board of Directors and subject to the relationship being disclosed per Form 56-1, in the Annual Report and in the letter of invitation to the Shareholders' Meeting in the event that the Shareholders' Meeting is to be asked to renew the term of office of the Independent Director or Audit Committee Member concerned.
5. Has not been appointed to represent a Director or major shareholder or other shareholder that is a related party to a major shareholder.
6. Does not have any other characteristic limiting his independence.
7. An Independent Director having the characteristics set out in points 1 to 6 above may be given powers by the Board of Directors to decide on matters involving the Company, its subsidiaries, its joint ventures or fellow-subsidiaries or entities likely to have a conflict of interest on a collective decision basis.



Duties and Responsibilities of Board of Director:

1. The authority and function according to the Civil and Commercial Code, including other laws which specify to be the authority and function of the committee or the group of the committee in the public company.
2. The authority and function according to the company regulations that is defined to be for the committee group.
3. Consider approval long-term plan, budget plan, and the annual investment budget.
4. Run the company's business according to laws, objectives, and the regulations of the company as well as the resolution of the shareholder meeting
5. Plan the administration policy of the company all until the checking turn over of the company
6. Define other regulations of the company
7. Appoint board of directors or assign to one or more committees or any individual operate instead of the committee and in the limit responsibility that the board should have and has the right to cancel, ignore, edit, or change the mentioned authority.
8. Consider and approve the important activities that are related to the company or are appropriate to make benefit for the company

Except for these following issues that can operate only when permission has been given by the shareholder meeting. The committee who may have gain or loss or conflict in other benefits with the company or the sub company cannot vote for those issues.

- The topic that the law has defined must have the resolution from the shareholder meeting.
- Making the list in which the committee has gain and loss and in the area of law or regulations of the stock market defined have to be authorized from the shareholder meeting.
- Other than that, the following criteria must get the consent from the board meeting and the shareholder meeting with the vote not less than 3 out of 4 of the attending shareholders who have the rights to vote:
 - selling or transferring the company's business all or just important parts
 - buying or receiving the transfer of the other companies or public companies as the company's property
 - making, editing, or canceling the contract regarding renting the company's business all or just important parts; assigning others to manage the company's business or adding the business with other individuals with the objective of sharing profits and loss with each other
 - editing the memorandum or the company's regulation
 - increasing or decreasing capital, issuing the debenture, combining or canceling the business
 - other issues according to the law

Duties and Responsibilities of Audit Committee :

1. to review the Company's financial reporting process to ensure that it is accurate and adequate;
2. to review the Company's internal control system and internal audit system to ensure that they are suitable and efficient, to determine an internal audit unit's independence, as well as to approve the appointment, transfer and dismissal of the chief of an internal audit unit or any other unit in charge of an internal audit;
3. to review the Company's compliance with the law on securities and exchange, the Exchange's regulations, and the laws relating to the Company's business;
4. to consider, select and nominate an independent person to be the Company's auditor, and to propose such person's remuneration, as well as to attend meeting with the auditor without the presence of the executive directors at least once a year;
5. to review the Connected Transactions, or the transactions that may lead to conflicts of interests, to ensure that they are in compliance with the laws and the Exchange's regulations, and are reasonable and for the highest benefit of the Company;
6. to prepare, and to disclose in the Company's annual report, an audit committee's report which must be signed by the audit committee's chairman and consist of at least the following information:
 - A. an opinion on the accuracy, completeness and creditability of the Company's financial report,
 - B. an opinion on the adequacy of the Company's internal control system,
 - C. an opinion on the compliance with the law on securities and exchange, the Exchange's regulations, or the laws relating to the Company's business,
 - D. an opinion on the suitability of an auditor,
 - E. an opinion on the transactions that may lead to conflicts of interests,
 - F. the number of the audit committee meetings, and the attendance of such meetings by each committee member,
 - G. an opinion or overview comment received by the audit committee from its performance of duties in accordance with this charter, and
 - H. other transactions which, according to the audit committee's opinion, should be known to the shareholders and general investors, subject to the scope of duties and responsibilities assigned by the Company's board of directors; and
7. to perform any other act as assigned by the Company's board of directors, with the approval of the audit committee.



Duties and Responsibilities Executive Committee :

1. Empower of decide the significant operations by specified scope works, purpose, discipline, policy, type or size of duties within their authorities including govern general operation, production, customer's relation and must responsible to Board of Directors.
2. Consider all investments including purchasing ,selling company's fixed assets and propose to Broad of Directors.
3. Consider about the purchasing. Each time of buying raw ingredients should not more 20,000 tons.
4. Have the authority to act and be representative of the business to the third party in the related business and giving benefit to the business
5. Consider to collect the company funds for presenting to the company committee.
6. Approve the appointment of the company consultants in other issues that are necessary to the operations.
7. Run the business that relates to the general administration of the company.
8. Consider to approve the operation plans of each company department and to approve the requests from other departments that exceed the authority of such departments.
9. If the operation plans' budget of is over than the approved amount, it must be submitted to the Board of Directors for approval.

That is, the assignment of such authority, the managing director must act according to the rules and regulations that have been approved by the committee. They must not approve any issue that they or opposed individuals may gain or loss, or are opposed to the benefits in other ways with the company and sub-company. They must also reveal the following issues to the committee of the company for consideration. Things other than what has been mentioned, Executive committee is not allowed to do unless it has been assigned from the committee meeting occasionally.

Duties and Responsibilities Nomination and Remuneration Committee :

1. Define the scope of work and method on the selection and recruitment of directors and sub-committee whose tenure have ended or unoccupied position for submission of the Board's consideration and/or further to shareholders' meetings for approval.
2. Define the method and practice of appropriate compensation for directors and sub-committee to the Board and/or further to Shareholders' meetings for approval.
3. Report to the Board of Director the results of Nomination and Remuneration Committee meetings or other matters that the Board of Directors should be informed.
4. Perform any tasks assigned by the Board of Directors.

Nomination of Directors and Management

Nomination of Directors:

Under the Company regulations, one-third of the directors must leave the Board at every annual general meeting. In the case that total number is not divisible by three, the number closest to one-third must used with the exit of the director who stays the longest with the Board of directors. The exit director maybe re-elected to the Board.

Recruitment of directors is under the responsibility of Nomination and Compensation Committee. The committee will screen candidates with qualifications predetermined in Company regulations and qualification in section 68 of the Public Company Limited Act B.E. 2535 (1992) and the related announcements of the Securities and Exchange Commission and tabled them to the Board for consideration before submission to shareholders' meetings to decide and appoint them under the following methods:

1. A shareholder has a score equal to one voice.
2. Committee election can be made through an individual or a group to be committee according to shareholder meeting. To vote, no matter individual or group who the shareholder vote will be the vice according to the number of stocks that the shareholder holds (follow previous step) in which the mentioned shareholder cannot divide their voices to any individual more or less than others.
3. The individuals who receive the majority of the votes (from greatest to least) will be those who win the election of they fulfill the number of required committees. In the case that the individual gets the same number of votes, but one gets more than the required number of the committee at that time, the chairman will be the one to decide who will win the tie.

Since October 7, 2019 – January 15, 2020, shareholders have been allowed to take part in the proposal of candidates for selection. The selection method and process are posted on www.thesteel.co.th, and investors are informed of the information through SET's IT information channel (portal). However, no shareholder has proposed any name for consideration in 2020.

Nomination of Management:

- **Nomination of Managing Director:** The Executive Committee will conduct a preliminary screening of candidates with the required qualifications, knowledge, skills, and experience; then, table them to the Nomination and Compensation Committee for consideration and endorsement before submitting the final list to the Board of Director for consideration.
- **Nomination of Executives:** The Managing Director will select and appoint candidates with the qualifications, knowledge, skills, and experience suitable for each executive position. The recruitment will be done under the human resources department's regulations.



Control of subsidiaries and associated Company

The Company has policy to control operation in subsidiaries by budgeting system. Every subsidiary has to prepare budget and present to Directors. In addition, control of cash payment will be allowed subsidiaries' management counter sign cheques with parent companies' management.

Control and Prevention of the Use of Inside Information

Detail Control and Prevention of the Use of inside Information on section 2 : Equitable Treatment of Shareholders

Audit fee

Auditor from CWWP Co., Ltd was not related party to the company. Amount Baht 3,580,000 was paid as auditor fee for year 2020 for the auditing financial statements of the company and subsidiaries. No other fee was paid.

Good Corporate Governance Compliance

In 2020, the company duly complied with the principles of good corporate governance for listed companies 2006 in these following five principles:

1. RIGHTS OF SHAREHOLDERS

The company values shareholders' rights by refraining from violating or infringing on such rights as follows:

1. **Fundamental legal rights:** The Company facilitated the exercising of the management of share transfers by reliable registrars.
2. **Right to receive significant information:** The Company disclosed up-to-date information through its website for shareholders to stay abreast of significant Company news, changes, and the information disclosed under regulations. As a rule after disclosure to the Stock Exchange of Thailand (SET), this is posted on the website.
3. **Right to attend meetings and vote:** The Company facilitated all shareholders' attendance at meetings and exercising of their votes. In the annual general meeting (AGM), it instituted a management system to promote and support such rights before the meeting date, during the meeting, and after the meeting date as detailed in AGM Checklist published by the Securities and Exchange Commission (SEC).

2. EQUITABLE TREATMENT OF SHAREHOLDERS

The Company values the equality of all shareholders. Its practical guidelines to promote genuine equality include the following:

1. Fair exercising of shareholders' rights at Annual General Meetings (AGM)

Before the meeting date:

- The Company allows each shareholder to propose agenda items for consideration at their meeting ahead of the actual meeting date and also to nominate candidates for directors and Shareholders are allowed to submit written questions about agenda items ahead of the meeting date through its website. In 2020, no shareholder proposed their own agenda and nominates candidates for the Company Directors.
- The Company has authorized Thailand Securities Depository Co., Ltd as the share registrar to deliver invitation letters enclosed with minutes of the previous meeting, annual report, documents to supplement decision making in each agenda, explanations and information of the independent directors, steps to attend the meeting, special regulations relating to the shareholder's meeting, the meeting venue and proxy form to all shareholders at least seven days before the meeting. Such information is also made available through the Company website at www.thesteel.co.th and



announced in the newspapers for three consecutive days before the meeting to inform the shareholders in advance.

- Through the meeting notice, the Company informs shareholders of meeting participation criteria, providing them with a list of independent directors on proxy forms designed by the Ministry of Commerce. This proxy forms also provide for shareholders' written opinions on balloting.

Shareholders' Meeting:

- The Company provides two hours before each meeting for registration and even after that, it allows shareholders who still want to attend the meeting to do so and register their attendance without losing their rights and they still have the voting right for the items remaining on the agenda. Souvenirs and food as well as refreshments are also offered to those attending.
- The Company Secretary informs the meeting about the meeting criteria and rules as the procedures for balloting and provides shareholders with the voting right, equivalent to the number of shares held. One share yields one vote.
- The Company encouraged the meeting to use voting ballots and encouraged shareholders to exercise the voting right in selecting director. Prepared ballots for individual director and distributed them to the shareholders during registration before the meeting began. Details of the voting scores were recorded in the Annual General Meeting of the Shareholders for the Year 2020. The Voting ballots key documentation is systematically compiled and may be inspected for subsequent reference.
- The Company allows shareholders to fully express their views and raise their questions. The Chairman of the Board of Directors, the Chairman of Audit Committee, the Managing Director and CEO attend all meetings to address questions clearly.

After the meeting date:

- The Company Secretary records all significant information at an AGM, such as the Directors in attendance; the clarifications of the Chairman of the Board of Directors, the Chairman of Audit Committee, the Managing Director. It includes questions raised and opinions expressed by shareholder; the method for voting and counting votes; the number of votes for, against or non-voting on an Issue; and any other relevant information.
- The Minutes of the Meeting are forwarded to the Stock Exchange of Thailand within 14 days of the Meeting and are also posted on the company's website. This allows shareholders to inspect the accuracy of resolutions and make suggestions for any other details to be recorded prior to proposing the approval of the said Minutes at the next Shareholders' Meeting.

2. Control and Prevention of the Use of Inside Information:

- The company sets to have the protection against bringing company information to be used by setting unit that know information and will not reveal it to other unrelated individuals or group.
- The Company administrator who receives the financial of the company will not use the benefit from the mentioned information before reveal to the public. The administrators cannot buy or sell the company's assets for a period of one month before the financial budget will be presented to the public.
- When the company assets register in the stock exchange in Thailand, the company has set that the committee and administrator have functioned in reporting asset holding in the company according to the Sections 59 so that it would be as announced of the National Election Committee Office 14/1997 about making and revealing the report of asset holding on May 12, 1997 and have set the penalty according to the Possession and Stock Exchange Act, 1992 and the regulations of Stock Exchange in Thailand. This includes setting the penalty for those searching for their own benefit from using the company's internal information for personal use reveal to others, thus damaging the company. There will be consideration concerning the punishment according to the situation such as verbal warning, written warning, suspension, including halt employment by firing or dislodge.
- In making connected transactions, the company strictly manages the approval procedure in its best interests. Transactions with possible conflicts of interest are raised for the Audit Committee's scrutiny before submitting to the Board and shareholders' meetings for consideration, if applicable. The Company discloses complete important information in compliance with the regulation.

3 ROLES OF STAKEHOLDERS

The Company gives the importance to the right to all group of individuals who gain or loss, no matter if they will gain or loss inside or outside. Because the company realizes the support from those who gain or loss, which will create abilities in competition and make profit for the company, it is considered to bring success to the company on the long-term. These are the important details;

Staffs	:	Equitable treatment and reasonable benefits to all staff.
Traders and Creditors	:	Fair treatment and follow terms and conditions stated in agreement.
Customer	:	Create a satisfaction to the customer, take care and be responsible for the customer by emphasizing the product quality, qualified service.
Competitors	:	Avoid unfair competition, and practice business ethics.
Community/Social	:	The Company considers the environment by being responsible of taking care of making sure there is no effect on the environment of the public and society

In addition, it has instituted a communication channel for requests, opinions and suggestions with the Board of Director to enable parties to make useful recommendations provided a box to receive comment at the front of the office or by website or email at theinfo@thesteel.co.th, audit@thesteel.co.th. The Company's Secretary who receives and summarizes all topics, and to the Audit Committee, and Board of Directors. The Company gives importance to the secrecy of information received in order to build confidence to sender, and complaint will only be known to assigned and related persons.

4 DISCLOSURE OF INFORMATION AND TRANSPARENCY

The Company highly values the disclosure of financial and other information through various channels for shareholder, investors and stakeholders to equally reach the information as follows:-

- Disclose assorted significant information, including financial information, shareholding structure, good corporate governance and company information submitted to SET through its ELCID system, Annual Report, Form 56-1, notice to shareholders' meeting, minutes of shareholders' meetings in both Thai and English, is regularly updated at www.thesteel.co.th
- On the investor relationship side, currently, the company is in the process of setting the specific unit, but has appointed to the Ms. Thitima Nontavech, communicate with the institutional investor, shareholders, including the analyzer and the related government agency.

5 RESPONSIBILITIES OF THE BOARD

The company has responsibility and leadership and vision from to be Good Corporate Governance as follows:

1. Composition of the Board:

- The Board consisted of 7 directors-one non-executives and three executive. Three were independent directors. Information about the terms of each director appears in the annual report, Form 56-1.
- Chairman and Managing Director are individual but they are the relation. Their experience different are advantageous for each department. However, company had divided clearly the authority for each company committee and administration and 3 company's non administration committee for balancing and auditing of company administration.
- The Board has not only defined a formal and transparent recruitment procedure for directors, to be executed by the Nominating and Remuneration Committee, but has made it possible for shareholders to nominate suitable persons for selection.
- **Terms of Directors:**
As stated in company regulations, each director's term is three years, in line with that stated in the Public Company Limited Act. It is also stipulated that the Audit Committee can be in office for up to three consecutive terms.

- **Company Secretary**

Ms. Thitima Nontavech , has been assigned to serve as Company Secretary. This person is a regular employee. Who can be contacted by email at theinfo@thesteel.co.th.

Meeting Attendance and Remuneration of the Directors in 2019

Name	Attendance/Meeting			
	Board of Directors	Audit Committee	Nomination and Remuneration Committee	Term of Director Term
1. Mr.Boonchai Jirapongtrakul	6/6	-	-	Apr 2019-2022
2. Mr.Suroj Jiraphongtrakul	6/6	-	-	Apr 2019-2022
3. Mr.Nirut Ngamcahmunnrith	6/6	-	-	Apr 2020-2023
4. Mr.Manu Leopairote	3/6	2/4	-	Apr 2019-2022
5. Mr.Teerapong Thanarukvudhikorn	6/6	4/4	-	Apr 2020-2023
6. Mrs.Seenual Tasanapant	6/6	4/4	-	Apr 2020-2023
7. Mr.Rujira Jiraphongtrakul	3/6	-	-	Apr 2018-2021
8. Mrs.Nartsine Sarnvanichpitak	-	-	-	-

Note: - No 8 Nomination and Remuneration committee was assigned from outsider.



Corporate Social Responsibility (CSR)

The Company has been operation for more than 25 years with good governance and honesty, and given important to CSR with following policies:-

1. The Steel Public Company Limited is one of famous Coil Centers in Thailand, operating with one stop service. i.e, manufacturing, forming and trading variety of forming metal products with good quality and faire prices.
2. The Company also has absolutely after sale service, fast delivery and punctual in order to make customers' satisfaction.
3. The purpose of Company is to save customers' timing and costing in ordering variety of goods within one place and getting fair prices.
4. The Company has been improving production processes and quality control in order to get industry standard and improve efficiency to make all customers trust in Companies' products and make sure the production processes will not cause pollutions to public.
5. When there are opportunities, the Company will join social activities with close communities, such as, giving scholarship to schools, etc.
6. The Company Board of Directors had announced "Code of Conduct" to give cooperation to all government officials or any anti-corruption organization. The Company will not do any illegal trades or relate to corruptions.
7. The Company has communicate to all level, directors, managers and all staff strictly doing businesses in line with laws. If there is any deal related to corruption, must be reported to respective supervisors in order to be considered and solved immediately.

Internal Control and Risk Management

According to The Steel Public Company Limited Board of Director meeting No.1/2021 on February 24, 2021, Board had appraised Company internal control system by asking informations from managements and concluded focus 5 topics of internal control system as follows:-

1. Internal Control within organization.
2. Risk appraisal.
3. Operation control.
4. Information system and communication.
5. Follow up system.

Board agreed that Company internal control system was enough and suitable. The Company had provided enough man-power to run the system efficiently and follow up system was provided to ensure all assets were protected from any mis-used by directors or managements who had no authority. Activities with related parties who may have conflict of interests were also controlled.

For appraisal from of SEC for year 2020 which company had complied, found that the Company was able to Completely accounting for all questionnaires. Audit Committee had the opinion that Companies' internal control was adequate for the preparing of financial reportings correctly.

After appraised, Board of Director had opinion that the Company had adequate internal control system and other enough controls for the 5 topics. Internal Auditing was independence to follow up and control. The Company also had good custodian system of documents which facilitate directors, auditor, or Legal Officers to audit within reasonable time frame.

Head of Internal Audit

Regarding Audit Committee Meeting on November 14,2012, No.4/2012 had appointed Mr.Wisood Charoensilawat as Internal Auditor from November 16,2012 onwards up to present due to his 9 years internal audit experiences. The approval of appointment, transferring, dismiss Internal Auditor has to be getting opinion from Audit Committee.

Related Party Transactions

Necessity and Reasonableness of Connected Transactions.

Connected transactions with related companies or any persons who may have conflict of interest in the past year were the normal trading such as the merchandise purchasing, merchandise distributing. The company has the policy to let the audit committee consider and give the opinion to such listing. The audit committee will bring the market price of others to compare with the price of listing between each other to consider every details.

Policy or Trend of connected transactions between each other

In the future, if the company has the need to do the connected transactions between each other with the person who may have the conflict with the company, the company has the policy to set the condition according to the nature of normal business and is the market price that can compare with the price occurred to the third party. The company will let the audit committee to check and give opinions regarding the appropriateness of the price and the logic of the listing.

Connected transactions may happen in the future must be practiced by the committee according to other regulations that is defined and the committee must not approve any listing that they or the persons who may have the conflict in any manner with the company and must open such list to the company committee to let them consider. The company must practice to the law regarding the possession and stock exchange and discipline, announce, order, or regulation of the stock exchange of Thailand, including the practice according to the regulation of opening information about doing connected transactions that are related and receiving or distributing the assets of the company or sub-company.

If there are any connected transactions of The Steel Public Company Limited and the subsidiaries that occur with the persons who are the conflict in benefit or has benefits and losses or has the conflict in benefit that is not the normal trading, the company will let the audit committee give opinions concerning the price, compensation rate, including the need and appropriateness of that connected transactions. In the case that the audit committee has no experience in considering the connected transactions that may occur, the company will let the independent evaluator or the expert as the one who give opinion regarding that transactions, and inform the audit committee, committee, or the shareholders according to each situation. The company will open the connected transactions in the note to financial statements, the Annual Form (form 56-1) and the Annual Report of the company (form 56-2).

Audit Committee's Report 2020



The Audit Committee of The Steel Public Company Limited of Mr. Manu Leopaiprote, Chairman of the Audit Committee, Mrs. Seenual Tasanapant and Mr. Teerapong Thanarukvudhikorn, members of the Audit Committee. All Audit Committee member possess appropriate qualifications and one of the Directors has adequate experiences and capable to recredit ability of the financial report. The Audit Committee reviews performance against its charter issued by the Board of Directors, which aligns with the regulations of the Stock Exchange of Thailand (SET).

In 2020, the Audit Committee convened 4 meetings. Each Audit Committee meeting with senior executives, external auditors and internal auditors with independence in reporting, expressing opinion and giving recommendations. Significant tasks were summarized as follows:

- **Reviewed company's quarterly and audited financial statements of 2020;**

Reviewed a quarterly and audited financial statements of 2020 with executives and auditor to ensure that financial statements of both the Company and its subsidiaries were in accordance with generally accepted accounting principles, including mutually considered and gave opinions for all acquisitions or sale of assets during the year and disclosures were adequate and timely to serve investors.

- **Reviewed the internal control system and the internal audit systems;**

Reviewed audit operations, audit reports and gave advise on quarterly basis and viewed that internal control systems were adequate and internal audit systems were appropriate and efficient.

- **Compliance with Relevant Laws and Regulations;**

The company has a clear policies to comply with all regulations and related governing laws, the Audit committee did not find any significant incompliance to the law. The company realizes the importance of information disclosure, including financial statements and other reports, and ensures that they are complete, accurate, reliable and timely.

- **Consider Appointing the External Auditors and audit fee for year 2020;**

The Audit Committee has taken into consideration the independence, performance, and experience and an appropriate of audit fees. The Audit Committee has passed an unanimous resolution to propose to the Company's Board of Directors for consideration and propose to the shareholders' meeting to consider and approve the appointment of Ms. Wanraya Puttasatian CPA.No. 4387 or Mr. Cherdsakul Onmongkol CPA.No. 7195 or Ms. Waraphorn Intaraprasit CPA.No. 7881 or Ms.Chantra Wongsriu-domporn or Ms.Chonthicha Lertwilai CPA.No. 12258 or Ms.Waraporn Phanpakdeenupong CPA.No. 12261 from CWWP Co., Ltd., to serve as the Company's external auditor for the year 2020, the audit fee will be within Baht 3,580,000 for the Company and subsidiaries.

- **Reviewed related parties transactions;** The Audit Committee has reviewed and given opinion towards related party transactions to ensure the company has complied to normal business conditions, reasonable and created high benefit to company.

In summary, Audit Committee had performed duties according to Charter approved from Board of Directors, and given recommendations to all parties to manage with good governance, legally and appropriate in order to achieve companies' goals.

A handwritten signature in blue ink, appearing to read 'Manu Leopaiprote', written over a faint circular stamp.

Mr. Manu Leopaiprote

Chairman of the Audit Committee

Report of the Board of Director's Responsibility to the financial Report

The Board of Director of Responsibility information to Financial Report

The Board of Director is responsible for financial statement of The Steel Public Co.,Ltd. which included all financial information as in our annual report. This financial statement has been made in applicable practice methods regularly as general accountancy standards. It has also revealed enough information as in its précised remark in order to be beneficial for our shareholders and investors thoroughly.

The Board of Director who has also made the efficient processes of risk management and internal control appropriately. These processes can be ensuring that our information protections in particular to preserve all company assets effectively, moreover to prevent fraud or any significant abnormal operations.

The Board of Director has appointed the Audit Committee to responsible for reviewing all accountancy policies and financial report accuracies. In charge of verification all internal controls, internal audit system together with risk operating processes as already mentioned in annual report.

The financial statement has been verified by auditor from CWWP Co., Ltd with good cooperation from Board of Director to provide all related information in order to support their audit and independent in expressing opinion. The auditor's opinion was already expressed in our financial report as part company annual report.

Thus, the board of director has concluded that our internal control systems are satisfactory. And the financial statement of The Steel Public Co., Ltd. for year ended December 31, 2020 can be reliable and conformed to laws and regulations.



Mr.Manu Leopaiprote
(Chairman)



Mr.Boonchai Jirapongtrakul
(Chief Executive Officer)

Management Discussion and Analysis

Financial Ratio		For Consolidated Financial Statements			For Separated Financial Statements		
		2020	2019	2018	2020	2019	2018
Liquidity ratio							
Current ratio	(times)	1.00	1.00	0.98	1.09	1.07	1.09
Quick ratio	(times)	0.63	0.60	0.59	0.62	0.60	0.58
Cash flow liquidity ratio	(times)	0.32	0.06	(0.06)	0.32	0.002	(0.04)
Receivables turnover	(times)	4.00	4.96	6.84	3.98	4.68	6.97
Collection period	(day)	89.97	72.56	52.63	90.45	76.92	51.67
Inventory period	(times)	6.24	7.75	6.38	6.20	7.28	6.44
Inventory Turnover period	(day)	57.66	46.45	56.44	58.05	49.43	55.87
Account payable turnover	(times)	27.05	39.12	17.10	27.30	37.91	16.03
Payment period	(day)	13.31	9.20	21.05	13.19	9.50	22.46
Cash Cycle	(day)	134.32	109.80	88.02	135.31	116.85	85.08
Profitability Ratio							
Gross profit margin	(%)	3.97	2.79	2.80	3.38	1.50	1.74
Operating Profit Margin	(%)	1.10	0.99	(0.62)	(1.31)	(0.07)	0.92
Other Income Ratio	(%)	0.19	2.07	0.50	0.41	0.86	0.81
Cash to Profit Ratip	(%)	1,218.32	192.79	292.62	(1,041.89)	(127.19)	(131.42)
Net profit margin (loss)	(%)	(1.77)	2.02	(0.89)	(2.03)	0.02	0.77
Return on equity	(%)	(7.77)	12.32	(5.73)	(8.83)	0.12	4.66
Efficiency Ratio							
Return on assets	(%)	(2.73)	4.07	(1.86)	(3.12)	0.04	1.59
Return on fixed assets	(%)	(3.50)	25.77	(0.42)	(7.86)	7.43	16.25
Assets turnover	(times)	1.55	2.01	2.09	1.54	1.83	2.05
Financial Ratio							
Debt to equity ratio	(times)	1.68	1.98	2.06	1.70	1.95	1.78
Interest coverage	(times)	15.17	1.21	(2.98)	15.40	(0.91)	(2.77)
Cash Basis	(times)	23.05	1.80	(1.17)	22.50	0.07	(0.89)
Dividend rate	(%)				29.17	46.39	65.92
Net profit per share (loss)	(baht)	(0.11)	0.20	(0.09)	(0.13)	0.002	0.08
Book value per share	(baht)	1.46	1.63	1.52	1.45	1.63	1.71
Growth Ratio							
Assets	(%)	(18.76)	4.39	(11.26)	(18.35)	0.99	(10.18)
Liabilities	(%)	(23.36)	2.93	(11.45)	(22.28)	4.20	(14.71)
Total revenue	(%)	(28.93)	(7.44)	(17.80)	(23.25)	(15.41)	(11.72)
Administrative expenses	(%)	(27.84)	(10.35)	(16.19)	(21.94)	(14.61)	(12.10)
Net profit (loss)	(%)	162.26	310.47	(147.41)	7,140.19	97.58	54.60



Management Discussion on Operations

The Company's operation results and financial status of year 2020-2019 were as follows:

Statement of Comprehensive Income

Total revenues of the Company and subsidiaries for the year ended December 31, 2020 equaled Baht 7,445.91 million compared with Baht 10,280.69 million of year 2019, decreasing Baht 2,834.78 million or 27.57%. Total revenues decreased mainly due to sale quantities decreased around 26.28%, effected from COVID-19 and selling price decreased around 1.29%, while cost of goods sold was also mutually dropped, resulting gross profit of Baht 295.25 million, increasing around Baht 35.43 million from last year.

Selling and administrative expenses of 2020 equaled Baht 192.59 million compared to Baht 195.20 million in 2019, decreasing Baht 2.61 million due to lower commission from diminishing of sale volumes.

Finance cost of 2020 was Baht 57.98 million, decreased from 2019 which was Baht 74.16 million due to less using short term loans during the year, including, decreasing of interest rates during 3rd and 4th quarters of this year. There was additional of doubtful provision Baht 20.60 million in this year in line with new Thai Financial Reporting Standard (TFRS-9), while there were reversal of provisions Baht 37.62 million in last year. For sharing of profit from associated company was sharing of loss Baht 89.30 million in 2020, while 2019 was profit recognition Baht 154.86 million.

After deducting all expenses and income tax, the Company reported net loss attribute to equity holders of Company for year 2020 Baht 130.57 million, compared to net profit of Baht 215.51 million of 2019, reducing of net profit Baht 346.08 million or 160.59%.

Statement of Financial Position

Total Assets of the Company as of December 31, 2020 equaled Baht 4,325.47 million compare to Baht 5,324.63 million of year 2019, assets decreased Baht 999.16 million due to lower sale volume, resulting lower purchasing and lower inventory balances around Baht 350 million. Collection was smoothly performed during the year, resulting accounts receivable reduced around Baht 520 million and impairment of investment in associated Company around Baht 100 million.

Total Liabilities decreased from Baht 3,533.68 million in 2019 to Baht 2,708.14 million in year 2020, decreasing Baht 825.54 million due to lower using of short term financing, resulting D/E ratio decreased from 1.98 as at December 31, 2019 to 1.68 as at December 31, 2020.

(TRANSLATION)
INDEPENDENT AUDITOR'S REPORT

To the Shareholders and the Board of Directors of THE STEEL PUBLIC COMPANY LIMITED

Opinion

I have audited the accompanying consolidated financial statements of THE STEEL PUBLIC COMPANY LIMITED and its subsidiaries (“the Group”) and separate financial statements of THE STEEL PUBLIC COMPANY LIMITED (“the Company”), which comprise the consolidated and separate statements of financial position as at 31 December 2020, and the consolidated and separate statement of comprehensive income, the consolidated and separate statement of changes in shareholders’ equity and the consolidated and separate statement of cash flows for the year then ended, and notes to the consolidated and separate 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 financial position of THE STEEL PUBLIC COMPANY LIMITED and its subsidiaries and the separate financial position of THE STEEL PUBLIC COMPANY LIMITED as at 31 December 2020, 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 Consolidated and Separate Financial Statements section of my report. I am independent of the Group and the Company in accordance with the Federation of Accounting Professions’ Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.



Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Revenue from Sales

The accounting policy for revenue recognition from sales is disclosed in Note 5.17 to the financial statements. Sales are significant to the Group Company's financial statements and directly impact on the Company's operating results. Moreover, the Group Company has both domestic and overseas sales transactions under various terms and conditions. I therefore focused on the Group Company's recognition of sales, especially the timing of revenue recognition.

I assessed and tested the Group Company's internal controls related to revenue cycle by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed key controls. On a sampling basis, I checked documents supporting sales transactions occurring during the year and near the period end. I reviewed credit notes issued by the Group Company to customers after the end of the reporting period and performed analytical review of the sales accounts.

Other Information

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

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

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

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance and request that the correction be made.

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

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

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

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

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

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

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



- Obtain sufficient appropriate audit evidence regarding the financial information of the entities and 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 if I identify during my audit.

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

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

(Miss Wanraya Puttasatien)

Certified Public Accountant, Registration No. 4387

CWWP Company Limited

Bangkok

24 February 2021

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

As at 31 December 2020

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		31 December 2020	31 December 2019	31 December 2020	31 December 2019
		Baht	Baht	Baht	Baht
ASSETS					
CURRENT ASSETS					
Cash and Cash Equivalents	6	199,383,747.95	136,673,501.41	191,915,941.08	127,018,254.21
Trade and Other Current Receivables	7	1,496,976,527.13	2,015,037,187.02	1,476,356,644.90	1,980,464,707.41
Short - Term loans to Subsidiaries	29.2	-	-	289,000,000.00	281,000,000.00
Inventories	8	978,420,371.81	1,312,025,185.46	978,420,371.81	1,312,025,185.46
Advance Payment for Inventories	8	733.26	842,192.00	733.26	842,192.00
Current Tax Assets		1,992,152.19	16,152,301.73	139,706.61	13,893,514.27
TOTAL CURRENT ASSETS		2,676,773,532.34	3,480,730,367.62	2,935,833,397.66	3,715,243,853.35
NON-CURRENT ASSETS					
Investment in Associate	9	407,768,314.88	497,070,966.14	410,930,321.90	412,000,000.00
Investment in Subsidiaries	10	-	-	87,452,781.24	244,587,293.16
Investment Property	11	132,803,287.53	136,372,158.18	132,803,287.53	136,372,158.18
Property, Plant and Equipment	12	944,519,690.94	1,089,897,174.83	669,836,321.11	708,186,138.15
Right-of-Use Assets	13.1	84,318,307.16	-	10,061,813.31	-
Other Intangible Assets	14	9,045,621.38	1,226,646.85	9,010,897.08	1,161,962.95
Deferred Tax Assets	15	35,875,026.46	98,803,906.01	34,203,444.59	57,354,074.31
Other Non - Current Assets		34,367,544.63	20,528,262.54	30,016,059.64	16,304,282.37
TOTAL NON-CURRENT ASSETS		1,648,697,792.98	1,843,899,114.55	1,384,314,926.40	1,575,965,909.12
TOTAL ASSETS		4,325,471,325.32	5,324,629,482.17	4,320,148,324.06	5,291,209,762.47

Note to the interim financial information are an integral part of this interim financial information



THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

As at 31 December 2020

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		31 December 2020	31 December 2019	31 December 2020	31 December 2019
		Baht	Baht	Baht	Baht
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank Overdrafts and Short - Term Borrowings from Financial Institutions	17	2,349,526,758.65	3,138,206,866.35	2,349,526,758.65	3,138,206,866.35
Trade and Other Current Payables	18	312,820,365.10	309,086,477.02	314,771,168.15	302,521,163.88
Advances Received for Inventories		5,046,199.53	22,401,579.03	5,046,199.53	22,401,579.03
Current Portion of Lease Liabilities	13.2	3,370,145.73	20,136,631.09	10,449,019.68	-
Short-Term Borrowings from Subsidiary	29.2	-	-	19,640,000.00	17,500,000.00
TOTAL CURRENT LIABILITIES		2,670,763,469.01	3,489,831,553.49	2,699,433,146.01	3,480,629,609.26
NON-CURRENT LIABILITIES					
Lease Liabilities	13.2	10,935,135.12	14,623,558.90	-	-
Deferred Tax Liabilities	15	6,313,984.18	11,642,417.00	4,045,629.03	4,099,296.50
Non-Current Provisions for Employee Benefits	19	18,513,696.39	16,038,709.53	15,209,231.69	13,550,337.45
Other Non - Current Liabilities		1,617,257.00	1,546,175.00	-	-
TOTAL NON-CURRENT LIABILITIES		37,380,072.69	43,850,860.43	19,254,860.72	17,649,633.95
TOTAL LIABILITIES		2,708,143,541.70	3,533,682,413.92	2,718,688,006.73	3,498,279,243.21
SHAREHOLDERS' EQUITY					
Share Capital	20				
Authorized Share Capital					
1,650,015,240 Ordinary Shares, par value at Baht 0.50 each		825,007,620.00	825,007,620.00	825,007,620.00	825,007,620.00
Issued and Paid - Up Share Capital					
1,102,061,385 Ordinary Shares, par value at Baht 0.50 each		551,030,692.50	-	551,030,692.50	-
1,102,060,160 Ordinary Shares, par value at Baht 0.50 each		-	551,030,080.00	-	551,030,080.00
Share Premiums on Ordinary Shares		947,945,170.95	947,941,495.95	947,945,170.95	947,941,495.95
Retained Earnings					
Appropriated					
Legal Reserve	21	38,270,000.00	38,270,000.00	38,270,000.00	38,270,000.00
Unappropriated		278,147,917.31	450,390,860.47	64,214,453.88	255,688,943.31
Other Components of Shareholder's Equity		(203,824,430.79)	(203,824,430.79)	-	-
SHAREHOLDERS' EQUITY ATTRIBUTABLE TO OWNERS OF THE PARENT		1,611,569,349.97	1,783,808,005.63	1,601,460,317.33	1,792,930,519.26
Non - Controlling Interests		5,758,433.65	7,139,062.62	-	-
TOTAL SHAREHOLDERS' EQUITY		1,617,327,783.62	1,790,947,068.25	1,601,460,317.33	1,792,930,519.26
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		4,325,471,325.32	5,324,629,482.17	4,320,148,324.06	5,291,209,762.47

Note to the interim financial information are an integral part of this interim financial information

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

For the year ended 31 December 2020

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		31 December 2020	31 December 2019	31 December 2020	31 December 2019
		Baht	Baht	Baht	Baht
Revenue from Sales and Rendering of Services		7,445,910,756.20	10,280,694,074.72	7,350,473,310.41	9,533,600,993.03
Cost of Sales and Services		(7,150,655,769.77)	(10,020,871,454.23)	(7,102,228,361.90)	(9,391,067,157.13)
GROSS PROFIT		295,254,986.43	259,822,620.49	248,244,948.51	142,533,835.90
Interest Income		86,975.59	196,027.72	14,902,919.56	20,497,630.63
Dividend Income in Subsidiaries		-	-	19,999,920.00	-
Other Income		14,260,790.38	9,070,633.94	13,722,496.84	8,878,642.72
Gain (Loss) on Exchange Rate		(18,599,856.28)	52,861,190.17	(18,599,856.28)	52,861,190.17
Distribution Costs		(73,620,539.46)	(74,729,643.18)	(69,614,008.37)	(69,356,935.60)
Administrative Expenses		(118,965,780.74)	(120,469,547.68)	(95,812,034.13)	(87,787,922.76)
Loss from Impairment and Reversal in Trade Receivables		(20,601,637.85)	8,332,206.47	(20,601,637.85)	8,332,206.47
Loss from Impairment and Reversal in Advance Payment for Inventories		-	29,288,273.88	-	-
Less from Impairment of investments in Associate and Subsidiary		-	-	(158,204,190.02)	-
Share of Profit (Loss) of Associate		(89,302,651.26)	154,860,924.26	-	-
Finance Costs		(57,977,272.07)	(74,164,284.29)	(57,804,325.04)	(72,465,804.24)
PROFIT (LOSS) BEFORE INCOME TAX		(69,464,985.26)	245,068,401.78	(123,765,766.78)	3,492,843.29
Income Tax (Expense) Revenue	24.1	(62,488,076.80)	(33,116,260.83)	(26,116,998.92)	(1,363,885.62)
PROFIT (LOSS) FOR THE PERIOD		(131,953,062.06)	211,952,140.95	(149,882,765.70)	2,128,957.67
OTHER COMPREHENSIVE INCOME (EXPENSE)					
Items that will not be subsequently reclassified to Profit or Loss	24.2				
Share of Other Comprehensive Income (Expense) of Associate - net of tax		-	562,812.50	-	-
Gain (Loss) on Remeasurement of Defined Benefit Plans - net of tax		(72,675.10)	(1,077,887.00)	(72,841.79)	(3,000,934.09)
Total Items that will not be subsequently reclassified to Profit or Loss - net of tax		(72,675.10)	(515,074.50)	(72,841.79)	(3,000,934.09)
TOTAL OTHER COMPREHENSIVE INCOME (EXPENSE) FOR THE YEAR - NET OF TAX		(72,675.10)	(515,074.50)	(72,841.79)	(3,000,934.09)
TOTAL COMPREHENSIVE INCOME (EXPENSE) FOR THE YEAR		(132,025,737.16)	211,437,066.45	(149,955,607.49)	(871,976.42)
Profit (Loss) Attributable to					
Shareholders of the Parent		(130,572,366.42)	215,505,487.72		
Non - Controlling Interests		(1,380,695.64)	(3,553,346.77)		
PROFIT (LOSS) FOR THE YEAR		(131,953,062.06)	211,952,140.95		
Total Comprehensive Income (Expense) Attributable to					
Shareholders of the Parent		(130,645,108.19)	214,543,388.62		
Non - Controlling Interests		(1,380,628.97)	(3,106,322.17)		
Total Comprehensive Income (Expense) for the Period		(132,025,737.16)	211,437,066.45		
Basic Earnings (Loss) Per Share	25	(0.118)	0.196	(0.136)	0.002

Note to the interim financial information are an integral part of this interim financial information



THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the year ended 31 December 2020
CONSOLIDATED FINANCIAL STATEMENTS

	Notes	Attribute to Owners of the Parent							Non-Controlling Interests	Total
		Retained Earnings		Other Components of Shareholder's equity			Shareholders of the Parent Company			
		Appropriated Legal reserve	Unappropriated	Discount on Change of Interest in Subsidiaries	Baht	Baht				
								Share Premiums on Ordinary Shares		
Issued and Paid-Up Share Capital	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	
Beginning Balance as at 1 January 2020		551,030,080.00	947,941,495.95	38,270,000.00	450,390,860.47	(203,824,430.79)	1,783,808,005.63	7,139,062.62	1,790,947,068.25	
Cumulative Effects of Changes in Accounting Policies due to the Adoption of New Financial Reporting Standards	4	-	-	-	(8,536,887.42)	-	(8,536,887.42)	-	(8,536,887.42)	
Balance as at 1 January 2020 (Restated)		551,030,080.00	947,941,495.95	38,270,000.00	441,853,973.05	(203,824,430.79)	1,775,271,118.21	7,139,062.62	1,782,410,180.83	
Transactions with Owners										
Contributions by and Distributions to Owners of the Company										
Increase (Decrease) Ordinary Shares	20	612.50	3,675.00	-	-	-	4,287.50	-	4,287.50	
Dividend	22	-	-	-	(33,060,947.55)	-	(33,060,947.55)	-	(33,060,947.55)	
Total Contributions by and Distributions to Owners of the Company		612.50	3,675.00	-	(33,060,947.55)	-	(33,056,660.05)	-	(33,056,660.05)	
Total Transactions with Owners		612.50	3,675.00	-	(33,060,947.55)	-	(33,056,660.05)	-	(33,056,660.05)	
Total Comprehensive Income (Expense) for the Year										
Profit (Loss) for the Year		-	-	-	(130,572,366.42)	-	(130,572,366.42)	(1,380,695.64)	(131,953,062.06)	
Other Comprehensive Income (Expense) for the Year		-	-	-	(72,741.77)	-	(72,741.77)	66.67	(72,675.10)	
Total Comprehensive Income (Expense) for the Year		-	-	-	(130,645,108.19)	-	(130,645,108.19)	(1,380,628.97)	(132,025,737.16)	
Ending Balance as at 31 December 2020		551,030,692.50	947,945,170.95	38,270,000.00	278,147,917.31	(203,824,430.79)	1,611,569,349.97	5,758,433.65	1,617,327,783.62	

Note to the interim financial information are an integral part of this interim financial information

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2020

CONSOLIDATED FINANCIAL STATEMENTS

	Notes	Attribute to Owners of the Parent										Non-Controlling Interests	Total
		Issued and Paid-Up Share Capital	Share Premiums on Ordinary Shares	Retained Earnings		Other Components of Shareholder's equity			Total Shareholders of the Parent Company				
				Appropriated Legal reserve	Unappropriated	Discount on Change of Interest in Subsidiaries	Baht	Baht	Baht				
										Baht	Baht		
Beginning Balance as at 1 January 2019		551,030,080.00	947,941,495.95	38,160,000.00	324,119,900.65	(203,824,430.79)			1,657,427,045.81	10,245,384.79	1,667,672,430.60		
Transactions with owners													
Contributions by and Distributions to Owners of the Company													
Appropriated Legal Reserve	21	-	-	110,000.00	(110,000.00)	-			-	-	-		
Dividend Payment	22	-	-	-	(88,162,428.80)	-			(88,162,428.80)	-	(88,162,428.80)		
Total Contributions by and Distributions to Owners of the Company		-	-	110,000.00	(88,272,428.80)	-			(88,162,428.80)	-	(88,162,428.80)		
Total Transactions with Owners of the Company		-	-	110,000.00	(88,272,428.80)	-			(88,162,428.80)	-	(88,162,428.80)		
Total Comprehensive Income (Expense) for the Year													
Profit (Loss) for the Year		-	-	-	215,505,487.72	-			215,505,487.72	(3,553,346.77)	211,952,140.95		
Other Comprehensive Income (Expense) for the Year		-	-	-	(962,099.10)	-			(962,099.10)	447,024.60	(515,074.50)		
Total Comprehensive Income (Expense) for the Year		-	-	-	214,543,388.62	-			214,543,388.62	(3,106,322.17)	211,437,066.45		
Ending Balance as at 31 December 2019		551,030,080.00	947,941,495.95	38,270,000.00	450,390,860.47	(203,824,430.79)			1,783,808,005.63	7,139,062.62	1,790,947,068.25		

Note to the interim financial information are an integral part of this interim financial information



THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2020

SEPARATE FINANCIAL STATEMENT

	Notes	Issued and	Share	Retained Earnings		Total
		Paid-Up	Premiums on Ordinary Shares	Appropriated	Unappropriated	
				Baht	Baht	
Beginning Balance as at 1 January 2020		551,030,080.00	947,941,495.95	38,270,000.00	255,688,943.31	1,792,930,519.26
Cumulative Effects of Changes in Accounting Policies due to the Adoption of New Financial Reporting Standards	4	-	-	-	(8,457,934.39)	(8,457,934.39)
Balance as at 1 January 2020 (Restated)		551,030,080.00	947,941,495.95	38,270,000.00	247,231,008.92	1,784,472,584.87
Transactions with Owners						
Contributions by and Distributions to Owners of the Company						
Increase (Decrease) Ordinary Shares	20	612.50	3,675.00	-	-	4,287.50
Dividend	22	-	-	-	(33,060,947.55)	(33,060,947.55)
Total Contributions by and Distributions to Owners of the Company		612.50	3,675.00	-	(33,060,947.55)	(33,056,660.05)
Total Transactions with Owners		612.50	3,675.00	-	(33,060,947.55)	(33,056,660.05)
Total Comprehensive Income (Expense) for the Year						
Profit (Loss) for the Year		-	-	-	(149,882,765.70)	(149,882,765.70)
Other Comprehensive Income (Expense) for the Year		-	-	-	(72,841.79)	(72,841.79)
Total Comprehensive Income (Expense) for the Year		-	-	-	(149,955,607.49)	(149,955,607.49)
Ending Balance as at 31 December 2020		551,030,692.50	947,945,170.95	38,270,000.00	64,214,453.88	1,601,460,317.33

Note to the interim financial information are an integral part of this interim financial information

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the year ended 31 December 2020

SEPARATE FINANCIAL STATEMENT

	Notes	Issued and	Share	Retained Earnings		Total
		Paid-Up	Premiums	Unappropriated		
				Appropriated	Legal reserve	
		Share Capital	on Ordinary Shares	Baht	Baht	Baht
Beginning Balance as at 1 January 2019		Baht				
551,030,080.00		551,030,080.00	947,941,495.95	38,160,000.00	344,833,348.53	1,881,964,924.48
Transactions with owners						
Contributions by and Distributions to Owners of the Company						
Appropriated Legal Reserve	21	-	-	110,000.00	(110,000.00)	-
Dividend Payment	22	-	-	-	(88,162,428.80)	(88,162,428.80)
Total Contributions by and Distributions to Owners of the Company						
		-	-	110,000.00	(88,272,428.80)	(88,162,428.80)
Total Transactions with Owners of the Company						
		-	-	110,000.00	(88,272,428.80)	(88,162,428.80)
Total Comprehensive Income (Expense) for the Year						
Profit (Loss) for the Year		-	-	-	2,128,957.67	2,128,957.67
Other Comprehensive Income (Expense) for the Year		-	-	-	(3,000,934.09)	(3,000,934.09)
Total Comprehensive Income (Expense) for the Year						
		-	-	-	(871,976.42)	(871,976.42)
Ending Balance as at 31 December 2019						
		551,030,080.00	947,941,495.95	38,270,000.00	255,688,943.31	1,792,930,519.26

Note to the interim financial information are an integral part of this interim financial information



THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOW

For the year ended 31 December 2020

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	Notes	31 December 2020	31 December 2019	31 December 2020
		Baht	Baht	Baht
CASH FLOW FROM OPERATING ACTIVITIES				
Profit (Loss) for the year		(131,953,062.06)	211,952,140.95	(149,882,765.70)
Adjustment to Reconcile Profit (Loss) for the year				
Cash Received (Used) from Operation :				
Income Tax (Expense) Revenue		62,488,076.80	33,116,260.83	26,116,998.92
Depreciation and Amortization		96,204,134.45	97,653,387.98	95,326,075.99
Amortization of Leasehold Rights		181,737.00	181,737.00	181,737.00
Loss from Impairment of Trade Receivables (Reversal)		20,601,637.85	(8,332,206.47)	20,601,637.85
Loss from Decline in Value of Inventories (Reversal)		(39,160,593.14)	30,307,598.42	(39,160,593.14)
Loss from Impairment on Advance Payment for Inventories (Reversal)		(2,766,960.00)	(29,288,273.88)	-
Loss from Impairment on Investment in Associate and Subsidiary		-	-	158,204,190.02
Unrealised (Gain) Loss on Exchange Rate		(185,676.83)	3,477,234.46	(185,676.83)
Unrealised (Gain) Loss on Changes in Fair Value of				
Temporary Investments		-	(48.54)	-
Loss from Sales of Temporary Investments		-	47.78	-
Loss from Amortization of Withholding Tax		668,119.14	1,913,155.89	-
(Gain) Loss from Sales of Fixed Assets		(484,191.06)	4,262,060.57	(79,951.41)
Loss from Amortization of Fixed Assets		62,667.57	71,682.31	59,492.85
Loss on Inter-Outstanding Balance with Associate		-	(38,286.60)	-
Loss from Employee Benefit Payment		-	1,813,400.76	-
Share of (Gain) Loss of Associate		89,302,651.26	(154,860,924.26)	-
Employee Benefit Expenses		3,171,285.97	4,111,828.06	2,259,465.00
Dividend Receivables		-	-	(19,999,920.00)
Interest Income		(86,975.59)	(196,027.71)	(14,902,919.56)
Interest Expenses		57,977,272.07	74,164,284.29	57,804,325.04
Profit from Operating Activities before Changes in				
Operating Assets and Liabilities		156,020,123.43	270,309,051.84	136,342,096.03
(Increase) Decrease in Operating Assets				
Trade and Other Current Receivables		486,886,604.08	(44,230,534.59)	472,883,449.64
Inventories		370,217,532.76	(77,093,051.43)	370,217,532.76
Advances Payment for Inventories		3,608,418.74	28,989,507.28	841,458.74
Other Non - Current Assets		-	(88,768.23)	-
Increase (Decrease) in Operating Liabilities				
Trade and Other Current Payables		4,353,595.29	39,023,175.96	12,869,711.44
Advance Received for Inventories		(17,355,379.50)	4,170,634.24	(17,355,379.50)
Non-Current Provisions for Employee Benefit		(787,143.00)	(2,608,151.00)	(691,623.00)
Other Non-Current Liabilities		71,082.00	(12,114.00)	-
Cash Received (Paid) from Operating Activities		1,003,014,833.80	218,459,750.07	975,107,246.11
Cash Received from Interest		86,975.59	196,027.71	78,616.30
Cash Received from Income Tax		1,463,163.50	-	-
Cash Paid for Income Tax		(4,727,391.63)	(21,539,375.69)	(1,027,049.24)
Net Cash Provided from (Used in) Operating Activities		999,837,581.26	197,116,402.09	974,158,813.17

Note to the interim financial information are an integral part of this interim financial information

THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOW

For the year ended 31 December 2020

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		31 December 2020	31 December 2019	31 December 2020	31 December 2019
		Baht	Baht	Baht	Baht
CASH FLOW FROM INVESTING ACTIVITIES					
Cash Received in Dividends of Subsidiary		-	-	19,999,920.00	-
Cash Received from Temporary Investments		-	0.76	-	0.76
Cash Received from Short - Term Loans to Subsidiaries		-	-	28,000,000.00	194,500,000.00
Cash Paid from Short - Term Loans to Subsidiaries		-	-	(36,000,000.00)	(60,000,000.00)
Cash Paid for Investment in Associate		-	(2,000,000.00)	-	(2,000,000.00)
Cash Paid for Purchase of Fixed Assets		(10,298,704.54)	(18,933,901.46)	(10,218,942.04)	(18,379,274.46)
Cash Received from Disposal of Fixed Assets		648,457.95	2,853,901.87	93,457.95	1,951,401.87
Cash Paid for Purchase of Right-of-Use Assets		(1,710,000.00)	-	-	-
Cash Paid for Purchase of Other Intangible Assets		(8,315,252.50)	(592,200.00)	(8,315,252.50)	(592,200.00)
Cash Received from Interest Income for Short-Term Loans to Subsidiaries		-	-	14,874,860.32	20,327,547.94
Net Cash Provided from (Used in) Investing Activities		(19,675,499.09)	(18,672,198.83)	8,434,043.73	135,807,476.11
CASH FLOW FROM FINANCING ACTIVITIES					
Increase (Decrease) in Bank Overdrafts and Short-Term Borrowings from Financial Institutions		(788,494,430.87)	65,475,256.61	(788,494,430.87)	65,475,256.61
Cash Received from Short - Term Borrowings from Subsidiary		-	-	3,400,000.00	17,500,000.00
Cash Paid from Short - Term Borrowings from Subsidiary		-	-	(1,260,000.00)	-
Cash Paid for Lease Liabilities		(37,303,765.45)	(19,594,408.01)	(39,860,046.88)	-
Cash Paid in Interest Expenses		(58,583,344.21)	(75,279,098.77)	(58,410,397.18)	(73,580,618.72)
Cash Received from Issuance of Ordinary Share		4,287.50	-	4,287.50	-
Cash Paid in Dividend		(33,074,582.60)	(88,028,461.89)	(33,074,582.60)	(88,028,461.89)
Net Cash Provided from (Used in) Financing Activities		(917,451,835.63)	(117,426,712.06)	(917,695,170.03)	(78,633,824.00)
Net Increase (Decrease) in Cash and Cash Equivalents		62,710,246.54	61,017,491.20	64,897,686.87	65,159,674.88
Cash and Cash Equivalents at The Beginning of the year		136,673,501.41	75,656,010.21	127,018,254.21	61,858,579.33
Cash and Cash Equivalents at The Ending of the year	6	199,383,747.95	136,673,501.41	191,915,941.08	127,018,254.21

Note to the interim financial information are an integral part of this interim financial information



THE STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2020

1. General Information

1.1 Company Information

THE STEEL PUBLIC COMPANY LIMITED became a public company limited on 3 July 2006 and listed on the Stock Exchange of Thailand on 9 August 2007 with the Company registration number 0107549000106. Its head office is situated at 1401 Eagachai Rd., Bang Bon Tai Sub-district, Bang Bon District, Bangkok, Thailand and have four branches constitution. The Company's major shareholder is Jirapongtrakul family and Ngamchamnanrith family in 51.15% and 17.96%, respectively.

The Company main businesses activities are selling and transforming hot rolled coils and sheets and structural steels.

1.2 Coronavirus disease 2019 Pandemic

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

2. Basis in Preparation of Financial Statements

2.1 The financial statements have been prepared in accordance with Thai Financial Reporting Standards including related interpretations and guidelines promulgated by the Federation of Accounting Professions, applicable rules and regulations of the Securities and Exchange Commission and the Stock Exchange of Thailand.

2.2 The financial statements were presented in compliance with the notification of Department of Business Development relating to determination of abbreviated items in the financial statements.

- 2.3 In order to prepare the financial statements to comply with Thai Financial Reporting Standards, the management of the Company has to make some estimates and assumptions which may have an effect on the amount shown for revenues, expenses, assets and liabilities and also on the disclosures concerning to assets and contingent liabilities, therefore the actual result may differ from the estimated amount.
- 2.4 The financial report in Thai language is the official statutory financial report of the Company. The financial report in English language has been translated from the Thai language financial report.

3. Basis in Preparation of Consolidated Financial Statements

- 3.1 In preparation of the consolidated financial statements, the Company will only take its subsidiaries which are under the control of THE STEEL PUBLIC COMPANY LIMITED. As at 31 December 2020 and 2019, the Company has the investment ratio in the subsidiaries as follows:

Name of the entity	Type of business	% Ownership interest	
		2020	2019
The Steel Logistic Co., Ltd.	Logistic service	60.00	60.00
The Steel Industry Co., Ltd.	Manufacturing and distributing pipe	99.99	99.99
Liberty Steel Siam Co., Ltd.	Selling hot rolled coils and structural steels	99.99	99.99

- 3.2 The accounting period of the subsidiaries is ended on the same date as THE STEEL PUBLIC COMPANY LIMITED.
- 3.3 Subsidiaries are fully consolidated, from the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.
- 3.4 The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.
- 3.5 Material balances and transactions between the Company and its subsidiaries have been eliminated from the consolidated financial statements.
- 3.6 Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and equity in the consolidated statement of financial position.



4. Applied New and Revised Financial Reporting Standards

4.1 New Financial Reporting Standards that became Effective in the Current Period

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

Financial Reporting Standards Related to Financial Instruments

TFRS 7	Financial Instruments: Disclosures
TFRS 9	Financial Instruments
TAS 32	Financial Instruments: Presentation
TFRIC 16	Hedges of a Net Investment in a Foreign Operation
TFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

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

The impact of the adoption of these standards on the Group's financial statements is as recognition of credit losses

- The Group is to recognise an allowance for expected credit losses on its financial assets, and they are no longer necessary for a credit - impaired event to have occurred. The Group apply simplified approach to consider impairment of trade receivables. The Group's management has considered that the recognition of credit losses does not have any significant impact on the consolidated and separate financial statements as at 1 January 2020.

TFRS 16 Leases

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

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

The Group adopted these financial reporting standards using the modified retrospective method of initial adoption of which the cumulative effect is recognised as an adjustment to the retained earnings as at 1 January 2020, and the comparative information was not restated. The cumulative effect of the change in accounting policies is described in Note 4.3.

4.2 Financial Reporting Standards that will become Effective for Fiscal Years Beginning on or After 1 January 2021

New accounting standards, financial reporting standards, accounting standards interpretations, financial reporting standard interpretations and accounting guidance, which are not yet effective for the current accounting periods that the Company has not early adopted.

However, the management of the Company is in the process of assessing the impact on the financial report from the adoption of above new financial reporting standards in the period when they become effective.

4.3 Cumulation effects of changes in accounting policies due to the adoption of new financial reporting standard

As described in Note 4.1, during the current period, the Group have adopted financial reporting standards related to financial instruments and TFRS 16. The cumulative effect of initially applying these financial reporting standards is recognised as an adjustment to retained earnings as at 1 January 2020. Therefore, the comparative information was not restated.

Consolidated Financial Statements				
The impacts				
	As at	TFRS 9	TFRS 16	As at
	31 December 2019			1 January 2020
	Baht	Baht	Baht	Baht
Statement of Financial Position				
<u>Current Assets</u>				
Trade and Other Current Receivables	2,015,037,187.02	(10,572,417.96)	-	2,004,464,769.06
<u>Non - Current Assets</u>				
Property, Plant and Equipment	1,089,897,174.83	-	(78,803,443.02)	1,011,093,731.81
Right-of-Use Assets	-	-	80,163,608.02	80,163,608.02
Deferred Tax Asset	98,803,906.01	2,114,483.59	19,738.26	100,938,127.86



Consolidated Financial Statements				
The impacts				
	As at	TFRS 9	TFRS 16	As at
	31 December 2019			1 January 2020
	Baht	Baht	Baht	Baht
<u>Current Liability</u>				
Current Portion of Lease Liabilities	20,136,631.09	-	409,995.82	20,546,626.91
<u>Non-Current Liability</u>				
Lease Liabilities	14,623,558.90	-	1,048,860.50	15,672,419.40
<u>Shareholders' equity</u>				
Retained Earnings - Unappropriated	450,390,860.47	(8,457,934.37)	(78,953.05)	441,853,973.05
Separate Financial Statements				
The impacts				
	As at	TFRS 9	TFRS 16	As at
	31 December 2019			1 January 2020
	Baht	Baht	Baht	Baht
Statement of Financial Position				
<u>Current Assets</u>				
Trade and Other Current Receivables	1,980,464,707.41	(10,572,417.96)	-	1,969,892,289.45
<u>Non-Current Assets</u>				
Deferred Tax Assets	57,354,074.31	2,114,483.59	-	59,468,557.90
Right-of-use Assets	-	-	50,309,066.56	50,309,066.56
<u>Current Liability</u>				
Current Portion of Lease Liabilities	-	-	39,860,046.87	39,860,046.87
<u>Non-Current Liability</u>				
Lease Liabilities	-	-	10,449,019.69	10,449,019.69
<u>Shareholders' equity</u>				
Retained Earnings - Unappropriated	255,688,943.31	(8,457,934.39)	-	247,231,008.92

Financial Instruments

The classifications, measurement basis and carrying values of financial assets and financial liabilities in accordance with TFRS 9 as at 1 January 2020, and with the carrying amounts under the former basis, are as follows:

	Consolidated Financial Statements			
	Classification and Measurement			
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total
	Baht	Baht	Baht	Baht
As at 1 January 2020				
<u>Financial Assets</u>				
Cash and Cash Equivalents	-	-	136,673,501.41	136,673,501.41
Trade and Other Current Receivables	-	-	2,004,464,769.06	2,004,464,769.06
<u>Financial Liabilities</u>				
Bank Overdrafts and Short-Term				
Borrowings from Financial Institutions	-	-	3,138,206,866.35	3,138,206,866.35
Trade and Other Current Payables	-	-	309,086,477.02	309,086,477.02
Lease Liabilities	-	-	36,219,046.31	36,219,046.31
	Separate Financial Statements			
	Classification and Measurement			
	Fair value through profit or loss	Fair value through other comprehensive income	Amortised cost	Total
	Baht	Baht	Baht	Baht
As at 1 January 2020				
<u>Financial Assets</u>				
Cash and Cash Equivalents	-	-	127,018,254.21	127,018,254.21
Trade and Other Current Receivables	-	-	1,969,892,289.45	1,969,892,289.45
Short-term Loans to Subsidiaries	-	-	281,000,000.00	281,000,000.00
<u>Financial Liabilities</u>				
Bank Overdrafts and Short-Term				
Borrowings from Financial Institutions	-	-	3,138,206,866.35	3,138,206,866.35
Trade and Other Current Payables	-	-	302,521,163.88	302,521,163.88
Short-term Borrowing to Subsidiaries	-	-	17,500,000.00	17,500,000.00
Lease Liabilities	-	-	50,309,066.56	50,309,066.56



Leases

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

	Consolidated Financial Statements Baht	Separate Financial Statements Baht
Operating lease commitments disclosed as at 31 December 2019	160,000.00	24,500,000.00
<u>Less:</u> Short-term lease agreements and service agreements included in the office building lease agreements	-	-
<u>Add</u> Purchase or Extension Options Reasonably Certain to be Exercised	1,440,000.00	26,800,000.00
<u>Less:</u> Deferred interest expenses	(141,143.68)	(990,933.44)
Increase in lease liabilities due to TFRS 16 adoption	1,458,856.32	50,309,066.56
lease liabilities as at 31 December 2019	34,760,189.99	-
lease liabilities as at 1 January 2020	36,219,046.31	50,309,066.56
Comprise of:		
Current lease liabilities	20,546,626.91	39,860,046.87
Non-current lease liabilities	15,672,419.40	10,449,019.69
	36,219,046.31	50,309,066.56

5. Summary of Significant Accounting Policies

5.1 Measurements bases used in the Preparation of Financial Statements

Measurement bases used in the preparation of financial statements are historical cost measurement basis and combination of variety measurement bases used. Some assets and liabilities that use other measurement bases have been disclosed the measurement bases used in the particular accounting policies.

5.2 Foreign Currencies

Items denominated in foreign currencies are recorded in Baht at the prevailing exchange rate when the transactions occur, and their balances of assets and liabilities at the ended of period are converted into Baht by closing rate as at ended period. Profit or loss arising from such conversion is shown as revenues or expense in the statement of comprehensive income for that period.

5.3 Financial Instruments

Accounting policies adopted since 1 January 2020

The Group initially measures financial assets at its fair value plus, in the case of financial assets that are not measured at fair value through profit or loss, transaction costs. However, trade receivables, that do not contain a significant financing component are measured at the transaction price as disclosed in the accounting policy relating to revenue recognition.

Classification and measurement of financial assets

The Group classified financial assets at initial recognition, as to be subsequently measured at amortised cost, fair value through other comprehensive income (“FVOCI”), or fair value through profit or loss (“FVTPL”). The classification of financial assets at initial recognition is driven by the Company’s business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial Assets at Amortised Cost

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

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

Financial Liabilities

All financial liabilities are measured subsequently at amortized cost.

Derecognition of Financial Instruments

A financial asset is primarily derecognised when the rights to receive cash flows from the asset have expired or have been transferred and either the Group has transferred substantially all the risks and rewards of the asset, or the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

Impairment of Financial Assets

For trade receivables and contract assets, the Group applies a simplified approach in calculating ECLs. Therefore, the Group does not track changes in credit risk, but instead recognises a loss



allowance based on lifetime ECLs at each reporting date. It is based on its historical credit loss experience and adjusted for forward-looking factors specific to the debtors and the economic environment.

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

Offsetting of Financial Instruments

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

Accounting policies adopt before 1 January 2020

Trade and Other Current Receivables

Trade and other current receivables are stated at the net realizable value.

5.4 Cash and Cash Equivalents

Cash and cash equivalents include bank deposit in type of current accounts, saving accounts and not over 3 months fixed accounts without guarantee obligation.

5.5 Inventories

Inventories are stated at the lower of cost or net realisable value. Cost is determined by the weighted average method. 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 charges, less all attributable discounts, allowances or rebates. The cost of finished goods comprises raw materials, direct labour, other direct costs and related production overheads, the latter being allocated on the basis of normal operating activities. Net realisable value is the estimate of the selling price in the ordinary course of business, less the costs of completion and selling expenses.

5.6 Investment

- Investments in subsidiaries and associated are reported by using the cost method of accounting in the separate financial statements.
- Investments in associated are reported by using the equity method of accounting in the consolidated financial statements.

A test for impairment is carried out when there is a factor indicating that an investment might be impaired. If the carrying value of the investment is higher than its recoverable amount, impairment loss is charged to the statement of comprehensive income.

5.7 Investment property

Investment property, which is property held to earn rentals or for capital appreciation is measured initially at its costs, including transaction cost. Subsequent to initial recognition, investment property is measured at cost deducted by accumulated impairment loss (if any).

5.8 Property, Plant and Equipment

Property, plant and equipment are recorded at initial cost deducted by the accumulated depreciation and the accumulated impairment loss (if any). Depreciation is calculated on a straight-line basis over the approximate useful-life as follows:

Buildings and structures	5 - 32 Years
Machineries and equipment	5 - 10 Years
Fixtures and office equipment	5 Years
Motor vehicles	5 - 15 Years

Depreciation of assets occurred during the usage period of producing the other fixed assets is calculated and capitalized as a part of the cost of that other assets and it would be ceased when that other fixed assets is ready for its intended use.

The Company did not carry depreciation for land, land improvements and assets under construction.

Replacement cost will be capitalized as a part of carrying amount of assets when it is probable that the Company will obtain the future economic benefits from that transaction and able to measure the cost of that transaction reliably. Replacement cost will be depreciated by the basis of estimated useful-life. Repair and maintenance expenses are recognized as expenses during the period that they are incurred.

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 net proceeds and the carrying amount and recognized as revenue or expense in profit or loss of that period.

5.9 Other Intangible Assets

Computer Software License

Acquired computer software license are recorded as assets by the costs incurred to acquire and bring that software to intended use. These costs are amortized over 5 years estimated useful-live.



5.10 Leasehold Rights

Leasehold rights is the prepaid rental payment under the operating lease contract to recorded at initial cost deducted by the accumulated amortized and the accumulated impairment loss (if any). Amortized is calculated on a straight-line basis over the lease term of 7 years and 7 months.

5.11 Borrowing Costs

Interest expenses is the borrowing costs for acquiring the assets for several projects. The Group recorded interest expenses into the portion of construction assets and it will stop to record when the construction is finished.

5.12 Impairment of Non – Financial Assets

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

Impairment loss is recognized as expenses in profit or loss immediately.

Calculation of Recoverable Amount

- The recoverable amount is the higher of the asset's fair value less cost to sell of asset or the cash-generating unit or its value in use.
- In assessing value in use of an asset by estimating the present value of future cash flows generated by the asset, discounted using a pre-tax discount rate which reflects current market assessments of the time value of money and the risks specific to the asset.
- The asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Reversals of Impairment Loss

- The loss on impairment of assets recognized in the prior period will be reversed if the estimation for indicated recoverable amount changes since the last impairment loss was recognized just to be the carrying amount of the asset not exceed the carrying amount that would have been determine (net of depreciation or amortization), if no impairment loss had been recognized.
- Reversals of impairment loss will be recognized as income in profit or loss immediately.

5.13 Employee Benefits

Short-Term Employee Benefits

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

Long-Term Employee Benefits

- Defined contribution plans

The Group and employees of the Group have jointly established a provident fund so as to pay to employees on termination in accordance with the fund's rules, which include the monthly contributions from employees and the Group. The planned assets of each plan are separated from the Group's assets. The Group recognizes the contribution as expense in statement of comprehensive income for the accounting period which the transaction incurred.

- Defined benefit plans

The Group recognizes provision for post-employment employee benefits or retirement employee benefits to employees under the labor laws applicable in Thailand which is defined benefit plans. Provision for employee benefits is calculated by an independent actuary in accordance with the actuarial technique, and discounted benefits by the projected unit credit method. The expected future cash flows shall reflect employee salaries, turnover rate, mortality rate, length of service and others. The Company presents provision for employee benefits as non-current liabilities. The costs associated with employee benefits are recognized in the statement of comprehensive income so as to spread the cost over the employment period.

Gain or loss on remeasurement for post-employment benefits will be recognized in other comprehensive income (expense).

5.14 Provision

Provision will be recognized when the Group has a present legal or constructive obligation as a result of past events which 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. Reimbursement is recognized as a separate asset, when, and only when it is virtually certain that reimbursement will be received if the Group settles the obligation, but not exceed the amount of related provision.

5.15 Leases

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



The Group assesses the lease term for the non-cancellable period as stipulated in lease contract or the remaining period of active leases together with any period covered by an option to extend the lease if it is reasonably certain to be exercised or any periods covered by an option to terminate the lease if it is reasonably certain not to be exercise by considering the effect of changes in technology and/or the other circumstance relating to the extension of the lease term.

The Group as a lessee

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

Right-of-use Assets

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

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

Lease Liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of the lease payments to be made over the lease term, discounted by the interest rate implicit in the lease or the Group's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification or reassessment.

Short-term Leases and Leases of low-value Assets

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

The Group as a lessor

Operating leases

A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership of an underlying asset to a lessee. Lease receivables from operating leases is recognised as income in profit or loss on a straight-line basis over the lease term. Initial direct costs incurred in obtaining an operating lease are added to the carrying amount of the underlying assets and recognised as an expense over the lease term on the same basis as the lease income

5.16 Appropriation of Legal Reserve

The appropriation of legal reserve is attributable to the Public Limited Companies Act B.E. 2535 which the Company will appropriate legal reserve when it is approved at the board of directors which will report to the next meeting of shareholders. This legal reserve is not available for dividend distribution.

5.17 Recognition of Revenues

- Revenue from sales are recognized when the control of goods are transferred to the buyer.
- Revenue from service is recognized by the stage of completion of service rendered.
- Rental income is recognized on a straight-line basis over the period and rate specified in the lease.
- Interest income is recognized by the effective interest rate method.
- Other incomes are recognized on accrual basis.

5.18 Recognition of Expenses

- Expenses are recognized on accrual basis.

5.19 Income Taxes

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

Current Tax

Current tax is recognized at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation, using the tax rates enacted at the end of reporting period.



Deferred tax

Deferred tax is recognized by the statement of financial position liability method, based on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of reporting period.

Deferred tax asset is recognized only to the extent that it is probable that future taxable profit will be available against which the asset can be utilized. Deferred tax assets are reduced to the extent

5.20 Earnings (Loss) per Share

Basic earnings (loss) per share are calculated by dividing the profit (loss) with the weighted average number of ordinary shares held by outside shareholders outstanding during the year and diluted earnings per share is calculated by dividing profit (loss) for the year adjustment with the effect of item related to diluted ordinary shares by the weighted average number of already issued and fully paid shares during the year plus number of ordinary shares which may be issued in order to convert all diluted ordinary shares to ordinary shares.

5.21 Fair Value Measurement

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

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

Level 1 inputs are quoted prices in active market for identical assets or liabilities that the Company can access at the measurement date.

Level 2 inputs are other observable inputs either directly or indirectly, for the assets or liabilities other than quoted price included within Level 1 inputs.

Level 3 inputs are unobservable inputs for the assets and liabilities.

At the end of each reporting period, the Company will determine the necessary of any transfers between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

5.22 Significant Accounting Judgments and Estimates

The preparation of financial statements in conformity with financial reporting standards requires management to make judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures in the financial statements which the actual results may differ from these estimates. Significant judgements and estimates are as follows:

Allowance for Expected Credit Losses of Trade Receivables

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

Net Realizable Value of Inventories

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

Depreciation of Plant and Equipment

The management is required to make estimates of the useful lives and residual values of the Company's plant and equipment and to review estimate useful lives and residual values when there are any changes.

Lease

Determining the Lease Term with Extension and Termination Options

In determining the lease term, the management is required to exercise judgement in assessing whether the Group is reasonably certain to exercise the option to extend or terminate the lease considering all relevant facts and circumstances that create an economic incentive for the Group to exercise either the extension or termination option.



Impairment of Non - Financial Asset

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

Other Intangible Asset

Other intangible assets are systematically amortized over their estimated useful lives, and are subject to impairment if there is an indication they may be impaired.

Provision for Post-Employment Benefits

Liabilities on post-employment benefits are calculated by actuarial technique, from the present value of expected future cash flows discounted by yields on the government bonds which have terms to maturity similar to the terms of such liabilities. The expected future cash flows are estimated from employee salaries, turnover rate, mortality rate, length of service and others related demographic factors. In determining the discount rate, the management of the Company has to use judgment in the consideration of the interest rate which reflecting the present economic circumstances.

Deferred Tax Assets

The management of the Company has to use judgment in the consideration to recognize deferred tax assets by estimating the future taxable profit in each period and assess the probable that the Group will have sufficient future taxable profit which can be utilised.

6. Cash and Cash Equivalents

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Cash	289,494.90	237,010.99	73,004.40	43,950.28
Cheque on hand	7,390,043.93	14,157,873.49	7,390,043.93	14,157,873.49
Bank deposit – Current accounts	35,124,697.09	70,325,495.11	34,265,589.29	64,924,840.11
Bank deposit – Savings accounts	156,579,512.03	51,953,121.82	150,187,303.46	47,891,590.33
Total	<u>199,383,747.95</u>	<u>136,673,501.41</u>	<u>191,915,941.08</u>	<u>127,018,254.21</u>

7. Trade and Other Current Receivables

Consisted of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Trade and Note Receivables	1,631,526,949.15	2,090,304,874.93	1,624,895,164.13	2,068,797,361.71
<u>Less</u> Allowance for Loss from				
Impairment	(154,372,616.15)	(123,198,560.34)	(154,364,366.15)	(123,190,310.34)
Trade Receivables-Net	1,477,154,333.00	1,967,106,314.59	1,470,530,797.98	1,945,607,051.37
Other Receivables	19,822,194.13	47,930,872.43	5,825,846.92	34,857,656.04
Total	1,496,976,527.13	2,015,037,187.02	1,476,356,644.90	1,980,464,707.41

As at 31 December 2020 and 2019, trade and note receivables were classified by aging as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Within due period	952,885,409.15	1,501,327,054.50	948,487,197.36	1,490,651,476.14
Trade and Note Receivables over due period :				
Less than 3 months	156,034,903.42	398,239,622.40	153,809,580.19	387,415,937.54
Over 3 months to 6 months	14,170,797.92	47,366,515.02	14,170,797.92	47,366,515.02
Over 6 months to 12 months	370,908,165.08	13,718,707.15	370,908,165.08	13,718,707.15
Over over 12 months	137,527,673.58	129,652,975.86	137,519,423.58	129,644,725.86
Total	1,631,526,949.15	2,090,304,874.93	1,624,895,164.13	2,068,797,361.71
<u>Less</u> Allowance for Loss from				
Impairment	(154,372,616.15)	(123,198,560.34)	(154,364,366.15)	(123,190,310.34)
Net	1,477,154,333.00	1,967,106,314.59	1,470,530,797.98	1,945,607,051.37

As at 31 December 2020 and 2019, other receivables consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Advance Payment	587,611.10	573,396.68	237,094.10	357,602.68
Revenue Department Receivable	12,864,256.03	31,167,688.59	-	18,993,551.56
Others	6,370,327.00	16,189,787.16	5,588,752.82	15,506,501.80
Total	19,822,194.13	47,930,872.43	5,825,846.92	34,857,656.04



For the year ended 31 December 2020 and 2019, the movement of allowance for loss from impairment account was as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended 31 December 2020	For the year ended 31 December 2019	For the year ended 31 December 2020	For the year ended 31 December 2019
	Baht	Baht	Baht	Baht
Beginning Balance	(123,198,560.34)	(131,530,766.81)	(123,190,310.34)	(131,522,516.81)
Impact of First-Time Adoption of TFRS 9 As at 1 January 2020	(10,572,417.96)	-	(10,572,417.96)	-
Increased During the year	(28,310,175.04)	(12,162,158.72)	(28,310,175.04)	(12,162,158.72)
Decreased During the year	7,708,537.19	20,494,365.19	7,708,537.19	20,494,365.19
Ending Balance	<u>(154,372,616.15)</u>	<u>(123,198,560.34)</u>	<u>(154,364,366.15)</u>	<u>(123,190,310.34)</u>

8. Inventories/Advance Payment for Inventories

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2020	As at 31 December 2019	As at 31 December 2020	As at 31 December 2019
	Baht	Baht	Baht	Baht
Finished Goods	974,157,933.88	1,346,855,910.68	974,157,933.88	1,346,855,910.68
Work in Process	343,935.30	1,128,889.17	343,935.30	1,128,889.17
Supplies	4,974,921.35	4,257,397.47	4,974,921.35	4,257,397.47
Total	<u>979,476,790.53</u>	<u>1,352,242,197.32</u>	<u>979,476,790.53</u>	<u>1,352,242,197.32</u>
<u>Less</u> Allowance for Decline in Value of Inventories	<u>(1,056,418.72)</u>	<u>(40,217,011.86)</u>	<u>(1,056,418.72)</u>	<u>(40,217,011.86)</u>
Net	<u>978,420,371.81</u>	<u>1,312,025,185.46</u>	<u>978,420,371.81</u>	<u>1,312,025,185.46</u>
Cost of Inventories to Recognized Expenses and Total to Cost of Sales				
- Cost of Sales	7,189,816,362.91	9,990,563,855.81	7,141,388,955.04	9,360,759,558.71
- Decline in Net Realizable Value	<u>(39,160,593.14)</u>	<u>30,307,598.42</u>	<u>(39,160,593.14)</u>	<u>30,307,598.42</u>
Net	<u>7,150,655,769.77</u>	<u>10,020,871,454.23</u>	<u>7,102,228,361.90</u>	<u>9,391,067,157.13</u>

For the year ended 31 December 2020 and 2019, the movement of allowance for decline in value of inventories was as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended 31 December 2020	For the year ended 31 December 2019	For the year ended 31 December 2020	For the year ended 31 December 2019
	Baht	Baht	Baht	Baht
Beginning Balance	(40,217,011.86)	(9,909,413.44)	(40,217,011.86)	(9,909,413.44)
Increased During the year	(21,611,115.39)	(96,180,313.18)	(21,611,115.39)	(96,180,313.18)
Decreased During the year	60,771,708.53	65,872,714.76	60,771,708.53	65,872,714.76
Ending Balance	(1,056,418.72)	(40,217,011.86)	(1,056,418.72)	(40,217,011.86)

As at 31 December 2020 and 2019, advance payments for inventories consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at 31 December 2020	As at 31 December 2019	As at 31 December 2020	As at 31 December 2019
	Baht	Baht	Baht	Baht
Advance Payments for Inventories	195,240,139.17	198,848,557.91	733.26	842,192.00
<u>Less Allowance for Loss from</u>				
Impairment	(195,239,405.91)	(198,006,365.91)	-	-
Net	733.26	842,192.00	733.26	842,192.00

For the year ended 31 December 2020 and 2019, the movement of allowance for loss from impairment and allowance for decline in value of advance payments for inventories was as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended 31 December 2020	For the year ended 31 December 2019	For the year ended 31 December 2020	For the year ended 31 December 2019
	Baht	Baht	Baht	Baht
Beginning Balance	(198,006,365.91)	(227,294,639.79)	-	-
Increased During the period	-	-	-	-
Decreased During the period	2,766,960.00	29,288,273.88	-	-
Ending Balance	(195,239,405.91)	(198,006,365.91)	-	-

9. Investments in Associate

9.1 Details of Associate

Consolidated Financial Statements							
Company's name	Issued and Paid-up Capital Baht	Percentage of Shareholding		Equity Method As at		Dividend Income For the year ended	
		2020	2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
		%	%	Baht	Baht	Baht	Baht
Prime Steel Mill Co., Ltd.	1,000,000,000.00	50	50	406,837,992.98	495,768,576.48	-	-
Blox Co., Ltd.	10,000,000.00	20	20	930,321.90	1,302,389.66	-	-
Total				407,768,314.88	497,070,966.14	-	-

Separate Financial Statements							
Company's name	Issued and Paid-up Capital Baht	Percentage of Shareholding		Cost Method As at		Dividend Income For the year ended	
		2020	2019	31 December 2020	31 December 2019	31 December 2020	31 December 2019
		%	%	Baht	Baht	Baht	Baht
Prime Steel Mill Co., Ltd.	1,000,000,000.00	50	50	410,000,000.00	410,000,000.00	-	-
Blox Co., Ltd.	10,000,000.00	20	20	2,000,000.00	2,000,000.00	-	-
Total				412,000,000.00	412,000,000.00	-	-
Less: Allowance for Loss from Impairment				(1,069,678.10)	-	-	-
Net				410,930,321.90	412,000,000.00	-	-

9.2 The Financial Information of Associate

Summary financial information of significant associate is as follows:

	Prime Steel Mill Co., Ltd.		Blox Co., Ltd.	
	As at 31 December 2020 Baht	As at 31 December 2019 Baht	As at 31 December 2020 Baht	As at 31 December 2019 Baht
Current Assets	408,123,409.00	861,759,891.00	3,576,969.57	5,241,700.43
Non-Current Assets	1,913,208,093.00	2,021,188,320.00	2,863,760.12	3,168,539.18
Current Liabilities	(1,308,478,709.00)	(1,503,184,058.00)	(1,789,120.20)	(1,898,291.31)
Non-Current Liabilities	(199,161,752.00)	(374,537,756.00)	-	-
Net Assets	813,691,041.00	1,005,226,397.00	4,651,609.49	6,511,948.30

	Prime Steel Mill Co., Ltd.		Blox Co., Ltd.	
	For the year ended	For the year ended	For the year ended	For the year ended
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Total Revenue	3,700,070,673.00	6,948,297,886.00	3,229,344.73	972,251.45
Total Expenses	(3,891,606,029.00)	(6,631,228,294.00)	(5,089,683.54)	(4,460,303.15)
Profit (Loss) for the year	(191,535,356.00)	317,069,592.00	(1,860,338.81)	(3,488,051.70)
Other Comprehensive Income (Expense)				
for the year	-	1,125,625.00	-	-
Total Comprehensive Income (Expense)				
for the year	(191,535,356.00)	318,195,217.00	(1,860,338.81)	(3,488,051.70)

Movements of investments in associates for the years ended 31 December 2020 and 2019 are as follow:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended	For the year ended	For the year ended	For the year ended
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Balance as at 1 January,	497,070,966.14	339,608,942.78	412,000,000.00	410,000,000.00
Increase in Investments	-	2,000,000.00	-	2,000,000.00
Allowance for Loss from Impairment	-	-	(1,069,678.10)	-
Share of profit (loss) of Investment				
Equity Method	(89,302,651.26)	154,860,924.26	-	-
Share of Other Comprehensive Income				
(Expense) of Associate	-	562,812.50	-	-
Share of Profit(Loss) in Inventories	-	38,286.60	-	-
Balance as at 31 December,	407,768,314.88	497,070,966.14	410,930,321.90	412,000,000.00



The reconciliation of the above financial information with the carrying amount of interest in associate which is recognized in the financial statements in which the equity method is applied is as follows:

	Prime Steel Mill Co., Ltd.		Blox Co., Ltd.	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Net Assets	813,691,041.00	1,005,226,397.00	4,651,609.49	6,511,948.30
Investments Ratio (%)	50	50	20	20
Carrying Amount of Investments	406,845,520.50	502,613,198.50	930,321.90	1,302,389.66
Share of Profit (Loss) in Inventories	(7,527.52)	(6,844,622.02)	-	-
Ending Carrying Amount	406,837,992.98	495,768,576.48	930,321.90	1,302,389.66

10. Investments in Subsidiaries

Consisted of:

Company's name	Type of business	Issued and			Cost Separate Financial Statements method	
		Paid-up	Percentage of Shareholding		As at	As at
		Capital	2020	2019	31 December 2020	31 December 2019
		Baht '000	%	%	Baht	Baht
The Steel Logistic Co., Ltd.	Logistic services	10,000	60	60	6,000,000.00	6,000,000.00
The Steel Industry Co., Ltd.	Manufacturing and distributing pipe	50,000	99.99	99.99	50,900,000.00	50,900,000.00
Liberty Steel Siam Co., Ltd.	Selling hot rolled coils and structural steels	450,000	99.99	99.99	297,500,005.00	297,500,005.00
Total					354,400,005.00	354,400,005.00
Less Allowance for Impairment						
Investment					(266,947,223.76)	(109,812,711.84)
Net					87,452,781.24	244,587,293.16

For the year ended 31 December 2020 and 2019, the movements of allowance for impairment investment were as follows:

	Separate Financial Statements	
	For the year ended 31 December 2020	For the year ended 31 December 2019
	Baht	Baht
Beginning Balance	(109,812,711.84)	(109,812,711.84)
Increased During the year	(157,134,511.92)	-
Decreased During the year	-	-
Ending Balance	<u>(266,947,223.76)</u>	<u>(109,812,711.84)</u>

11. Investment Property

Consisted of:

	Consolidated/Separate Financial Statements		
	Land	Building and improvement	Total
	Baht	Baht	Baht
Beginning Balance as at 1 January 2018			
Cost	-	-	-
<u>Less</u> Accumulated Depreciation	-	-	-
Carrying Amount	-	-	-
Transactions during the year ended 31 December 2019			
Transfer in	83,747,132.00	67,866,066.99	151,613,198.99
Depreciation recognized in Profit (Loss) for the year	-	(897,093.18)	(897,093.18)
Accumulated Depreciation for transfer in	-	(14,343,947.63)	(14,343,947.63)
Ending Carrying Amount	83,747,132.00	52,625,026.18	136,372,158.18
Ending Balance as at 31 December 2019			
Cost	83,747,132.00	67,866,066.99	151,613,198.99
<u>Less</u> Accumulated Depreciation	-	(15,241,040.81)	(15,241,040.81)
Carrying Amount	83,747,132.00	52,625,026.18	136,372,158.18
Transactions during the year ended 31 December 2020			
Depreciation recognized in Profit (Loss) for the year	-	(3,568,870.65)	(3,568,870.65)
Ending Carrying Amount	83,747,132.00	49,056,155.53	132,803,287.53



	Consolidated/Separate Financial Statements		
	Land	Building and improvement	Total
	Baht	Baht	Baht
Ending Balance as at 31 December 2020			
Cost	83,747,132.00	67,866,066.99	151,613,198.99
Less Accumulated Depreciation	-	(18,809,911.46)	(18,809,911.46)
Carrying Amount	83,747,132.00	49,056,155.53	132,803,287.53

As at 31 December 2020 and 2019, the Company have fair value of land and building and building improvement in amount of Baht 130.36 million and Baht 133.70 million, respectively. Hereby, the Company has measured the fair value from the appraisal result by the independence appraiser with market comparison approach method, which is Level 3 inputs.

12. Property Plant, and Equipment

Consist of:

	Consolidated Financial Statements					
	Land	Building and improvement	Machine and factory equipment	Vehicles	Assets in progress	Total
	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2018						
Costs	439,180,889.43	719,924,732.09	434,546,418.82	276,133,721.39	304,623.09	1,894,245,286.86
Less Accumulated Depreciation	-	(201,467,442.11)	(255,767,153.89)	(108,955,661.02)	-	(584,068,998.00)
Carrying Amount	439,180,889.43	518,457,289.98	178,779,264.93	167,178,060.37	304,623.09	1,310,176,288.86
Transactions During the Year ended 31 December 2019						
Purchase	-	-	6,282,829.46	11,590,091.67	318,880.42	18,933,901.46
Transfer in	-	-	1,410,568.10	-	-	1,410,568.10
Transfer out	(83,747,132.00)	(67,866,066.99)	-	-	-	(151,613,198.99)
Disposal	-	-	(28,860,241.08)	(10,865,101.10)	-	(39,732,783.28)
Write off	-	-	(341,172.53)	-	-	(447,317.72)
Depreciation for the Year	-	(32,938,187.73)	(44,191,754.91)	(16,896,447.77)	-	(96,166,687.48)
Accumulated Depreciation for Transfer out	-	14,343,947.63	-	-	-	14,343,947.63
Accumulated Depreciation for Disposal	-	-	28,711,683.50	3,902,548.25	-	32,616,820.84
Accumulated Depreciation for Write off	-	-	311,851.10	-	-	375,635.41
Ending Carrying Amount	355,433,757.43	431,996,982.89	142,103,028.57	154,909,151.42	623,503.51	1,089,897,174.83
As at 31 December 2019						
Costs	355,433,757.43	652,058,665.10	413,038,402.77	276,858,711.96	623,503.51	1,722,796,456.43
Less Accumulated Depreciation	-	(220,061,682.21)	(270,935,374.20)	(121,949,560.54)	-	(632,899,281.60)
Carrying Amount	355,433,757.43	431,996,982.89	142,103,028.57	154,909,151.42	623,503.51	1,089,897,174.83

Consolidated Financial Statements

	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Assets in progress	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
As at 1 January 2020							
Costs	355,433,757.43	652,058,665.10	293,765,998.35	24,783,415.66	276,858,711.96	623,503.51	1,603,524,052.01
Less Accumulated Depreciation	-	(220,061,682.21)	(230,466,412.80)	(19,952,664.65)	(121,949,560.54)	-	(592,430,320.20)
Carrying Amount	355,433,757.43	431,996,982.89	63,299,585.55	4,830,751.01	154,909,151.42	623,503.51	1,011,093,731.81
Transactions During the Year ended 31 December 2020							
Purchase	-	-	7,864,552.62	538,404.07	1,725,760.74	169,987.11	10,298,704.54
Transfer in	-	-	2,916,161.71	-	-	-	2,916,161.71
Transfer out	-	-	-	-	-	(368,287.68)	(368,287.68)
Disposal	-	-	-	-	(2,441,947.66)	-	(2,441,947.66)
Write off	-	-	(243,820.97)	(2,672,977.28)	-	-	(2,916,798.25)
Depreciation for the Year	-	(30,043,818.01)	(29,150,999.18)	(1,911,018.02)	(18,087,849.77)	-	(79,193,684.98)
Accumulated Depreciation for Disposal	-	-	-	-	2,277,680.77	-	2,277,680.77
Accumulated Depreciation for Write off	-	-	223,183.25	2,630,947.43	-	-	2,854,130.68
Ending Carrying Amount	355,433,757.43	401,953,164.88	44,908,662.98	3,416,107.21	138,382,795.50	425,202.94	944,519,690.94
As at 31 December 2020							
Costs	355,433,757.43	652,058,665.10	304,302,891.71	22,648,842.45	276,142,525.04	425,202.94	1,611,011,884.67
Less Accumulated Depreciation	-	(250,105,500.22)	(259,394,228.73)	(19,232,735.24)	(137,759,729.54)	-	(666,492,193.73)
Carrying Amount	355,433,757.43	401,953,164.88	44,908,662.98	3,416,107.21	138,382,795.50	425,202.94	944,519,690.94
Depreciation for the year ended 31 December 2019 (Included in Cost of Sales amount of Baht 58.01 million, the rest included in Administrative Expenses)							96,166,687.48
Depreciation for the year ended 31 December 2020 (Included in Cost of Sales amount of Baht 34.56 million, the rest included in Administrative Expenses)							79,193,684.98



Separate Financial Statements

	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Assets in progress	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
As at 31 December 2018							
Costs	392,030,066.00	586,345,766.25	219,472,814.39	19,241,094.23	31,313,852.76	180,000.00	1,248,583,593.63
<u>Less Accumulated Depreciation</u>	-	(166,412,515.17)	(164,562,224.08)	(14,398,712.62)	(21,853,139.10)	-	(367,226,590.97)
Carrying Amount	392,030,066.00	419,933,251.08	54,910,590.31	4,842,381.61	9,460,713.66	180,000.00	881,357,002.66
Transactions During the Year ended 31 December 2019							
Purchase	-	-	6,282,829.46	714,019.91	11,063,544.67	318,880.42	18,379,274.46
Transfer in	-	-	1,410,568.10	-	-	-	1,410,568.10
Transfer out	(83,747,132.00)	(67,866,066.99)	-	-	-	-	(151,613,198.99)
Disposal	-	-	(28,484,741.08)	-	(1,098,560.75)	-	(29,583,301.83)
Write off	-	-	(341,172.53)	(86,833.84)	-	-	(428,006.37)
Depreciation for the Year	-	(27,105,918.58)	(23,467,387.25)	(1,598,190.43)	(3,403,674.29)	-	(55,575,170.55)
Accumulated Depreciation for Transfer out	-	14,343,947.63	-	-	-	-	14,343,947.63
Accumulated Depreciation for Disposal	-	-	28,484,738.08	-	1,053,951.90	-	29,538,689.98
Accumulated Depreciation for Write off	-	-	311,851.10	44,481.96	-	-	356,333.06
Ending Carrying Amount	308,282,934.00	339,305,213.14	39,107,276.19	3,915,859.21	17,075,975.19	498,880.42	708,186,138.15
As at 31 December 2019							
Costs	308,282,934.00	518,479,699.26	198,340,298.34	19,868,280.30	41,278,836.68	498,880.42	1,086,748,929.00
<u>Less Accumulated Depreciation</u>	-	(179,174,486.12)	(159,233,022.15)	(15,952,421.09)	(24,202,861.49)	-	(378,562,790.85)
Carrying Amount	308,282,934.00	339,305,213.14	39,107,276.19	3,915,859.21	17,075,975.19	498,880.42	708,186,138.15

Separate Financial Statements

As at 31 December 2019

	Land	Building and improvement	Machine and factory equipment	Office equipment	Vehicles	Assets in progress	Total
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Costs	308,282,934.00	518,479,699.26	198,340,298.34	19,868,280.30	41,278,836.68	498,880.42	1,086,748,929.00
Less Accumulated Depreciation	-	(179,174,486.12)	(159,233,022.15)	(15,952,421.09)	(24,202,861.49)	-	(378,562,790.85)
Carrying Amount	308,282,934.00	339,305,213.14	39,107,276.19	3,915,859.21	17,075,975.19	498,880.42	708,186,138.15
Transactions During the Year ended 31 December 2020							
Purchase	-	-	7,817,098.12	506,096.07	1,725,760.74	169,987.11	10,218,942.04
Transfer in	-	-	2,916,161.71	-	-	-	2,916,161.71
Transfer out	-	-	-	-	-	(368,287.68)	(368,287.68)
Disposal	-	-	-	-	(560,747.66)	-	(560,747.66)
Write off	-	-	(190,006.47)	(2,656,177.28)	-	-	(2,846,183.75)
Depreciation for the Year	-	(24,211,548.87)	(20,486,149.14)	(1,425,090.81)	(4,920,844.90)	-	(51,043,633.72)
Accumulated Depreciation for Disposal	-	-	-	-	547,241.12	-	547,241.12
Accumulated Depreciation for Write off	-	-	172,538.47	2,614,152.43	-	-	2,786,690.90
Ending Carrying Amount	308,282,934.00	315,093,664.27	29,336,918.88	2,954,839.62	13,867,384.49	300,579.85	669,836,321.11

As at 31 December 2020

Costs	308,282,934.00	518,479,699.26	208,883,551.70	17,718,199.09	42,443,849.76	300,579.85	1,096,108,813.66
Less Accumulated Depreciation	-	(203,386,034.99)	(179,546,632.82)	(14,763,359.47)	(28,576,465.27)	-	(426,272,492.55)
Carrying Amount	308,282,934.00	315,093,664.27	29,336,918.88	2,954,839.62	13,867,384.49	300,579.85	669,836,321.11
Depreciation for the year ended 31 December 2019 (Included in Cost of Sales amount of Baht 50.55 million, the rest included in Administrative Expenses)							
Depreciation for the year ended 31 December 2020 (Included in Cost of Sales amount of Baht 34.56 million, the rest included in Administrative Expenses)							55,575,170.55
							51,043,633.72

As at 31 December 2019, the subsidiary has mortgaged the land with buildings at the carrying amount of Baht 78.80 million, as collateral the credit facilities for overdrafts and short-term borrowings with a financial institution.

As at 31 December 2019, the subsidiaries has a part of assets from as assets which is obtained under the finance lease agreements at the carrying amount of Baht 61.49 million. The Company provided guarantees on liabilities under finance lease agreements from a financial institution to subsidiaries.

13. Right-of-Use Assets and Lease Liabilities

13.1. Right-of-Use Assets

Consist of:

	Consolidated Financial Statements			
	Building	Machine	Vehicle	Total
	Baht	Baht	Baht	Baht
As at 1 January 2020				
Cost	1,360,165.00	119,272,404.42	-	120,632,569.42
<u>Less</u> Accumulated Amortization	-	(40,468,961.40)	-	(40,468,961.40)
Carrying Amount	1,360,165.00	78,803,443.02	-	80,163,608.02
Transactions During the Year				
Ended 31 December 2020				
Increase	-	-	17,100,000.00	17,100,000.00
Amortization for the Year	(408,049.50)	(11,927,238.55)	(610,012.81)	(12,945,300.86)
Ending Carrying Amount	952,115.50	66,876,204.47	16,489,987.19	84,318,307.16
As at 31 December 2020				
Cost	1,360,165.00	119,272,404.42	17,100,000.00	137,732,569.42
<u>Less</u> Accumulated Amortization	(408,049.50)	(52,396,199.95)	(610,012.81)	(53,414,262.26)
Carrying Amount	952,115.50	66,876,204.47	16,489,987.19	84,318,307.16



	Separate Financial Statements		
	Land	Machine	Total
	Baht	Baht	Baht
As at 1 January 2020			
Cost	7,355,748.12	42,953,318.44	50,309,066.56
<u>Less</u> Accumulated Amortization	-	-	-
Carrying Amount	7,355,748.12	42,953,318.44	50,309,066.56
Transactions During the Year Ended 31 December 2020			
Amortization for the Year	(5,884,598.50)	(34,362,654.75)	(40,247,253.25)
Carrying Amount	1,471,149.62	8,590,663.69	10,061,813.31
As at 31 December 2020			
Cost	7,355,748.12	42,953,318.44	50,309,066.56
<u>Less</u> Accumulated Amortization	(5,884,598.50)	(34,362,654.75)	(40,247,253.25)
Carrying Amount	1,471,149.62	8,590,663.69	10,061,813.31

13.2. Lease Liabilities

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Lease Liabilities				
Current	3,370,145.73	20,136,631.09	10,449,019.68	-
Non-Current	10,935,135.12	14,623,558.90	-	-
Total Lease Liabilities	14,305,280.85	34,760,189.99	10,449,019.68	-

The following are the amounts recognized in profit or loss:

	Consolidated Financial Statements	Separate Financial Statements
	For the year ended 31 December 2020	For the year ended 31 December 2020
	Baht	Baht
Depreciation of Right-of-Use Assets	12,945,300.85	40,247,253.25
Interest Expense on Lease Liabilities	2,476,021.47	939,953.12
Expense relating to Short-term Lease	115,116.00	55,116.00
Total	15,536,438.32	41,242,322.37

14. Intangible Assets

Consist of:

	Consolidated Financial Statements	Separate Financial Statements
	Computer Programs	Computer Programs
	Baht	Baht
As at 31 December 2018		
Costs	2,988,702.74	2,770,902.74
<u>Less</u> Accumulated Amortization	(1,864,835.13)	(1,741,678.63)
Carrying Amount	1,123,867.61	1,029,224.11
Transactions During the Year Ended 31 December 2019		
Purchase	592,200.00	592,200.00
Amortization for the Year	(489,420.76)	(459,461.16)
Ending Carrying Amount	1,226,646.85	1,161,962.95
As at 31 December 2019		
Costs	3,580,902.74	3,363,102.74
<u>Less</u> Accumulated Amortization	(2,354,255.89)	(2,201,139.79)
Carrying Amount	1,226,646.85	1,161,962.95



	Consolidated Financial Statements Computer Programs Baht	Separate Financial Statements Computer Programs Baht
Transactions During the Year Ended 31 December 2020		
Purchase	-	-
Work in process	8,315,252.50	8,315,252.50
Amortization for the Year	(496,277.97)	(466,318.37)
Ending Carrying Amount	9,045,621.38	9,010,897.08
As at 31 December 2020		
Costs	11,896,155.24	11,678,355.24
<u>Less</u> Accumulated Amortization	(2,850,533.86)	(2,667,458.16)
Carrying Amount	9,045,621.38	9,010,897.08

15. Deferred Tax Assets

Deferred income taxes are calculated on temporary differences, using the liability method and applying a principal tax rate of 20%. The deferred taxation related to the temporary differences between the carrying amounts and the tax bases of assets and liabilities of the Group are summarized below:

	Consolidated Financial Statements				
	As at 31 December 2019 Baht	The effect of TFRS 9 And TFRS 16 Baht	Recognized in profit or (loss) for the year Baht	Recognized in other comprehensive income (expense) Baht	As at 31 December 2020 บาท
Deferred Tax Assets					
Trade and Other Current					
Receivables	24,638,062.07	2,114,483.59	4,120,327.57	-	30,872,873.23
Inventories	8,043,402.37	-	(7,832,118.63)	-	211,283.74
Advance Payment for Inventories	39,601,273.18	-	(39,601,273.18)	-	-
Investment in Subsidiaries	21,962,542.37	-	(21,962,542.37)	-	-
Property, Plant and Equipment	1,350,884.10	-	(76,055.22)	-	1,274,828.88
Non-Current Provisions for					
Employee Benefits	3,207,741.92	-	268,896.99	18,168.78	3,494,807.68
Lease Liabilities	-	19,738.26	1,494.66	-	21,232.92
Total	98,803,906.01	2,134,221.85	(65,081,270.18)	18,168.78	35,875,026.46
Deferred Tax Liabilities					
Property, Plant and Equipment	(7,305,102.24)	-	1,206,094.87	-	(6,099,007.37)
Lease Liabilities	(4,337,314.76)	-	4,122,337.95	-	(214,976.81)
Total	(11,642,417.00)	-	5,328,432.82	-	(6,313,984.18)
Deferred Tax	87,161,489.01	2,134,221.85	(59,752,837.36)	18,168.78	29,561,042.28

Consolidated Financial Statements				
	As at 31 December 2018	Recognized in profit or (loss) for the year	Recognized in other comprehensive income (expense)	As at 31 December 2019
	Baht	Baht	Baht	Baht
Deferred Tax Assets				
Trade and Other Current Receivables	26,304,503.36	(1,666,441.29)	-	24,638,062.07
Inventories	1,981,882.69	6,061,519.68	-	8,043,402.37
Advance Payment for Inventories	45,458,927.96	(5,857,654.78)	-	39,601,273.18
Investment in Subsidiaries	21,962,542.37	-	-	21,962,542.37
Property, Plant and Equipment	2,618,272.18	(1,267,388.08)	-	1,350,884.10
Non-Current Provisions for				
Employee Benefits	2,274,854.59	663,415.58	269,471.75	3,207,741.92
Loss of Tax	22,675,636.94	(22,675,636.94)	-	-
Total	123,276,620.09	(24,742,185.83)	269,471.75	98,803,906.01
Deferred Tax Liabilities				
Property, Plant and Equipment	(22,280,878.49)	14,975,776.25	-	(7,305,102.24)
Lease Liabilities	10,870,919.61	(15,208,234.37)	-	(4,337,314.76)
Total	(11,409,958.88)	(232,458.12)	-	(11,642,417.00)
Deferred Tax	111,866,661.21	(24,974,643.95)	269,471.75	87,161,489.01

Separate Financial Statements					
	As at 31 December 2019	The effect of TFRS 9	Recognized in profit or (loss) for the year	Recognized in other comprehensive income (expense)	As at 31 December 2020
	Baht	Baht	Baht	Baht	Baht
Deferred Tax Assets					
Trade and Other Current Receivables	24,638,062.07	2,114,483.59	4,120,327.57	-	30,872,873.23
Inventories	8,043,402.37	-	(7,832,118.63)	-	211,283.74
Investment in Subsidiaries	21,962,542.37	-	(21,962,542.37)	-	-
Non-Current Provisions for					
Employee Benefits	2,710,067.50	-	313,568.40	18,210.45	3,041,846.35
Lease Liabilities	-	-	77,441.27	-	77,441.27
Total	57,354,074.31	2,114,483.59	(25,283,323.76)	18,210.45	34,203,444.59
Deferred Tax Liabilities					
Property, Plant and Equipment	(4,099,296.50)	-	53,667.47	-	(4,045,629.03)
Total	(4,099,296.50)	-	53,667.47	-	(4,045,629.03)
Deferred Tax	53,254,777.81	2,114,483.59	(25,229,656.29)	18,210.45	30,157,815.56

	Separate Financial Statements			
	As at	Recognized in	Recognized in other	As at
	31 December 2018	profit or (loss)	comprehensive	31 December 2019
	Baht	Baht	Baht	Baht
Deferred Tax Assets				
Trade and Other Current Receivables	26,304,503.36	(1,666,441.29)	-	24,638,062.07
Inventories	1,981,882.69	6,061,519.68	-	8,043,402.37
Investment in Subsidiaries	21,962,542.37	-	-	21,962,542.37
Non-Current Provisions for Employee				
Benefits	1,493,418.00	466,415.98	750,233.52	2,710,067.50
Total	51,742,346.42	4,861,494.37	750,233.52	57,354,074.31
Deferred Tax Liabilities				
Property, Plant and Equipment	(4,134,742.18)	35,445.68	-	(4,099,296.50)
Total	(4,134,742.18)	35,445.68	-	(4,099,296.50)
Deferred Tax	47,607,604.24	4,896,940.05	750,233.52	53,254,777.81

16. Credit Facility and Guarantee

As at 31 December 2020 and 2019, the Group has credits line from Commercial bank and several financial institutions in term of bank overdrafts, trust receipts, promissory note, letter of guarantee and credits line for forward contracts as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended		For the year ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)
Overdrafts	105.00	225.00	105.00	105.00
Trust Receipts and Promissory Notes	6,270.00	6,270.00	6,270.00	6,270.00
Cheque Clearing	60.00	60.00	60.00	60.00
Letters of Guarantee	3.68	3.68	3.68	3.68
Total	6,438.68	6,558.68	6,438.68	6,438.68

17. Bank Overdrafts and Short-term Borrowings from Financial Institutions

Consisted of :

	Consolidated/ Separate Financial Statements	
	As at	As at
	31 December 2020	31 December 2019
	Baht	Baht
Bank Overdrafts	-	2,016,206.67
Trust Receipt	559,526,758.65	826,190,659.68
Promissory Notes	1,790,000,000.00	2,310,000,000.00
Total	<u>2,349,526,758.65</u>	<u>3,138,206,866.35</u>

The consolidated and separate financial statements as at 31 December 2020 and 2019, trust receipts is carried by interest rates of 1.65% – 1.70% and 0.59% – 2.48% per annum respectively. The ownership of merchandise purchased from the contract performance of trust receipt is still belonged to the commercial bank until there will be repayment of trust receipt to the commercial bank.

The consolidated and separate financial statement as at 31 December 2020 and 2019, short term borrowings from the financial institutes is borrowing in term of promissory note, carried interest rate of 1.60% – 2.65% and 2.18% – 3.08% per annum respectively.

18. Trade and Other Current Payables

Consisted of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	<u>Baht</u>	<u>Baht</u>	<u>Baht</u>	<u>Baht</u>
Trade Payables	259,273,185.72	269,420,341.40	257,843,119.57	262,493,295.68
Other Payables	53,547,179.38	39,666,135.62	56,928,048.58	40,027,868.20
Total	<u>312,820,365.10</u>	<u>309,086,477.02</u>	<u>314,771,168.15</u>	<u>302,521,163.88</u>

As at 31 December 2020 and 2019, other payables consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Accrued Interest	1,072,819.50	1,678,891.64	1,072,819.50	1,678,891.64
Accrued Commission Expenses	9,754,055.03	4,911,103.59	9,754,055.03	4,911,103.59
Other Payables	5,484,321.83	1,151,112.53	5,405,234.34	1,063,786.53
Accrued Expenses	23,943,380.91	31,925,027.86	27,403,337.60	32,374,086.44
Revenue Department Payable	13,292,602.11	-	13,292,602.11	-
Total	53,547,179.38	39,666,135.62	56,928,048.58	40,027,868.20

19. Non-Current Provisions for Employee Benefits

Non-current provisions for employee benefits has the movement are as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended	For the year ended	For the year ended	For the year ended
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Non-Current Provisions for Employee Benefits				
at Beginning of Year	16,038,709.53	11,374,272.96	13,550,337.45	7,467,090.00
Included in Profit or Loss:				
Past Service Cost	-	1,486,412.00	-	1,321,328.00
Current Service Cost	2,744,488.00	2,232,966.41	1,910,798.00	1,325,715.41
Interest Expenses	426,797.97	392,449.65	348,667.00	267,786.67
Result (profit) loss from employee benefit payment	-	1,813,400.76	-	1,813,400.76
Included in Other Comprehensive Income:				
Gain (Loss) on Remeasurement of Defined Benefit Plans Financial Assumptions	90,843.89	-	91,052.24	-
Changes	-	1,505,555.75	-	1,246,078.61
Demographic Assumptions Changes	-	(4,824,743.00)	-	(2,126,647.00)
Experience Adjustments	-	4,666,546.00	-	4,631,736.00
Paid Employee Benefits During the Year	(787,143.00)	(2,608,151.00)	(691,623.00)	(2,396,151.00)
Non-Current Provisions for Employee Benefits				
at End of Year	18,513,696.39	16,038,709.53	15,209,231.69	13,550,337.45

For the year ended 31 December 2019, a part of past service costs to the consolidated and the separate financial statements in amount of Baht 1.49 million and Baht 1.32 million respectively, is the change in the present value of the defined benefit obligations resulting from the plan amendment so as to comply the new labour protection law which is effective on 5 May 2019 that requires the Company has to make the severance pay to the employee with the completion to 20 years or more of employment, which not less than 400 days of last wage rate.

The key assumptions used for the purposes of the actuarial valuation are summarized as follows:

	Consolidated/Separate Financial Statements	
	For the year ended	For the year ended
	31 December 2020	31 December 2019
Discount Rate	1.79 – 2.44 % per annum	1.79 – 2.44 % per annum
Average salary increase rate	2.38 – 7.52 % per annum	2.38 – 7.52 % per annum
Proportion of employees opting for early retirement	0 – 56 % per annum	0 – 56 % per annum

Sensitivity Analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the non – current provisions for employee benefits by the amounts shown as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Discount Rate				
Rate Increase 0.50 %	(672,850.00)	(636,179.00)	(553,302.00)	(531,945.00)
Rate Decrease 0.50 %	721,201.00	682,248.00	593,135.00	570,461.00
Salary Increase Rate				
Rate Increase 0.50 %	764,964.00	652,941.00	629,441.00	544,617.00
Rate Decrease 0.50 %	(719,591.00)	(615,755.00)	(592,143.00)	(513,607.00)
Turnover Rate				
Rate Increase 0.50 %	(869,741.00)	(735,044.00)	(726,785.00)	(624,756.00)
Rate Decrease 0.50 %	793,930.00	680,808.00	697,850.00	603,735.00

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

20. Share Capital

For the years ended 31 December 2020 and 2019, the Company has movements of share capital are as follows:

	For the year ended 31 December 2020			For the year ended 31 December 2019		
	Par value Per Share Baht	Number of share Shares	Amount Baht	Par value Per Share Baht	Number of share Shares	Amount Baht
Authorized Share Capital						
Beginning Ordinary Shares	0.50	1,650,015,240	825,007,620.00	0.50	1,650,015,240	825,007,620.00
Increase Ordinary Shares	-	-	-	-	-	-
Ending Ordinary Shares	0.50	1,650,015,240	825,007,620.00	0.50	1,650,015,240	825,007,620.00
Issued and Paid-up Share Capital						
Beginning Ordinary Shares	0.50	1,102,060,160	551,030,080.00	0.50	1,102,060,160	551,030,080.00
Increase to Receive	0.50	1,225	612.50	0.50	-	-
Ending Ordinary Shares	0.50	1,102,061,385	551,030,692.50	0.50	1,102,060,160	551,030,080.00

For the year ended 31 December 2020 and 2019, the Company has movements of share premium on ordinary shares are as follows:

	Consolidated/Separate Financial Statements For the year ended 31 December 2020 Baht	Consolidated/Separate Financial Statements For the year ended 31 December 2019 Baht
Beginning Share Premiums on Ordinary Shares	947,941,495.95	947,941,495.95
Increased During the Year	3,675.00	-
Decreased During the Year	-	-
Ending Share Premiums on Ordinary Shares	947,945,170.95	947,941,495.95

21. Legal Reserve

Under the provisions of the Public Company Limited Act B.E. 1992, the Company is required to appropriate at least 5 % of its annual net income after deduction of any deficit brought forward as a legal reserve until the reserve reaches 10% of the authorized capital.

In accordance with the resolution of Board of Directors Meeting no. 1/2020 held on 25 February 2020, approved allocation of net profit for year 2019 as legal reserve at least 5% in amount of Baht 0.11 million.

22. Dividend Payment

- 22.1 In accordance with the Company's board of directors meeting No. 5/2020 held on 14 August 2020, has passed the resolution to pay the interim dividend to the shareholders of 1,102,061,385 ordinary shares at Baht 0.03 per share, aggregated to in the amount of Baht 33.06 million. Moreover, there is to set the record date to receive the dividend on 28 August 2020 and the dividend will be paid on 11 September 2020.
- 22.2 Accordance with the minute of the Annual General Meeting of the Shareholders for year 2019 held on 29 April 2019, has passed the resolution to pay the dividend from the operating result for the year 2018 to the shareholders of 1,102,060,160 ordinary shares at Baht 0.05 per share, aggregated to in the amount of Baht 55.10 million. Moreover, there is to set the record date to receive the dividend on 12 March 2019 and the dividend paid on 24 May 2019.
- 22.3 Accordance with the Company's board of directors meeting No.4/2019 held on 13 August 2019, has passed the resolution to pay the interim dividend from the operating result for the first six months of the year 2019 to the shareholders of 1,102,060,160 ordinary shares at Baht 0.03 per share, aggregated to in the amount of Baht 33.06 million. Moreover, there is to set the record date to receive the dividend on 28 August 2019 and the dividend will be paid on 12 September 2019.



23. Capital Management

The management of the Group has the capital management policy to maintain a strong capital base by emphasis on planning and determining the operating strategies resulting in good business's performance and sustained good cash flows management. In addition, the Group considers investing in projects which have good rate of return, appropriate working capital management, maintain a strong financial position and appropriate investment structure as to maintain sustained future operations of the business and to maintain shareholders, investors, creditors and others interest's confidence.

24. Tax (Expenses) Income

24.1 Tax (expenses) income which are recognized in the profit for the year, consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended		For the year ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Income Tax (Expense) Revenue for				
Current Year	(2,735,239.44)	(8,141,616.88)	(887,342.63)	(6,260,825.67)
Deferred Tax				
Deferred Income Tax (Expense) Revenue	(59,752,837.36)	(24,974,643.95)	(25,229,656.29)	4,896,940.05
Income Tax (Expense) Revenue Recognized				
in Profit (Loss) for the Year	<u>(62,488,076.80)</u>	<u>(33,116,260.83)</u>	<u>(26,116,998.92)</u>	<u>(1,363,885.62)</u>

The differences between income tax (expense) revenue which were calculated from accounting profit (loss) at the tax rate for the year ended 31 December 2020 and 2019, in 20%, are as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended		For the year ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Profit before Income Tax	(69,464,985.26)	245,068,401.78	(123,765,766.78)	3,492,843.29
Income Tax (Expense) Revenue Calculated				
at the Tax Rate of 20%	13,892,997.05	(49,013,680.35)	24,753,153.36	(698,568.66)
Expenses that are Not Deductible	3,238,871.26	(825,848.23)	(32,907,593.91)	(665,316.96)
Exempted income	-	-	3,999,984.00	-
Share of Profit (Loss) of Associate	(17,860,530.25)	30,972,184.85	-	-
Deferred Tax Liabilities that Recognized in year	(214,976.81)	-	-	-
Tax Loss in Prior Year which is Unrecognized as Deferred Tax Assets	497,881.90	-	-	-
Tax Loss in The Year which is Unrecognized as Deferred Tax Assets	(337,985.41)	(3,178,159.53)	-	-
Reversal Deferred Tax Assets that Previously Recognized	(61,704,334.55)	(11,070,757.57)	(21,962,542.37)	-
Income Tax (Expense) Revenue Recognized in the Profit (Loss) for the Year	(62,488,076.80)	(33,116,260.83)	(26,116,998.92)	(1,363,885.62)

24.2 Income tax which is recognized in the other comprehensive income (expense), consist of:

	Consolidated Financial Statements		
	Amount	Income tax	Amount
	Before Tax	(Expenses) Revenues	Net of Tax
	Baht	Baht	Baht
For the Year Ended 31 December 2020			
Gain (Loss) on Remeasurement of Defined Benefit Plans	(90,843.88)	18,168.78	(72,675.10)
For the Year Ended 31 December 2019			
Share of Other Comprehensive Income (Expense) of Associate	562,812.50	-	562,812.50
Gain (Loss) on Remeasurement of Defined Benefit Plans	(1,347,358.75)	269,471.75	(1,077,887.00)

	Separate Financial Statements		
	Amount	Income tax	Amount
	Before Tax	(Expenses) Revenues	Net of Tax
	Baht	Baht	Baht
For the Year Ended 31 December 2020			
Gain (Loss) on Remeasurement of Defined Benefit Plans	(91,052.24)	18,210.45	(72,841.79)
For the Year Ended 31 December 2019			
Gain(Loss) on Remeasurement of Defined Benefit Plans	(3,751,167.61)	750,233.52	(3,000,934.09)

25. Basic Earning (Loss) Per Share

The Company is calculated basic earning (loss) per share by dividing the net profit (loss) for the parent by the weighted average number of issued as follows:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended		For the year ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
Net Profit (Loss) Attributable to Shareholders				
of the Company (Baht)	(130,572,366.42)	215,505,487.72	(149,882,765.70)	2,128,957.67
Weighted Average Number of Ordinary				
Shares During Period (Share)	1,102,061,385	1,102,060,160	1,102,061,385	1,102,060,160
Basic Earnings (Loss) per Share (Baht)	(0.118)	0.196	(0.136)	0.002

26. Expenses by Nature

Expenses by nature for the year ended 31 December 2020 and 2019, as follow:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended		For the year ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Changes in finished goods (Increase) Decrease	373,078,122.94	(75,418,305.71)	373,078,122.94	(75,418,305.71)
Purchases of finished goods	6,544,609,010.52	9,749,315,714.59	6,583,411,245.06	9,228,995,505.10
Service cost of manufacturing	741,539.30	525,356.80	741,539.30	525,356.80
Depreciation and amortization	96,204,134.45	97,653,387.98	95,326,075.99	57,031,911.46
Employee benefit Expenses	189,717,898.52	193,445,172.49	141,006,452.51	145,378,580.04
Transportation and distribution expenses	53,732,554.12	78,457,536.20	35,799,631.58	39,551,863.50
Utilities expenses	17,788,808.63	18,964,588.98	17,674,784.59	18,836,835.83
Repairs and maintenance expenditure	1,573,512.56	63,271,304.13	1,573,512.56	2,231,720.78
Commission and sales promotion	14,332,629.96	11,256,767.72	14,332,629.96	11,245,737.72

27. Segment Information

The Group is engaged in the business of manufacturing and distributing many types of coils and of logistic service. The operating segment can be classified into 2 segments as follows:

- A. Transactions relating to sales of coils
- B. Transactions relating to logistic services

In the consolidated financial statements for the year ended 31 December 2020 and 2019, information based on operating sectors is as follow:

Consolidated Financial Statements				
For the year ended 31 December 2020				
	(‘000:Baht)			
	A	B	Eliminate Items	Total
Revenue from Sales and Services				
External Customers	7,311,671	115,264	-	7,426,935
Inter-Segment	38,802	18,980	(38,807)	18,975
Total	7,350,473	134,244	(38,807)	7,445,910
Gross Profit	221,608	17,993	55,654	295,255
Other Income	102,186	717	(88,555)	14,348
Gain (Loss) on Exchange Rate	(18,600)	-	-	(18,600)
Distribution Costs	(69,614)	-	(4,007)	(73,621)
Administrative Expenses	(107,141)	(12,557)	732	(118,966)
Loss from Impairment	(20,602)	-	-	(20,602)
Share of Profit (Loss) of Associate	-	-	(89,302)	(89,302)
Finance Costs	(64,519)	(10,501)	17,043	(57,977)
Profit (Loss) Before Income Tax	43,318	(4,348)	(108,435)	(69,465)
Depreciation and Amortization	121,962	15,158	(40,916)	96,204
Assets as at 31 December 2020				
Investment in Associate	410,930	-	(3,162)	407,768
Other Assets	4,118,039	215,692	(416,028)	3,917,703
Total	4,528,969	215,692	(419,190)	4,325,471

Consolidated Financial Statements
For the year ended 31 December 2019

('000:Baht)

	A	B	Eliminate Items	Total
Revenue from Sales and Services				
External Customers	10,158,586	122,108	-	10,280,694
Inter-Segment	713,820	40,719	(754,539)	-
Total	10,872,406	162,827	(754,539)	10,280,694
Gross Profit	179,548	19,664	60,611	259,823
Other Income	84,721	605	(76,059)	9,267
Gain (Loss) on Exchange Rate	52,861	-	-	52,861
Distribution Costs	(69,357)	-	(5,373)	(74,730)
Administrative Expenses	(101,734)	(19,511)	775	(120,470)
Reversal of Loss from Impairment	37,620	-	-	37,620
Share of Profit (Loss) of Associate	-	-	154,861	154,861
Finance Costs	(84,183)	(10,421)	20,440	(74,164)
Profit (Loss) Before Income Tax	99,476	(9,663)	155,255	245,068
Depreciation and Amortization	83,927	14,081	(355)	97,653
Assets as at 31 December 2019				
Investment in Associate	412,000	-	85,071	497,071
Other Assets	5,156,664	220,398	(549,504)	4,827,558
Total	5,568,664	220,398	(464,433)	5,324,629

Major Customers' Information

For the year ended 31 December 2020 , the Group have no major customer with revenue of 10 percent or more of revenues in the consolidated financial statements.

For the year ended 31 December 2019, the Group have one major customer with revenue of 13.58 percent or more of revenues in the consolidated financial statements.

28. Financial Instruments

28.1 Policy of Financial Risk Management

The Group are not engaged in the trading of any derivative financial instruments for speculative purposes.

28.2 Interest Rate Risk

The interest rate risk arises from the fluctuation of interest rates in the future which will affected the financial performance and cash flows of the Group. The Group had financial assets and financial liabilities which it exposes to risk on interest rate as follows:

Consolidated Financial Statements					
As at 31 December 2020					
	Floating Interest Rate	Fixed Interest Rate	Non-Interest Bearing	Total	Interest Rate
	Baht	Baht	Baht	Baht	% per annum
<u>Financial Assets</u>					
Cash and Cash Equivalents	157,247,909.27	-	42,135,838.68	199,383,747.95	0.25
<u>Financial Liabilities</u>					
Bank Overdrafts	-	2,349,526,758.65	-	2,349,526,758.65	1.65-2.65
Short-term Loans from Financial Institutions	-	14,305,280.85	-	14,305,280.85	2.925-5.50

Consolidated Financial Statements					
As at 31 December 2019					
	Floating Interest Rate	Fixed Interest Rate	Non-Interest Bearing	Total	Interest Rate
	Baht	Baht	Baht	Baht	% per annum
<u>Financial Assets</u>					
Cash and Cash Equivalents	51,953,121.82	-	84,720,379.59	136,673,501.41	0.250-0.625
<u>Financial Liabilities</u>					
Bank Overdrafts	2,016,206.67	-	-	2,016,206.67	18.00
Short-term Loans from Financial Institutions	-	3,136,190,659.68	-	3,136,190,659.68	0.59-3.08
	-	34,760,189.99	-	34,760,189.99	0.16-0.23

Separate Financial Statements

As at 31 December 2020

	Floating Interest Rate	Fixed Interest Rate	Non-Interest Bearing	Total	Interest Rate
	Baht	Baht	Baht	Baht	% per annum
<u>Financial Assets</u>					
Cash and Cash Equivalents	150,187,303.46	-	41,728,637.62	191,915,941.08	0.25
Short – term Loans to Subsidiaries	-	289,000,000.00	-	289,000,000.00	5.50
<u>Financial Liabilities</u>					
Short-term Borrowings					
from Subsidiaries	-	2,349,526,758.65	-	2,349,526,758.65	1.65-2.65
Bank Overdrafts	-	19,640,000.00	-	19,640,000.00	5.50
Short-term Loans from Financial Institutions	-	10,449,019.68	-	10,449,019.68	2.925

Separate Financial Statements

As at 31 December 2019

	Floating Interest Rate	Fixed Interest Rate	Non-Interest Bearing	Total	Interest Rate
	Baht	Baht	Baht	Baht	% per annum
<u>Financial Assets</u>					
Cash and Cash Equivalents	47,891,590.33	-	79,126,663.88	127,018,254.21	0.250-0.625
Short – term Loans to Subsidiaries	-	281,000,000.00	-	281,000,000.00	5.50
<u>Financial Liabilities</u>					
Bank Overdrafts	2,016,206.67	-	-	2,016,206.67	18.00
Short-term Loans from Financial Institutions	-	3,136,190,659.68	-	3,136,190,659.68	0.59-3.08
Short-term Borrowings from Subsidiaries	-	17,500,000.00	-	17,500,000.00	5.50

28.3 Risk on Exchange Rate

The Group constitutes risk on exchange rate regarding to purchase raw material, machines and sales denominated in foreign currencies. The Group has financial assets and financial liabilities in foreign currencies as follows:

<u>Currencies</u>	Consolidated/ Separate Financial Statements			
	<u>Financial assets</u>		<u>Financial assets</u>	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
EURO	-	-	6,734,991.04	22,357,905.95
USD Dollar	-	-	6,397,225.11	502,167.02

28.4 Credit Risks

The Group constitutes credit risk related to general trading accounts receivable. However, since the Company will mainly provide credit facility to accounts receivable who have ability in debt repayment. As a result, the Company does not anticipate to receive damage that is materiality from debt collection from those accounts receivable apart from portion that already set up allowance for doubtful debt



28.5 Fair Value of Financial Instrument

As at 31 December 2020 and 1 January 2020, financial assets and financial liabilities are mainly classified in short-term and loans are bearing interest rates close to market interest rates. Thence, the management of the Company believes that the carrying amount of those financial assets and financial liabilities are immaterially differed from fair value.

Consolidated Financial Statements				
As at 31 December 2020				
	Carrying Amount			Faire Value
	FVTOCI Baht	Amortised cost Baht	Total Baht	Baht
Financial Assets				
Cash and Cash Equivalents	-	199,383,747.95	199,383,747.95	199,383,747.95
Trade and Other Current Receivables	-	1,496,976,527.13	1,496,976,527.13	1,496,976,527.13
Total Financial Assets	-	1,696,360,275.08	1,696,360,275.08	1,696,360,275.08
Financial Liabilities				
Bank Overdrafts and Short-Term				
Borrowings from Financial				
Institutions	-	2,349,526,758.65	2,349,526,758.65	2,349,526,758.65
Trade and Other Payables	-	312,820,365.10	312,820,365.10	312,820,365.10
Lease Liabilities	-	14,305,280.85	14,305,280.85	14,305,280.85
Total Financial Liabilities	-	2,676,652,404.60	2,676,652,404.60	2,676,652,404.60

Consolidated Financial Statements				
As at 1 January 2020				
	Carrying Amount			Faire Value
	FVTOCI Baht	Amortised cost Baht	Total Baht	Baht
Financial Assets				
Cash and Cash Equivalents	-	136,673,501.41	136,673,501.41	136,673,501.41
Trade and Other Current Receivables	-	2,004,464,769.06	2,004,464,769.06	2,004,464,769.06
Total Financial Assets	-	2,141,138,270.47	2,141,138,270.47	2,141,138,270.47
Financial Liabilities				
Bank Overdrafts and Short-Term				
Borrowings from Financial				
Institutions	-	3,138,206,866.35	3,138,206,866.35	3,138,206,866.35
Trade and Other Payables	-	309,086,477.02	309,086,477.02	309,086,477.02
Lease Liabilities	-	36,219,046.31	36,219,046.31	36,219,046.31
Total Financial Liabilities	-	3,483,512,389.68	3,483,512,389.68	3,483,512,389.68

Separate Financial Statements

As at 31 December 2020

	Carrying Amount			Faire Value
	FVTOCI	Amortised cost	Total	
	Baht	Baht	Baht	Baht
Financial Assets				
Cash and Cash Equivalents	-	191,915,941.08	191,915,941.08	191,915,941.08
Trade and Other Current Receivables	-	1,476,356,644.90	1,476,356,644.90	1,476,356,644.90
Short – term Loans to Susidiaries	-	289,000,000.00	289,000,000.00	289,000,000.00
Total Financial Assets	-	1,957,272,585.98	1,957,272,585.98	1,957,272,585.98
Financial Liabilities				
Bank Overdrafts and Short-Term				
Borrowings from Financial				
Institutions	-	2,349,526,758.65	2,349,526,758.65	2,349,526,758.65
Trade and Other Payables	-	314,771,168.15	314,771,168.15	314,771,168.15
Short – term Borrowing from				
Subsidiaries	-	19,640,000.00	19,640,000.00	19,640,000.00
Lease Liabilities	-	10,449,019.68	10,449,019.68	10,449,019.68
Total Financial Liabilities	-	2,694,386,946.48	2,694,386,946.48	2,694,386,946.48

Separate Financial Statements

As at 1 January 2020

	Carrying Amount			Faire Value
	FVTOCI	Amortised cost	Total	
	Baht	Baht	Baht	Baht
Financial Assets				
Cash and Cash Equivalents	-	127,018,254.21	127,018,254.21	127,018,254.21
Trade and Other Current Receivables	-	1,969,892,289.45	1,969,892,289.45	1,969,892,289.45
Short – term Loan to Susidiaries	-	281,000,000.00	281,000,000.00	281,000,000.00
Total Financial Assets	-	2,377,910,543.66	2,377,910,543.66	2,377,910,543.66
Financial Liabilities				
Bank Overdrafts and Short-Term				
Borrowings from Financial	-	3,138,206,866.35	3,138,206,866.35	3,138,206,866.35
Institutions				
Trade and Other Payables	-	302,521,163.88	302,521,163.88	302,521,163.88
Short – term Borrowing from				
Subsidiaries	-	17,500,000.00	17,500,000.00	17,500,000.00
Lease Liabilities	-	50,309,066.56	50,309,066.56	50,309,066.56
Total Financial Liabilities	-	3,508,537,096.79	3,508,537,096.79	3,508,537,096.79



28.6 Fair Value Hierarchy

The Company had the assets that were measured at fair value were disclosed using different levels of inputs as follows:

	Consolidated /Separate Financial Statements			
	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs	Total
	Baht	Baht	Baht	Baht
As at 31 December 2020				
Asset measured at Fair Value were				
disclosed Investment Property	-	-	130,360,498.92	130,360,498.92
As at 31 December 2019				
Asset measured at Fair Value were				
disclosed Investment Property	-	-	133,700,823.07	133,700,823.07

29. Related Party Transactions

The Group has significant business transactions with the related parties. Such transactions are concluded on commercial terms and bases, agreed upon between the Group and those related parties which are in ordinary course of business, are summarized as follows:

29.1 Relationship of the Company

Person and Company's name	Relationship with the Company
The Steel Logistic Co., Ltd.	Subsidiary by 60% Shareholding
The Steel Industry Co., Ltd.	Subsidiary by 99.99% Shareholding
Liberty Steel Siam Co., Ltd.	Subsidiary by 99.99% Shareholding
Prime Steel Mill Co.,Ltd.	Associate by 50% Shareholding
Blox Co.,Ltd.	Associate by 20% Shareholding
Intechsteel Co.,Ltd.	Related Entity by Common Shareholders and Directorship
(Previous Name : Precision Perfect Pipe Co.,Ltd.)	
Thaithanol Power PCL.	Related Entity by Common Directorship
Taiping Ethanol Co., Ltd.	Related Entity by Directors being Close Relative of Directors
Kim Yuan Enterprise Co., Ltd.	Related Entity by Directors and Shareholders being Close Relative of Directors
Bearings Corporation Co., Ltd.	Related Entity by Directors being Close Relative of Directors
K.S. Metaltech Co., Ltd.	Related Entity by Directors being Shareholder of Subsidiary
Kim Heng Loha Co., Ltd.	Related Entity by Directors being Relative of Directors
Kim Chua Steel Co., Ltd.	Related Entity by Directors being Relative of Directors
Kim Seng Steel Co., Ltd.	Related Entity by Shareholders being Relative of Directors

Person and Company's name	Relationship with the Company
Kim Chai Steel Co., Ltd.	Related Entity by Directors being Relative of Directors
Kim Hong Metal Co., Ltd.	Related Entity by Directors being Relative of Directors
Kim Steel & Concrete Co., Ltd	Related Entity by Directors being Relative of Directors
V. P. Steel & Wire Mesh Co., Ltd.	Related Entity by Directors Common Shareholding
Kim Logistic Co., Ltd.	Related Entity by Directors being Close Relative Directors of Related Company
Numthai Steel Co., Ltd.	Related Entity by Directors being Relative of Directors
Mahachai Soon Ruam Lek Co., Ltd.	Related Entity by Directors being Relative of Directors
K Steel Center Co., Ltd.	Related Entity by Common Shareholders
G Steel PCL.	Related Entity by Shareholders being Close Relative of Directors
G J Steel PCL.	Related Entity by being Subsidiary of Related Company
Kyoei Global Logistic (Thailand) Co., Ltd.	Related Entity by Directors being Close Relative of Directors
Kyoei Transport (Thailand) Co., Ltd.	Related Entity by Directors being Close Relative of Directors
Mr. Rujira Jirapongtrakul	Related Person by Director of Company
Mr. Suroj Jirapongtrakul	Related Person by Director of Company
Mr. Suwit Jiraphongtrakul	Related Person by Shareholding and Director of Related Company
Mrs.Wanna Sittisirinukul	Related Person by Director of Related and Shareholding of Company
Mr. Ahitthan Jirapongtrakul	Related Person by being Close Relative of Directors

29.2 Inter - Transaction

		Consolidated		Separate	
		Financial Statements		Financial Statements	
		For the year as at		For the year as at	
	Pricing Policy	31 December 2020	31 December 2019	31 December 2020	31 December 2019
		Baht	Baht	Baht	Baht
Inter-Transaction with Subsidiaries					
(Eliminated on Consolidation)					
Revenue from Sales and Rendering Services	As normal course of business prices closed to other entities	-	-	4,326.00	1,469.90
Interest Income	Interest rate 5.50 % per annum	-	-	14,824,303.26	20,308,863.00
Rental Income	contract price	-	-	420,000.00	420,000.00
Other Income	As normal course of business prices closed to other entities	-	-	2,959.58	-
Dividend Income	policy price	-	-	19,999,920.00	-
Purchase of Raw Materials and Goods and Supplies	As normal course of business prices closed to other entities	-	-	-	713,721,293.10
Transportation Expenses	As normal course of business prices closed to other entities	-	-	38,802,234.54	40,718,699.28
Rental Expenses (2020 : Lease Liability)	Agreed price and contract price	-	-	40,800,000.00	42,000,000.00
Service Cost of Manufacturing	Agreed price and contract price	-	-	11,400,000.00	13,200,000.00
Interest Expenses	Interest rate 5.50 % per annum	-	-	1,108,222.95	130,869.87

		Consolidated Financial Statements For the year as at		Separate Financial Statements For the year as at	
Pricing Policy		31 December 2020 Baht	31 December 2019 Baht	31 December 2020 Baht	31 December 2019 Baht
Inter - Transactions with Associate					
Revenue from Sales and Rendering Services	As normal course of business prices closed to other entities	507,623,961.77	1,396,256,956.84	474,239,735.20	722,425,518.60
Rental Income	Contract price	480,000.00	480,000.00	480,000.00	480,000.00
Purchase of Raw Materials and Goods and Supplies	As normal course of business prices closed to other entities	1,484,751,631.67	2,435,733,634.28	1,484,751,631.67	2,435,597,743.83
Rental to Building (2020 : Lease Liability)	Contract price	480,000.00	480,000.00	-	-
Inter - Transactions with Related Companies					
Revenue from Sales	As normal course of business prices closed to other entities	181,690,366.25	993,808,656.60	132,077,657.24	932,817,458.27
Rental Income (2020 : Lease Liability)	Contract price	7,585,345.77	1,822,457.94	7,585,345.77	1,822,457.94
Other Income	As normal course of business prices closed to other entities	309,147.77	611,549.13	309,147.77	610,549.13
Purchase of Raw Materials and Goods and Supplies	As normal course of business prices closed to other entities	1,973,539,504.06	1,956,932,156.09	961,877,832.06	682,036,063.77
Repair Expenses	As normal course of business prices closed to other entities	-	33,510.00	-	33,510.00

29.3 Inter- Outstanding Balance

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Trade Receivable				
Associates				
Prime Steel Mill Co., Ltd.	304,333,089.92	548,765,966.52	303,182,269.05	543,684,008.17
BLOX Co., Ltd.	64,863.40	25,733.50	64,863.40	25,733.50
Related Companies				
Intechsteel Co., Ltd.	41,188,200.15	6,223,887.97	40,685,623.47	5,646,836.37
Thaiethanol Power PCL.	-	39,119.20	-	39,119.20
Taiping Ethanol Co., Ltd.	3,798,016.36	-	3,889,016.36	-
K.S. Metaltech Co., Ltd.	-	18,823,334.08	-	18,823,334.08
Kim Heng Loha Co., Ltd.	200,388.55	360,986.67	200,388.55	360,986.67
Kim Chua Steel Co., Ltd.	369,925,432.57	691,012,549.35	369,925,432.57	691,012,549.35
Kim Chai Steel Co., Ltd.	1,440,442.52	1,560,963.08	1,440,442.52	1,560,963.08
Kim Hong Metal Co., Ltd.	1,214,565.56	4,809,033.03	1,214,565.56	4,809,033.03
Kim Steel & Concrete Co., Ltd	1,638,754.88	26,062,592.89	1,638,754.88	26,062,592.89
G Steel Public Co., Ltd.	3,743,917.07	2,937,645.20	-	-
Kyoei Global Logistic (Thailand) Co., Ltd.	-	10,164,665.00	-	-
Total	<u>727,547,670.98</u>	<u>1,310,786,476.49</u>	<u>722,241,353.36</u>	<u>1,292,025,156.34</u>
Cheques Receive Advanced				
Related Companies				
Kim Heng Loha Co., Ltd.	-	469,895.85	-	469,895.85
Kim Chai Steel Co., Ltd.	604,963.02	209,968.24	604,963.02	209,968.24
Kim Hong Metal Co., Ltd.	1,639,862.74	1,036,798.11	1,639,862.74	1,036,798.11
Intechsteel Co., Ltd.	21,099.00	-	21,099.00	-
Total	<u>2,265,924.76</u>	<u>1,716,662.20</u>	<u>2,265,924.76</u>	<u>1,716,662.20</u>
Other Receivable				
Associate				
Prime Steel Mill Co., Ltd.	42,800.00	42,800.00	42,800.00	42,800.00
Related Company				
Intechsteel Co., Ltd.	295,154.15	215,701.45	295,154.15	215,701.45
Total	<u>337,954.15</u>	<u>258,501.45</u>	<u>337,954.15</u>	<u>258,501.45</u>

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Short – Term Loans to				
Subsidiaries				
The Steel Logistic Co., Ltd.	-	-	177,000,000.00	187,000,000.00
The Steel Industry Co., Ltd.	-	-	112,000,000.00	94,000,000.00
Total	-	-	289,000,000.00	281,000,000.00
Accrued Interest				
Subsidiary				
The Steel Logistic Co., Ltd.	-	-	835,826.50	876,383.56
Accrued Income				
Subsidiary				
Liberty Steel Siam Co., Ltd.	-	-	60,000.00	-
Advance Payment for Inventories				
Related Companies				
G Steel Public Co., Ltd.	-	432,440.00	-	432,440.00
GJ Steel Public Co., Ltd.	733.26	409,752.00	733.26	409,752.00
Total	733.26	842,192.00	733.26	842,192.00
Trade Payables				
Associate				
Prime Steel Mill Co.,Ltd.	71,810,685.90	132,376,231.30	71,810,685.90	132,376,231.30
Related Companies				
K.S. Metaltech Co., Ltd	-	2,969,283.17	-	2,969,283.17
Intechsteel Co., Ltd.	5,093,930.11	4,679,484.45	5,093,930.11	4,679,484.45
Total	76,904,616.01	140,024,998.92	76,904,616.01	140,024,998.92
Other Payables				
Subsidiary				
The Steel Logistic Co., Ltd.	-	-	-	3,054,262.42
Associate				
Prime Steel Mill Co., Ltd.	10,272.00	10,272.00	10,272.00	10,272.00
Related Companies				
Kim Yuan Enterprise Co., Ltd.	168,471.50	198,674.39	168,471.50	198,674.39
Intechsteel Co., Ltd.	72,032.40	58,360.58	72,032.40	58,360.58
Bearings Corporation Co., Ltd.	19,723.31	520.02	19,723.31	520.02

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Total	270,499.21	267,826.99	270,499.21	3,322,089.41

Accrued Transportation

Subsidiary

The Steel Logistic Co., Ltd.	-	-	5,985,094.19	-
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Short-term loans

Subsidiary

Liberty Steel Siam Co., Ltd.	-	-	19,640,000.00	17,500,000.00
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Lease Liabilities

Subsidiary

The Steel Industry Co., Ltd.	-	-	10,500,000.00	-
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Associate

Prime Steel Mill Co., Ltd.	1,120,000.00	-	-	-
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For the year ended 31 December 2020 and 2019, the movement of short-term borrowing and accrued interest expense of subsidiaries are as follows:

	Separate Financial Statements			
	As at	Movement during the year		As at
	1 January 2020	Increase	Decrease	31 December 2020
	Baht	Baht	Baht	Baht
Short – term Loans to				
The Steel Logistic Co., Ltd.	187,000,000.00	-	(10,000,000.00)	177,000,000.00
The Steel Industry Co., Ltd.	94,000,000.00	36,000,000.00	(18,000,000.00)	112,000,000.00
Accured Interest				
The Steel Logistic Co., Ltd.	876,383.56	9,980,696.71	(10,031,253.77)	825,826.50
The Steel Industry Co., Ltd.	-	4,843,606.55	(4,843,606.55)	-
Total	281,876,383.56	50,824,303.26	(42,874,860.32)	289,825,826.50

	Separate Financial Statements			
	As at	Movement during the year		As at
	1 January 2019	Increase	Decrease	31 December 2019
	Baht	Baht	Baht	Baht
Short – term Loans to				
The Steel Logistic Co., Ltd.	192,000,000.00	-	(5,000,000.00)	187,000,000.00
The Steel Industry Co., Ltd.	146,500,000.00	-	(52,500,000.00)	94,000,000.00
Liberty Steel Siam Co., Ltd.	77,000,000.00	60,000,000.00	(137,000,000.00)	-
Accrued Interest				
The Steel Logistic Co., Ltd.	895,068.50	10,420,842.47	(10,439,527.41)	876,383.56
The Steel Industry Co., Ltd.	-	6,879,445.20	(6,879,445.20)	-
Liberty Steel Siam Co., Ltd	-	3,008,575.33	(3,008,575.33)	-
Total	416,395,068.50	80,308,863.00	(214,827,547.94)	281,876,383.56

For the year ended 31 December 2020 and 2019, the movement of short-term borrowing and accrued interest expense of subsidiary are as follows:

	Separate Financial Statements			
	As at	Movement during the year		As at
	1 January 2020	Increase	Decrease	31 December 2020
	Baht	Baht	Baht	Baht
Short-term Loan				
Liberty Steel Siam Co., Ltd.	17,500,000.00	3,400,000.00	(1,260,000.00)	19,640,000.00
Accured Interest				
Liberty Steel Siam Co., Ltd	-	1,108,222.95	(1,108,222.95)	-
Total	17,500,000.00	4,508,222.95	(2,368,222.95)	19,640,000.00

	Separate Financial Statements			
	As at	Movement during the year		As at
	1 January 2019	Increase	Decrease	31 December 2019
	Baht	Baht	Baht	Baht
Short-term Loan				
Liberty Steel Siam Co., Ltd.	-	17,500,000.00	-	17,500,000.00
Accured Interest				
Liberty Steel Siam Co., Ltd	-	130,869.87	(130,869.87)	-
Total	-	17,630,869.87	(130,869.87)	17,500,000.00

29.4 Inter – Guarantees

29.4.1 At 31 December 2019, the Company and former director has obligation from guarantee the credit facilities infrom of overdrafts facilities and short - term borrowings with the financial institutions for subsidiaries in amount of Baht 120 million.

29.4.2 As at 31 December 2020 and 2019, the Company has obligation from guarantee the credit facilities infrom of long-term borrowings credit line for business / letter of credit and overdraft facilities with the financial institutions for associate per shareholding proportion in amount of Baht 460 million equally for both periods.

29.5 Inter - Obligations

29.5.1 As at 31 December 2020 and 2019, the Company has obligations with the subsidiary as in Note 31.2, 31.5

29.5.2 As at 31 December 2020 and 2019, the subsidiary has obligations with the associate as in Note 31.4

29.6 Key Management Personal Compensation

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended		For the year ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Short – Term Employee Benefits	28,461,709.12	26,107,694.10	18,120,846.00	17,092,714.00
Post – Employee Benefits				
- Defined Contribution Plan	382,499.00	297,200.00	244,800.00	220,000.00
- Defined Benefit Plans	955,024.16	1,295,387.97	311,621.18	792,006.72
Total	<u>29,799,232.28</u>	<u>27,700,282.07</u>	<u>18,677,267.18</u>	<u>18,104,720.72</u>

Remuneration represents the benefits paid to the executive directors of the Company include monetary compensation including salary, benefits and director compensation including compensation in any other form. The Company's management are the persons who are defined under the Securities and Exchange Act.

30. Cash Flow Information

30.1 Non-Cash Flow Transaction

Consist of:

	Consolidated Financial Statements		Separate Financial Statements	
	For the year ended		For the year ended	
	31 December 2020	31 December 2019	31 December 2020	31 December 2019
	Baht	Baht	Baht	Baht
Investment property Increased from Transfer in				
Property, Plant and Equipment	-	137,269,251.36	-	137,269,251.36
Fixed Assets Increased from Transfer in				
Inventories	2,547,874.03	1,410,568.10	2,547,874.03	1,410,568.10
Gain (Loss) on Remeasurement				
of Defined Benefit Plans	-	1,347,358.75	-	3,751,167.61

30.2 Changes in Liabilities arising from Financing Activities

For the year ended 31 December 2020 and 2019, changes in liabilities arising from financing activities have the movements as follows:

	Consolidated Financial Statements			
	For the year ended 31 December 2020			
	Beginning	Changes from	Other Changes	Ending
	Carrying Amount	Financing Cash Flows		Carrying Amount
	Baht	Baht	Baht	Baht
Short - term Borrowings from				
Financial Institutions	3,138,206,866.35	(788,494,430.87)	(185,676.83)	2,349,526,758.65
Lease Liabilities				
- Current	20,546,626.91	-	(17,176,481.18)	3,370,145.73
- Non-Current	15,672,419.40	(37,303,765.45)	32,566,481.17	10,935,135.12
Accrued Interest	1,678,891.64	(58,583,344.21)	57,977,272.07	1,072,819.50
Total	3,176,104,804.30	(884,381,540.53)	73,181,595.23	2,364,904,859.00

Consolidated Financial Statements				
For the year ended 31 December 2019				
	Beginning Carrying Amount Baht	Changes from Financing Cash Flows Baht	Other Changes Baht	Ending Carrying Amount Baht
Short - term Borrowings from				
Financial Institutions	3,069,254,375.28	65,475,256.61	3,477,234.46	3,138,206,866.35
Lease Liabilities				
- Current	19,594,408.01	(19,594,408.01)	20,136,631.09	20,136,631.09
- Non-Current	34,760,189.99	-	(20,136,631.09)	14,623,558.90
Accrued Interest	2,793,706.12	(75,279,098.77)	74,164,284.29	1,678,891.64
Total	<u>3,126,402,679.40</u>	<u>(29,398,250.17)</u>	<u>77,641,518.75</u>	<u>3,174,645,947.98</u>

Separate Financial Statements				
For the year ended 31 December 2020				
	Beginning Carrying Amount Baht	Changes from Financing Cash Flows Baht	Other Changes Baht	Ending Carrying Amount Baht
Short – term Borrowings from				
Financial Institutions	3,138,206,866.35	(788,494,430.87)	(185,676.83)	2,349,526,758.65
Short - term Borrowings from				
Subsidiaries	17,500,000.00	2,140,000.00	-	19,640,000.00
Accrued Interest	1,678,891.64	(58,410,397.18)	57,804,325.04	1,072,819.50
Lease Liabilities	-	(39,860,046.88)	50,309,066.56	10,449,019.68
Total	<u>3,157,385,757.99</u>	<u>(884,624,874.93)</u>	<u>107,927,714.77</u>	<u>2,380,688,597.83</u>

Separate Financial Statements				
For the year ended 31 December 2019				
	Beginning Carrying Amount Baht	Changes from Financing Cash Flows Baht	Other Changes Baht	Ending Carrying Amount Baht
Short – term Borrowings from				
Financial Institutions	3,069,254,375.28	65,475,256.61	3,477,234.46	3,138,206,866.35
Short - term Borrowings from				
Subsidiaries	-	17,500,000.00	-	17,500,000.00
Accrued Interest	2,793,706.12	(73,580,618.72)	72,465,804.24	1,678,891.64
Total	<u>3,072,048,081.40</u>	<u>9,394,637.89</u>	<u>75,943,038.70</u>	<u>3,157,385,757.99</u>



31. Obligation and Contingent Liabilities

The Group have obligations and contingent liabilities as follows:

31.1 As at 31 December 2020 and 2019, the Company and its subsidiaries have obligations and contingent liabilities with the financial institutions as follows:

Consolidated Financial Statements						
	As at 31 December 2020			As at 31 December 2019		
	Total	Utilized	Remaining	Total	Utilized	Remaining
	Facilities	Facilities	Facility	Facilities	Facilities	Facility
	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)
Letters of Guarantee	3.68	(3.68)	-	3.68	(3.68)	-
Letters of Credit/Trust Receipts	4,480.00	(565.27)	3,914.73	3,960.00	(837.15)	3,122.85
Overdrafts	105.00	-	105.00	225.00	-	225.00
Promissory Notes	1,790.00	(1,790.00)	-	2,310.00	(2,310.00)	-
Cheque Clearing	60.00	(7.06)	52.94	60.00	(2.51)	57.49

Separate Financial Statements						
	As at 31 December 2020			As at 31 December 2019		
	Total	Utilized	Remaining	Total	Utilized	Remaining
	Facilities	Facilities	Facility	Facilities	Facilities	Facility
	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)
Letters of Guarantee	3.68	(3.68)	-	3.68	(3.68)	-
Letters of Credit/Trust Receipts	4,480.00	(565.27)	3,914.73	3,960.00	(837.15)	3,122.85
Overdrafts	105.00	-	105.00	105.00	-	105.00
Promissory Notes	1,790.00	(1,790.00)	-	2,310.00	(2,310.00)	-
Cheque Clearing	60.00	(7.06)	52.94	60.00	(2.51)	57.49

- 31.2 As at 31 December 2019, the Company has obligations on building and machine rental agreement which are classified as operating lease agreements with the subsidiary as follows:

Separate Financial Statements	
	As at
	31 December 2020
	<u>Million Baht</u>
Not over 1 year	-
Over 1 year but not over 5 years	-
Over 5 years	-
Total	<u>-</u>

	As at
	31 December 2019
	<u>Million Baht</u>
Not over 1 year	24.50
Over 1 year but not over 5 years	-
Over 5 years	-
Total	<u>24.50</u>

- 31.3 As at 31 December 2020 and 2019, the Company has obligations on area and building rental agreements which are classified as operating lease agreements with other entities as follows:

Separate Financial Statements	
	As at
	31 December 2020
	<u>Million Baht</u>
Not over 1 year	0.55
Over 1 year but not over 5 years	-
Over 5 years	-
Total	<u>0.55</u>

	As at
	31 December 2019
	<u>Million Baht</u>
Not over 1 year	0.09
Over 1 year but not over 5 years	0.22
Over 5 years	0.05
Total	<u>0.36</u>

- 31.4 As at 31 December 2019, the subsidiary has obligations on area and building rental agreements which are classified as operating lease agreements with the associate as follows:

Consolidated Financial Statements	
	As at
	31 December 2020
	<u>Million Baht</u>
Not over 1 year	-
Over 1 year but not over 5 years	-
Over 5 years	-
Total	<u>-</u>

	As at
	31 December 2019
	<u>Million Baht</u>
Not over 1 year	0.16
Over 1 year but not over 5 years	-
Over 5 years	-
Total	<u>0.16</u>

- 31.5 As at 31 December 2020 and 2019, the Company has obligation on control manufacturing service agreements with subsidiary in amount of Baht 52.80 million and Baht 3.60 million, respectively.
- 31.6 As at 31 December 2020 and 2019, the Company has obligation on contract service agreements with other entity in amount of Baht 2.22 million and Baht 1.07 million, respectively.
- 31.7 As at 31 December 2020 and 2019, the subsidiary has obligation on contract service agreements with other entity in amount of Baht 1.07 million and Baht 0.48 million, respectively.
- 31.8 As at 31 December 2020 the Company has obligation on contract service and install software program with other entity in amount of Baht 20.29 million.

32. Employee Provident Fund

The Group and its employees have jointly registered a provident fund scheme under the Provident Fund Act B.E. 2530. The fund is contributed equally by both the employees at the rate of 2 percent of the employee's salary (based on the number of employees' working year). The fund will be paid to the employees upon termination in accordance with the rules of the fund. The Company and subsidiary payment is starting 1 July 2006 and 1 March 2011, respectively.

For the year ended 31 December 2020 and 2019, the Group and the Company has paid contribution to provident fund in the amount of Baht 0.97 million and Baht 0.85 million, respectively.

33. Reclassification

The Company has reclassified some items in the financial statements in order to comply with the classification in the current period, which does not have any effect on the profit or loss for the period or the shareholders' equity already presented, the details are as follows:

	Consolidated Financial Statements		
	As Previously Reported	Reclassification	As Currently Reported
	Baht	Baht	Baht
Statement of Comprehensive Income For the year ended 31 December 2019			
Cost of Sales and Service	(9,993,975,755.09)	(26,895,699.14)	(10,020,871,454.23)
Administrative Expenses	(147,365,246.82)	26,895,699.14	(120,469,547.68)

34. Approval of the Financial Statement

These financial statements have been approved by Board of Directors of the Company on 24 February 2021.



Information of Director and Managements of the Company (at December 31, 2020)

	Name	Age (Year)	Education	Total of Voting right experience (%)	Relationship with other management	Experience	
						Time	Position
1	Mr.Manu Leopaiprote Chairman (Independent Director)/ Chairman of the Audit Committee	78	- Honorary Doctorate in Business Administration, Thammasat University - Master's degree of Science in Economic, University of Kentucky, U.S.A. - Science in Economics (Honors), Thammasat University - Certificate Industrial Development, Nagoya, Japan - National Defense College class 34 - Diploma of Chairman 3/2003 - Director Certification Program (DCP) 30	None	-	2020 - Present 2016 - Present 2010 - Present 2004 - Present 2004 - Present 2004 - Present	- Chairman (Independent Director) / Chairman of the Audit Committee of The Steel Public Company Limited - Chairman of SVOA Public Company Limited - Chairman of ARIP Public Company Limited - Chairman of Kon Kaen Sugar Industry Public Company Limited - Chairman of Bangkok Union Insurance Public Company Limited - Chairman of Polyplex (Thailand) Public Company Limited
2	Mr.Boonchai Jirapongtrakul Director/ Chairman of the Executive Committee/ Chief Executive Officer	51	- year 12, Brisbane International College Australia - Director Accreditation Program (DAP) 54 - Director Certification Program (DCP) 79	17.06	-	1991 - Present 2014 - Present 2012 - Present 2011 - Present 2009 - Present 2008 - Present 2006 - Present	- Director/ Chairman of the Executive Director/ Chief Executive Officer of The Steel Public Company Limited - Director of Prime Steel Mill Co.,Ltd. - Director of In-Tech Steel Co.,Ltd. - Director of Liberty Steel Siam Co.,Ltd. - Director of The Steel Industry Co.,Ltd. - Director of The Steel Logistics Co.,Ltd. - Director of Thai Ethanol Power PLC.
3	Mr.Suroj Jiraphongtrakul Director / Executive Director	54	- Bachelor Degree of Business Administration, ABAC University - Director Accreditation Program (DAP) 137	13.68	-	2015 - Present 2017 - Present 2017 - Present 2016 - Present 2010 - Present	- Director/ Executive Director of The Steel Public Company Limited - Director of Prime Steel Mill Co.,Ltd. - Director of The Steel Industry Co.,Ltd. - Director of Liberty Steel Siam Co.,Ltd. - Director of H Habitat Co.,Ltd.



	Name	Age (Year)	Education	Total of Voting right experience (%)	Relationship with other management	Experience	
						Time	Position
4	Mr.Nirut Ngamchamnunnith Director/ Executive Director	41	- Master Degree in Administrative Marylhurst University - Bachelor Degree of Business Administration, ABAC University - Director Accreditation Program (DAP) 137	14.52	-	2015 - Present 2017 - Present 2016 - Present 2015 - Present 2013 - Present 2010 - Present 2010 - Present 2010 - Present 2010 - Present 2010 - Present	- Director/ Executive Director of The Steel Public Company Limited - Director of The Steel Industry Co.,Ltd. - Director of Liberty Steel Siam Co.,Ltd. - Director of Good Holding Co.,Ltd. - Director of K Wave Co.,Ltd. - Managing Director of Sumico Vanachai Golf Co.,Ltd. - Director of Sumico Development Thai Co.,Ltd. - Director of K to Land Co.,Ltd. - Director of S S Maintenance Co.,Ltd.
5	Mr. Rujira Jiraphongtrakul Director	28	- Bachelor of Architecture King Mongkut's University of Technology Thonburi - Director Accreditation Program (DAP) 171	0.82	-	2020 - Present 2019 - Present	- Director of The Steel Public Company Limited - Director of Blox Co.,Ltd
6	Mrs.Seenual Tasanapant Independent Director/ Audit Committee/ Chairman of the Nomination and Remuneration Committee	75	- Bachelor of Law, Thammasat University - Bachelor of Accounting, Thammasat University - Director Accreditation Program (DAP) 55 - Director Certification Program (DCP) 79 - Audit Committee Program (ACP) 17 - Board Nomination & Compensation Program (BNCP) 3 - Certified Public Account No.2974	None	-	2006 - Present 2014 - Present 2007 - 2009 1998 - 2006	- Independent Director / Audit Committee/ Nomination and Remuneration Committee of The Steel Public Company Limited - Independent Director / Audit Committee / Chairman of Nomination and Compensation Committee / Chairman of Corporate Governance Committee of Buriram Sugar PLC. - Advisor of Administrative Director Mahidol University Saving and credit co-op Ltd. - Manager, Mahidol University Saving and credit co-op Ltd.
7	Mr.Teerapong Thananukvudhikorn Independent Director/ Audit Committee	67	- Bachelor Degree of Business Administrator (Accounting), Rajamangala University of Technology - Director Accreditation Program (DAP) 59	None	-	2010 - Present 2006 - Present 2001 - Present 1994 - Present 1991 - Present	- Independent Director / Audit Committee, The Steel PLC. - Independent Director/ Audit Committee of Thai Ethanol PowerPLC. - Executive Director House Holding Group Co.,Ltd - Executive Director of Korn Kaen Royal Dragon Co.,Ltd - Executive Director of Royal International Business Co.,Ltd
8	Mr.Sila Wangphornphra Executive Director/ Production Manager	49	- Bachelor Degree of Business Administration, Siam University	None	-	1995 - Present	- Executive Director/ Production Manager The Steel Public Company Limited

	Name	Age (Year)	Education	Total of Voting right experience (%)	Relationship with other management	Experience	
						Time	Position
9	Mr.Prasertsuk Nudthaisong Executive Director/ Purchasing Manager	49	- Secondary School	None	-	1996 - Present	- Executive Director/ Purchasing Manager The Steel Public Company Limited
10	Mr.Pornthep Pripalsaikij Chief Financial Officer	60	- Master Degree in Administrative, Thammasat University - Bachelor of Accounting, Thammasat University	0.02	-	2009 – Present	- Chief Financial Officer The Steel Public Company Limited
12	Ms.Thilima Nontavech Company Secretary	37	Bachelor of Business Administration,UTCC	None	-	2016-present	- Company Secretary The Steel Public Company Limited

Duties and Responsibilities of Company Secretary

1. Prepare and keep documents as follows: -

- 1.1 Director registration
- 1.2 Board of Director meeting letters, Minute of Board of Director meetings, and annual reports.
- 1.3 Annual General Shareholder Meetings and Minute of the meetings.

2. Benefit interest reports prepared by Directors or Managements.

3. Handle other issues per SEC committee announcements

In addition, Company Secretary also has other duties as company assignments as follows: -

- 1. Handle conducting meeting for BOD, AC, remuneration committee, and AGM.
- 2. Coordinate within organization to perform per BOD meeting or resolution from Shareholders meeting
- 3. Coordinate with regulators, such as, SET, SEC and take care all disclosures to report correctly.
- 4. Others per company assignments.



Details of Directors of the company in Subsidiaries and Associates

Name - Surname		THE	Subsidiaries			Associates or Related Companies			
			TSL	TSI	LSS	Prime	Blox	ITS	TEP
1. Mr.Boonchai	Jirapongtrakul	3,5,7,9	5	1,3,5	1,3,5	5		5	5
2. Mr.Suroj	Jiraphongtrakul	5,8,9		5	5	5			
3. Mr.Nirut	Ngamchamnunrith	5,8,9		5	5				
4. Mr.Rujira	Jiraphongtrakul	5					5		
5. Mr.Manu	Leopairote	1,2,6							
6. Mrs.Seenual	Tasanapat	4,6							
7. Mr.Teerapong	Thanarukvudhikorn	4,6							4,6
8. Mr.Sila	Wangpornpra	8							
9. Mr.Prasertsuk	Nudthaisong	8							
10. Mr.Pornthep	Pripaisalkij	9							

Remark :

- Symbol position of Director and Management

1 = Chairman

2 = Chairman of the Audit Committee

3 = Chief Executive Officer

4 = Audit Committee

5 = Director

6 = Independent Director

7 = Chairman of the Executive Board

8 = Executive Director

9 = Executive

- Symbol of Company and Subsidiaries and Associates

THE The Steel Public Company Limited

TSL The Steel Logistic Company Limited

TSI The Steel Industry Company Limited

LSS Liberty Steel Siam Company Limited

Prime Prime Steel Mill Company Limited

Blox Blox Company Limited

ITS In-Tech Company Limited

TEP Thai Ethanol Power Public Company Limited



Details of Directors of the company in Subsidiaries

Name - Surname			Subsidiaries		
			TSL	TSI	LSS
1.	Mr.Boonchai	Jirapongtrakul	2	1,2	1,2,3
2.	Mr.Suroj	Jiraphongtrakul		2	2
3.	Mr.Nirut	Ngamchamnunrith		2	2
4.	Mr.Siri	Sirimahachai	1,2,3		
5.	Mr.Suwit	Jiraphongtrakul		3	

Remark :

- Symbol position of Director and Management
1 = Chairman 2 = Director 3 = Managing Director

- Symbol of Company and Subsidiaries and Associates
TSL The Steel Logistic Company Limited
TSI The Steel Industry Company Limited
LSS Liberty Steel Siam Company Limited





บริษัท เดอะ สตีล จำกัด (มหาชน)
The Steel Public Company Limited

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