



Part 3

Financial Statement and Business Performance

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14. Financial information

14.1 Summary of financial statement table

A) Summary of the auditor's report

The Auditor has audited the Company's financial statements for the year ended December 31, 2020, 2019 and 2018, expressed the opinion that the financial statements reflect the financial position, performance and cash flows that are accurate as it should be in essence according to financial reporting standards.

B) Summary of financial statement table

Table 20. Summary of statement of financial position 2018 – 2020

Statement of financial position

As at 31 December 2020, 2019, 2018

(Unit: Baht)

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Assets			
Current assets			
Cash and cash equivalents	696,570,823	334,927,417	179,060,948
Current investments	-	232,393,447	269,914,183
Trade and other receivables	325,268,911	323,804,202	290,126,355
Inventories	437,757,690	397,900,904	441,196,354
Other current financial assets	90,129,855	-	-
Other current assets	10,005,141	12,969,469	11,277,657
Total current assets	<u>1,559,732,420</u>	<u>1,301,995,439</u>	<u>1,191,575,497</u>
Non-current assets			
Other non-current financial assets	32,570,418	-	-
Investment property	43,140,261	43,140,261	43,140,261
Property, plant and equipment	777,732,092	815,805,120	783,958,204
Intangible assets	22,030,703	24,993,249	26,503,100
Right-of-use assets	62,590,534		
Deferred tax assets	11,719,930	7,339,286	5,781,446
Other non-current assets	2,000,000	13,418,513	13,350,629
Total non-current assets	<u>951,783,938</u>	<u>904,696,429</u>	<u>872,733,640</u>
Total assets	<u>2,511,516,358</u>	<u>2,206,691,868</u>	<u>2,064,309,137</u>

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Statement of financial position (Cont.)

As at 31 December 2020, 2019, 2018

(Unit: Baht)

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Liabilities and shareholders' equity			
Current liabilities			
Trade and other payables	257,969,882	250,568,126	273,583,189
Accrued expenses	83,896,540	57,838,116	56,329,059
Current portion of liabilities under finance lease agreements	-	2,833,036	2,158,952
Current portion of lease liabilities	16,575,852	-	-
Accrued income tax	37,733,720	27,248,377	13,569,853
Other current financial liabilities	1,656,747	-	-
Other current liabilities	5,022,016	5,162,969	8,944,542
Total current liabilities	<u>402,854,757</u>	<u>343,650,624</u>	<u>354,585,595</u>
Non-current liabilities			
Liabilities under finance lease agreements - net of current portion	-	4,728,822	2,707,868
Lease liabilities, net of current portion	37,037,178	-	-
Provision for long-term employee benefits	57,493,985	49,995,395	42,106,565
Others non-current asset	-	-	-
Total non-current liabilities	<u>94,531,163</u>	<u>54,724,217</u>	<u>44,814,433</u>
Total liabilities	<u>497,385,920</u>	<u>398,374,841</u>	<u>399,400,028</u>
Shareholders' equity			
Share capital registered			
80,000,000 ordinary shares of Baht 1 each	<u>80,000,000</u>	<u>80,000,000</u>	<u>80,000,000</u>
Issued and fully paid up			
80,000,000 ordinary shares of Baht 1 each	80,000,000	80,000,000	80,000,000
Share premium	136,800,000	136,800,000	136,800,000
Retained earnings			
Appropriated - statutory reserve	10,000,000	10,000,000	10,000,000
Unappropriated	1,787,330,438	1,581,517,027	1,438,109,109
Total shareholders' equity	<u>2,014,130,438</u>	<u>1,808,317,027</u>	<u>1,664,909,109</u>
Total liabilities and shareholders' equity	<u>2,511,516,358</u>	<u>2,206,691,868</u>	<u>2,064,309,137</u>

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Statement of comprehensive income
For the year ended 31 December 2020, 2019, 2018

(Unit: Baht)

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Profit or loss:			
Revenues			
Sales	3,196,743,033	3,025,905,118	3,052,413,023
Other income	13,596,088	32,892,575	34,054,558
Total revenues	<u>3,210,339,121</u>	<u>3,058,797,693</u>	<u>3,086,467,581</u>
Expenses			
Cost of sales	2,444,779,628	2,424,630,529	2,468,734,074
Selling and distribution expenses	103,432,056	93,464,295	88,417,825
Administrative expenses	257,021,403	255,766,287	234,307,852
Total expenses	<u>2,805,233,087</u>	<u>2,773,861,111</u>	<u>2,791,459,751</u>
Profit before finance cost and income tax expenses	405,106,034	284,936,582	329,762,004
Finance cost	(2,189,959)	(1,861,607)	(1,495,271)
Profit before income tax expenses	402,916,075	283,074,975	293,512,559
Income tax expenses	(55,110,446)	(38,555,151)	(35,122,615)
Profit for the year	<u>347,805,629</u>	<u>244,519,824</u>	<u>258,389,944</u>
Other comprehensive income:			
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent years</i>	(2,490,272)	(1,389,882)	(625,483)
Actuarial loss on defined employee benefit plans	498,054	277,976	125,097
Less: Income tax effect			
Other comprehensive income not to be reclassified to profit or loss in subsequent years - net of income tax	(1,992,218)	(1,111,906)	(500,386)
	<u>(1,992,218)</u>	<u>(1,111,906)</u>	<u>(500,386)</u>
Total comprehensive income for the year	<u>345,813,411</u>	<u>243,407,918</u>	<u>257,889,558</u>
Earnings per share			
Basic earnings per share			
Profit	4.35	3.06	3.23
Weighted average number of ordinary shares (shares)	80,000,000	80,000,000	80,000,000

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Statement of changes in shareholders' equity
For the year ended 31 December 2020, 2019, 2018

(Unit: Baht)

	Issued and paid up share capital	Share premium	Retained earnings		Total shareholders' equity
			Appropriated - statutory reserve	Unappropriated	
Balance as at 1 January 2018	80,000,000	136,800,000	10,000,000	1,280,219,551	1,507,019,551
Profit for the year	-	-	-	258,389,944	258,389,944
Other comprehensive income for the year	-	-	-	(500,386)	(500,386)
Total comprehensive income for the year	-	-	-	257,889,558	257,889,558
Dividend paid	-	-	-	(100,000,000)	(100,000,000)
Balance as at 31 December 2018	<u>80,000,000</u>	<u>136,800,000</u>	<u>10,000,000</u>	<u>1,438,109,109</u>	<u>1,664,909,109</u>
Balance as at 1 January 2019	80,000,000	136,800,000	10,000,000	1,438,109,109	1,664,909,109
Profit for the year	-	-	-	244,519,824	244,519,824
Other comprehensive income for the year	-	-	-	(1,111,906)	(1,111,906)
Total comprehensive income for the year	-	-	-	243,407,918	243,407,918
Dividend paid	-	-	-	(100,000,000)	(100,000,000)
Balance as at 31 December 2019	<u>80,000,000</u>	<u>136,800,000</u>	<u>10,000,000</u>	<u>1,581,517,027</u>	<u>1,808,317,027</u>
Balance as at 1 January 2020	80,000,000	136,800,000	10,000,000	1,581,517,027	1,808,317,027
Profit for the year	-	-	-	347,805,629	347,805,629
Other comprehensive income for the year	-	-	-	(1,992,218)	(1,992,218)
Total comprehensive income for the year	-	-	-	345,813,411	345,813,411
Dividend paid	-	-	-	(140,000,000)	(140,000,000)
Balance as at 31 December 2020	<u>80,000,000</u>	<u>136,800,000</u>	<u>10,000,000</u>	<u>1,787,330,438</u>	<u>2,014,130,438</u>

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Statement of cash flows

For the year ended 31 December 2020, 2019, 2018

(Unit: Baht)

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Cash flows from operating activities			
Profit before tax	402,916,075	283,074,975	293,512,559
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:			
Depreciation and amortisation	122,800,935	98,594,594	77,433,357
Transfer from intangible assets to expenses	44000		
Increase (decrease) in allowance for doubtful accounts	(66,661)	66,661	(5,617)
Increase in allowance for expected credit losses of trade receivables	25,370	-	-
Increase (decrease) in reduction cost of inventories to net realisable value	7,115,482	2,273,574	651,643
Amortisation of discounts on current investments	-	(1,575,553)	(27,115)
Increase (decrease) in allowance for impairment loss on assets	9,222,426	-	(1,543,296)
Loss (gain) on disposals and write-off of property, plant and equipment	(296,477)	1,219,968	2,085,808
Unrealised gain on exchange	399,420	(382,850)	(144,903)
Provision for long-term employee benefits	4,712,214	17,441,989	4,865,920
Interest income	(5,341,022)	(6,665,150)	(7,021,947)
Interest expenses	2,189,959	237,165	234,322
Profit from operating activities before changes in operating assets and liabilities	543,721,721	394,285,373	370,040,731
Operating assets (increase) decrease:			
Trade and other receivables	(126,418,383)	(163,246,922)	(162,967,768)
Inventories	(46,972,268)	41,021,876	(19,396,811)
Other current assets	1,964,328	(1,691,812)	(1,148,177)
Other current financial assets	(130,064)		
Other non-current assets	-	(67,884)	433
Operating liabilities increase (decrease):			
Trade and other payables	2,654,305	(2,908,767)	(56,253,061)
Accrued expenses	26,058,424	1,509,057	(7,329,399)
Other current liabilities	(140,953)	(3,781,573)	4,378,467
Other non-current liabilities	-	-	(293,630)
Cash flows from operating activities	400,737,110	265,119,348	127,030,785
Cash paid for interest expenses	-	-	(3,522)
Cash paid for corporate income tax	(46,855,981)	(24,694,341)	(49,698,599)
Cash paid for employee benefits	(710,000)	(10,943,041)	(1,181,696)
Cash received from VAT refundable	122,772,718	128,391,963	157,568,607
Net cash flows from operating activities	<u>475,943,847</u>	<u>357,873,929</u>	<u>233,715,575</u>

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Statement of cash flows (cont.)
For the year ended 31 December 2020, 2019, 2018

	<u>2020</u>	<u>2019</u>	<u>2018</u>
			(Million Baht)
Cash flows from investing activities			
Cash received from interest income	5,601,445	6,285,096	7,344,773
Cash paid for current investments	-	(490,903,710)	(549,887,069)
Purchase of financial instruments	(78,021,841)		
Cash received from refund of current investments	-	530,000,000	530,000,000
Proceed from fixed deposit	135,000,000	-	-
Cash paid for acquisitions of property, plant and equipment	(77,394,165)	(143,962,684)	(277,429,830)
Cash paid for acquisitions of intangible assets	(660,000)	(2,279,733)	(16,234,000)
Increase in deposits for acquisitions of intangible assets	(2,000,000)	-	-
Proceeds from disposals of investment property and equipment	457,517	1,739,783	642,222
Net cash flows from (used in) investing activities	<u>40,246,548</u>	<u>(99,121,248)</u>	<u>(305,563,904)</u>
Cash flows from financing activities			
Payment of principal and interest of lease liabilities	(17,237,889)		
Cash paid to settle liabilities under finance lease agreements	-	(2,540,940)	(2,945,930)
Cash paid for interest expenses	-	(237,165)	(230,800)
Dividend paid	(137,309,100)	(100,108,107)	(99,968,347)
Net cash flows used in financing activities	<u>(154,546,989)</u>	<u>(102,886,212)</u>	<u>(103,145,077)</u>
Net increase (decrease) in cash and cash equivalents	<u>361,643,406</u>	<u>155,866,469</u>	<u>(174,993,406)</u>
Cash and cash equivalents at beginning of year	334,927,417	179,060,948	354,117,160
Effect of change in foreign exchange rate on cash at bank balance	-	-	(62,806)
Cash and cash equivalents at end of year	<u><u>696,570,823</u></u>	<u><u>334,927,417</u></u>	<u><u>179,060,948</u></u>
Supplemental disclosures of cash flows information:			
Non-cash related transactions			
Accounts payable for acquisitions of property, plant and equipment	3,279,856	2,970,411	22,557,395
Acquisitions of assets under finance lease agreement	-	5,235,978	-
Increase in accounts payable under lease agreements	344,134		
Dividend payables	7,394,362	4,703,462	4,811,569

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14.2 Financial Ratios

Table 21: Financial ratios table for the year ended 31 December 2020, 2019 and 2018.

Description	Unit	2020	2019	2018
<u>Liquidity Ratio</u>				
Current Ratio	Times	3.87	3.79	3.36
Quick Ratio	Times	2.73	2.57	2.03
Cash Ratio	Times	1.28	1.03	0.61
Account Receivable Turnover	Times	10.16	10.31	11.56
Average Collection Period	Days	35.91	35.00	31.00
Inventory Turnover	Times	5.85	5.78	5.70
Holding period	Days	62.38	63.00	63.00
Account Payable Turnover	Times	10.91	10.79	9.39
Payment Period	Days	33.47	34.00	38.00
Cash cycle	Days	64.82	65.00	56.00
<u>Profitability Ratio</u>				
Gross Profit Margin	%	23.52	19.87	19.37
Operating Profit Margin	%	12.67	9.42	9.66
Others Profit Margin	%	0.42	1.08	1.10
Liquidity of Cash Flow form Operation	%	117.49	125.60	79.22
Net Profit Margin	%	10.83	7.99	8.37
Return on Equity	%	18.20	14.08	16.29
<u>Efficiency Ratio</u>				
Return on assets	%	14.74	11.45	12.84
Return on Fixed Asset	%	52.60	39.49	45.57
Total Assets Turnover	Times	1.36	1.43	1.53
<u>Financial Ratio</u>				
Debt to equity ratio	Times	0.25	0.22	0.24
Interest coverage ratio	Times	243.50	213.08	179.95
Leverage Ratio	Times	1.52	0.48	0.25
Dividend Payout	%	N/A	40.85	38.70

Remark: Dividend payout for 2020 will be subject to the resolution of the 2021 annual general meeting of shareholders which will be held in April, 2021

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15. Management Discussion and Analysis for 2020

A) Results of Operations

The net profit after tax of Year 2020 was THB 347.8 million which increased by THB 103.3 million or 42.2% compared to Year 2019. Earnings per share was THB 4.35 higher than Year 2019 by THB 3.06 mainly because of the revenue increased by THB 170.8 or 5.6% and reduction of COGS. Detail will be described below:

- Overall product sales increased by 5.6% compared to Year 2019 summarized as below.

Sales Revenue	Bags		Drinking Straw		Other Products		Total Sales Revenue	
	2020	2019	2020	2019	2020	2019	2020	2019
International sales	2,554.8	2,317.3	85.6	143.0	129.5	120.3	2,769.9	2,580.6
Domestic sales	246.2	248.3	123.0	139.6	57.6	57.4	426.8	445.3
Total sales	2,801.0	2,565.6	208.6	282.6	187.1	177.7	3,196.7	3,025.9
Inc.(Dec)								
International sales		10.2%		-40.1%		7.6%		7.3%
Domestic sales		-0.8%		-11.9%		0.3%		-4.2%
Total sales Inc.(Dec)		9.2%		-26.2%		5.3%		5.6%

- In the midst of the pandemic of Coronavirus 2019 or Covid-19 affected the demand in the first half year of 2020 to be lower than usual but in the second half many countries adapt as circumstances change. Resulting in demand for reusable bags grown up from household use during lockdown and for hygiene purpose resulting in the revenue of reusable bags growth by 9.2% in Year 2020 and the overall of revenue increased by 5.6%
- Own brand is still the core strategy of the company. The company categorizes 3 main brand groups for variety consumer purpose. “SUN Mum&Baby” the product for mother and baby such as breast milk storage bags, “SUN Kitchen” the product for the kitchen such as zipper bag, life extending **fresh&fresh** product bag, garbage bag and “SUN Eco” 100% compostable product¹ for consumers who care for the environment. The flagship product of the company is still SUNMUM. Even though, COVID-19 pandemic limited various marketing activities, overall own brand income still maintains sales at the same level as last year and reduction was mainly from department stores' sales, while sales from online channel and export grown up 73%.
- The company's overall expenses increased by 1.1% compared to Year 2019, mainly due to
 - Selling and distribution expenses increased by THB 10.0 million or 10.6% compare to Year 2019 mainly increased from promotion and marketing expenses.

¹ Compostable product can be degraded itself in the right temperature and humidity.

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- Administrative expenses slightly increased by THB 1.2 million or 0.5% because the company tried to reduce operating expenses. However, the company had a one-time expense of THB 9.2 million regarding to reserve for unutilized fixed assets, as part of our factory expansion plan in 2021 onward. Consequently, total administrative expenses were slightly increased.
- Cost of sales increased by 0.8% in line with the revenue increases but lower percentage than sales. As a result, gross profit margin in 2020 was 23.5% increased by 3.7% compare to 2019. 2 main reasons were 1) the price of key raw materials declined, while the selling price was gradually raise up, and 2) from continuous orders after COVID-19 led to efficient production and less production waste. Currently, the average price of key raw material has increased from Q3/2020 by 16% and will be impact to gross profit next quarter from not be able to adjust the selling price in time.

B) Financial position

Assets

As of December 31, 2020, Company's total assets were THB 2,511.5 million, increased from December 31, 2019 by THB 304.8 million or 13.8%. Significant changes in assets were followings;

- 1.) Total current assets were THB 1,559.7 million, increased by THB 257.7 million or 19.8% mainly due to cash and cash equivalent increased by THB 361.6 million or 108.0% compared to December 31, 2019.
- 2.) Total non-current assets were THB 951.8 million, increased by THB 47.1 million or 5.2%. The main reason from right-of use-assets which increased from the impacted of adoption in TFRS16 in the amount of THB 62.6 million.

Liabilities and Shareholders' Equity

As of December 31, 2020, company's total liabilities were THB 497.4 million, increased from December 31, 2019 amount of THB 99.0 million or 24.9% mainly due to 1.) liabilities under lease agreement which increased from the impact from the adoption in TFRS16 by THB 46.1 million 2.) Accrued income tax increased by THB 10.5 million from the net profit increased 3.) Provision for long-term employee benefits increased by THB 7.4 million from assumption change and 4.) increased from other accrued expenses in line with the expenses increased.

Shareholders' equity as of December 31, 2020 was THB 2,014.1 million, increased by THB 205.8 million or 11.4% compared to December 31, 2019 totally added up from the comprehensive income for the year 2020.

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Disclosure guidance regarding effects of COVID-19

Please consider the factors below to assess the impact of Covid-19 of the Company, and please fill up which impacted factors has been affect to the decision of investors significantly together with explaining such impact and significant change numbers (if any) in 56-1 for investors in acknowledging and considering the business status of the company currently as well as being able to assess risk factors of the Company's operations.

ผลกระทบจากเหตุการณ์ COVID-19 (effects of Covid-19)		Affected	Unaffected
1. การดำเนินงาน (operation)		<input type="checkbox"/> กระทบ	<input checked="" type="checkbox"/> ไม่กระทบ
<input type="checkbox"/> ความต้องการสินค้าและบริการ (demand for goods & services) <input type="checkbox"/> การเปลี่ยนแปลงแผนงานหรือเป้าหมายที่เคยรายงานไว้ (changes to previously announced plans, projects or targets) <input type="checkbox"/> การปิดหรือหยุดดำเนินงาน (halting of operations) <input type="checkbox"/> ข้อจำกัดในการดำเนินงาน (operation constraints) (เช่น การ work from home, แผน BCP ที่ไม่ได้รับรองรับสถานการณ์ COVID-19)	<input type="checkbox"/> การระบาดของโรคในกลุ่มพนักงาน (pandemic outbreak among employees) <input type="checkbox"/> ห่วงโซ่อุปทาน (supply chain) (เช่น ผลกระทบจากลูกค้าที่ได้รับผลกระทบจาก COVID-19 การขาดแคลนวัตถุดิบจากผู้ส่งวัตถุดิบ ปัญหาในการขนส่งวัตถุดิบ/สินค้า) <input type="checkbox"/> อื่น ๆ		
Explanation: The Company has been operated normally which did not stop manufacturing and there is no transmission of Covid-19 among our employees. However, the Company has been faced with the container shortage which affect export performance which the government is solving this problem.			
2. การเงิน (financial)		<input type="checkbox"/> กระทบ	<input checked="" type="checkbox"/> ไม่กระทบ
<input type="checkbox"/> ความสามารถในการชำระหนี้ (ability to fulfil obligations) <input type="checkbox"/> การปฏิบัติตามเงื่อนไขสัญญาเงินกู้และหุ้นกู้ (debt covenants) <input type="checkbox"/> ความสามารถในการจ่ายเงินปันผล (ability to pay dividend)	<input type="checkbox"/> สภาพคล่อง (liquidity) <input type="checkbox"/> อื่น ๆ		
Explanation: The Company is responsible for an account payable and accrued expense which is the regular obligation in operating and the Company still has sufficient financial liquidity.			
3. ฐานะทางการเงินและผลการดำเนินงาน (balance sheet and performance)		<input type="checkbox"/> กระทบ	<input checked="" type="checkbox"/> ไม่กระทบ
<input type="checkbox"/> การด้อยค่าของสินทรัพย์ (impairments of assets) <input type="checkbox"/> การได้มาหรือจำหน่ายสินทรัพย์ไปของสินทรัพย์ไม่เป็นไปตามแผน (acquisition or disposal of assets that otherwise not have occurred)	<input type="checkbox"/> การเปลี่ยนแปลงประมาณการทางบัญชีที่เคยเปิดเผยไว้ (changes in accounting estimates previously disclosed) <input type="checkbox"/> การเปลี่ยนแปลงรายจ่ายฝ่ายทุนที่เคยวางแผนไว้ (changes to capex previously planned for) <input type="checkbox"/> อื่น ๆ		
Explanation: There is no impact on the Company's financial position and operating result significantly.			

	Affected	Unaffected
4. ภาระผูกพันตามสัญญา (contractual obligations)	<input type="checkbox"/> กระทบ	<input checked="" type="checkbox"/> ไม่กระทบ
<input type="checkbox"/> ความเสี่ยงในสิทธิหรือภาระผูกพันในสัญญา (threats to contractual rights, ability to fulfil obligations) <input type="checkbox"/> การเปลี่ยนแปลงข้อตกลงที่สำคัญ (changes to material contractual terms)	<input type="checkbox"/> บริษัทหรือคู่สัญญาใช้สิทธิตามสัญญาในการปลดปล่อยภาระผูกพันเป็นการชั่วคราว สิทธิเรื่องเหตุสุดวิสัย หรือสิทธิเลิกสัญญาที่สำคัญ (temporary relief, force majeure clauses or termination of obligations) <input type="checkbox"/> อื่น ๆ	
<p>Explanation: There is no impact on contractual obligations of the Company. The Company, contract parties or trade receivable still has been performed their business and have a capability to fulfilling its obligation under the contract.</p>		
	Affected	Unaffected
5. ความเสี่ยงต่อความอยู่รอดของกิจการ (threats to viability)	<input type="checkbox"/> กระทบ	<input checked="" type="checkbox"/> ไม่กระทบ
<input type="checkbox"/> การดำเนินงานต่อเนื่อง (ability to operate as a going concern) <input type="checkbox"/> ผลกระทบต่อบริษัทใหญ่ บริษัทย่อย บริษัทร่วมและบริษัทที่เกี่ยวข้อง (effects on related companies)	<input type="checkbox"/> การเปลี่ยนแผนทางธุรกิจเพื่อจัดการต้นทุนในระยะสั้น (changes to business plan in order to manage near-term costs) <input type="checkbox"/> อื่น ๆ	
<p>Explanation: Currently, the Company has no affiliates, consolidated subsidiaries, joint venture or related company and the Company is able to operate its business as plan continuously.</p>		
6. อื่น ๆ (โปรดระบุ) (Any matter (if any))		
คำอธิบาย _____ _____ _____		

Report of the Board of Director's Responsibilities for Financial Statement

The Board of Director of The Thantawan Industry Public Company Limited responsible for the financial statement of the Company which have been prepared in accordance with the Financial Reporting Standards in Thailand under the Accounting Act B.E.2543, and the financial reporting requirements of the Securities and Exchange Commission under the Securities and Exchange Act B.E. 2535. The Accounting Policies pursued and deemed appropriate and applied consistently with adequate disclosure of important information in the notes to the financial statements. The external auditor has audited the financial statements and expressed an opinion in the auditor's report.

The Board of Director has provided appropriate and efficient internal controls to ensure that accounting records are accurate, reliable and adequate to protect its assets and uncover any weakness that may be present in order to prevent fraud or materially irregular operations.

In this regard, the Board of Director has appointed an Audit Committee to be responsible for reviewing the accounting policy financial reports, review internal controls, internal audit. The Audit Committee has also reviewed a disclosure of related party transactions. All their comments on these issues have included in the Audit Committee Report, which presented in this annual report.

The financial statements of the Company have been examined by an external auditor, Dharmniti Auditing co., Ltd. To conduct the audits and express an opinion in accordance with generally accepted auditing standards, the auditor was provided with all of the Company's records and related data as requested. The auditor's opinion is presented in the auditor's report as part of this annual report.

The Board of Director believes that the Company's overall internal control system is sufficiently effective to ensure the integrity and reliability of Thantawan Industry Public Company Limited financial statements for the year ended December 31, 2020. The Board of Director also believes that all these financial statements have been prepared in accordance with Financial Reporting Standard and related regulations.



Mr.Praisun Wongsmit

Chairman of the Board of Director

Thantawan Industry Public Company Limited

-Signature-

..... Authenticate