

THAI STEEL CABLE PUBLIC COMPANY LIMITED

INTERIM FINANCIAL INFORMATION (UNAUDITED)

31 DECEMBER 2024

AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION

To the Board of Directors of Thai Steel Cable Public Company Limited

I have reviewed the interim financial information of Thai Steel Cable Public Company Limited, which comprises the statement of financial position as at 31 December 2024, the related statements of comprehensive income, statements of changes in equity and statement of cash flows for the three-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting.

PricewaterhouseCoopers ABAS Ltd.

Pongthavee Ratanakoses

Certified Public Accountant (Thailand) No. 7795

Bangkok, Thailand

4 February 2025

Thai Steel Cable Public Company Limited

Statement of Financial Position

As at 31 December 2024

		Unaudited	Audited
		31 December	30 September
		2024	2024
	Notes	Thousand Baht	Thousand Baht
Assets			
Current assets			
Cash and cash equivalents		450,725	345,765
Trade and other current receivables	6	395,975	452,781
Inventories, net	7	171,295	158,031
Short-term fixed deposit		78,012	179,625
Other current assets		10,376	7,456
Total current assets		1,106,383	1,143,658
Non-current assets			
Investment in equity instrument of a non-listed company	8	26,529	26,529
Investment properties, net	9	176,914	179,201
Property, plant and equipment, net	10	843,318	849,354
Intangible assets, net		4,531	4,804
Deferred tax assets, net		9,449	9,449
Other non-current assets		1,377	2,269
Total non-current assets		1,062,118	1,071,606
Total assets		2,168,501	2,215,264

Director _____ Director _____

The accompanying notes are an integral part of these financial statements.

Thai Steel Cable Public Company Limited
Statement of Financial Position
As at 31 December 2024

		Unaudited	Audited
		31 December	30 September
		2024	2024
	Notes	Thousand Baht	Thousand Baht
Liabilities and equity			
Current liabilities			
Trade and other current payables	11	386,670	506,287
Current portion of lease liabilities, net		774	1,011
Income tax payable		395	395
Other current liabilities		7,804	7,392
Total current liabilities		395,643	515,085
Non-current liabilities			
Lease liabilities, net		1,463	1,650
Non - current provision for benefit benefits		56,513	57,823
Provision for product warranty and sales promotion	12	100,948	101,090
Other non-current liabilities		123	123
Total non-current liabilities		159,047	160,686
Total liabilities		554,690	675,771

The accompanying notes are an integral part of these financial statements.

Thai Steel Cable Public Company Limited**Statement of Financial Position****As at 31 December 2024**

	Unaudited	Audited
	31 December	30 September
	2024	2024
	Thousand Baht	Thousand Baht
Liabilities and equity (Cont'd)		
Equity		
Share capital		
Authorised share capital		
268,500,000 ordinary shares of par Baht 1 each	<u>268,500</u>	<u>268,500</u>
Issued and paid-up share capital		
259,800,000 ordinary shares of paid-up Baht 1 each	259,800	259,800
Premium on paid-up capital	464,870	464,870
Retained earnings		
Appropriated - Legal reserve	26,850	26,850
Unappropriated	862,262	787,944
Other components of equity	<u>29</u>	<u>29</u>
Total equity	<u>1,613,811</u>	<u>1,539,493</u>
Total liabilities and equity	<u>2,168,501</u>	<u>2,215,264</u>

The accompanying notes are an integral part of these financial statements.

Thai Steel Cable Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 31 December 2024

	Note	2024 Thousand Baht	2023 Thousand Baht
Revenues from sales		589,370	701,096
Costs of sales		<u>(464,078)</u>	<u>(560,350)</u>
Gross profit		125,292	140,746
Other income		8,836	7,778
Selling expense and distribution costs		(7,393)	(8,691)
Administrative expenses		(54,361)	(53,476)
gain (loss) on exchange rate, net		<u>1,976</u>	<u>(948)</u>
Profit before finance costs and income tax expense		74,350	85,409
Finance costs		<u>(32)</u>	<u>(37)</u>
Profit before income tax expense		74,318	85,372
Income tax expense	13	<u>-</u>	<u>(1,531)</u>
Profit for the period		<u><u>74,318</u></u>	<u><u>83,841</u></u>
Other comprehensive income:			
Items that will not be reclassified to profit or loss			
Changes in fair value of equity investments at fair value through other comprehensive income, net of tax		<u>-</u>	<u>-</u>
Total items that will not be reclassified to profit or loss		<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u><u>74,318</u></u>	<u><u>83,841</u></u>
Earnings per share - owners of the Company			
Basic earnings per share (Baht per share)		<u>0.29</u>	<u>0.32</u>

The accompanying notes are an integral part of these financial statements.

Thai Steel Cable Public Company Limited
Statement of Changes in Equity (Unaudited)
For the three-month period ended 31 December 2024

	Issued and paid-up share capital Thousand Baht	Share premium Thousand Baht	Retained earnings		Other comprehensive income	Equity attributable to owners of the Company Thousand Baht
			Appropriated - Legal reserve Thousand Baht	Unappropriated Thousand Baht	Measurement of equity investments at fair value through other comprehensive income Thousand Baht	
Opening balance at 1 October 2023	259,800	464,870	26,850	804,488	3,182	1,559,190
Change in equity for the period						
Profit for the period	-	-	-	83,841	-	83,841
Closing balance as at 31 December 2023	<u>259,800</u>	<u>464,870</u>	<u>26,850</u>	<u>888,329</u>	<u>3,182</u>	<u>1,643,031</u>
Opening balance as at 1 October 2024	259,800	464,870	26,850	787,944	29	1,539,493
Change in equity for the period						
Profit for the period	-	-	-	74,318	-	74,318
Closing balance as at 31 December 2024	<u>259,800</u>	<u>464,870</u>	<u>26,850</u>	<u>862,262</u>	<u>29</u>	<u>1,613,811</u>

The accompanying notes are an integral part of these financial statements.

Thai Steel Cable Public Company Limited
Statement of Cash Flows (Unaudited)
For the three-month period ended 31 December 2024

	2024	2023
Note	Thousand Baht	Thousand Baht
Cash flows from operating activities		
Profit before income tax	74,318	85,372
Adjustments for:		
Depreciation and amortisation	27,174	29,460
Reversal of inventory to net realisable value	7 (46)	(62)
Gains on disposal and write-off of assets	(9)	-
Cash paid for employee benefit obligations	(3,115)	-
Increase in employee benefit obligation	1,805	1,882
Unrealised foreign exchange (gain)loss	(762)	758
Interest income	(1,995)	(1,342)
Interest expenses	31	37
Profit from operating activities before changes in operating assets and liabilities	97,401	116,105
Changes in operating assets and liabilities:		
- Trade and other current receivable	54,403	53,712
- Inventories	(13,218)	(3,784)
- Other current assets	(2,920)	1,485
- Other non-current assets	892	6,814
- Trade and other current payable	(109,223)	(91,495)
- Other current liabilities	412	3,570
- Decrease in provision for product warranty and sales promotion	12 (142)	(829)
- Other non-current liabilities	-	90
Cash generated from operating activities	27,605	85,668
Income tax paid	-	(421)
Net cash generated from operating activities	27,605	85,247

The accompanying notes are an integral part of these financial statements.

Thai Steel Cable Public Company Limited
Statement of Cash Flows (Unaudited)
For the three-month period ended 31 December 2024

	2024	2023
	<u>Thousand Baht</u>	<u>Thousand Baht</u>
Cash flows from investing activities		
Short-term fixed deposit	101,613	(91,613)
Payment for purchases of property, plant and equipment	(27,866)	(16,379)
Payment for purchases of intangible assets	(275)	(674)
Proceeds from disposals of property, plant and equipment	9	-
Interest received	4,329	2,384
	<u>77,810</u>	<u>(106,282)</u>
Net cash from (used in) investing activities		
Cash flows from financing activities		
Payments for lease liabilities	(455)	(444)
	<u>(455)</u>	<u>(444)</u>
Net cash used in financing activities		
Net increase (decrease) in cash and cash equivalents	104,960	(21,479)
Cash and cash equivalents at the beginning of the period	345,765	234,174
	<u>450,725</u>	<u>212,695</u>
Cash and cash equivalents at the end of the period	<u>450,725</u>	<u>212,695</u>
Non-cash transactions		
- Payable for purchase of assets	2,904	11,098
- Equipment increased from transfer of non-current assets	4,453	4,306

The accompanying notes are an integral part of these financial statements.

1 General information

Thai Steel Cable Public Company Limited (the Company) is a public company limited incorporated in Thailand. The address of its registered office is located at 700/737, Moo 1, Panthong, Panthong, Chonburi, Thailand.

The principal business of the Company is to engage in the manufacture and distribution of control cable of automobiles and motorcycles and window regulator of automobiles.

This interim financial information was authorised for issue by the Board of Directors on 4 February 2025.

This interim financial information is presented in Thai Baht, unless otherwise stated.

2 Basis of preparation accounting policies

The interim financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting and other financial reporting requirements issued under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 30 September 2024.

An English version of these interim financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

3 Accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 30 September 2024.

New and amended Thai Financial Reporting Standards effective for the accounting periods beginning on or after 1 January 2024 do not have material impact on the Company.

4 Segment and revenue information

The Company is principally engaged in the manufacture and distribution of control cable of automobiles and motorcycles and window regulator of automobiles. Its operations are carried on only in Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss and total assets in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain to the aforementioned reportable operating segment and geographical area.

The timing of revenue recognition is at a point in time for all revenues.

Major customers

For the three-month period ended 31 December 2024, the Company had revenues from 6 major customers with revenues of 10% or more, totalling of Baht 377 million, equivalent to 64% of the total revenue (For the three-month period ended 31 December 2023 the Company had revenues from 3 major customers with revenues of 10% or more, totalling of Baht 293 million, equivalent to 42% of the total revenue).

5 Fair value

The following table presents financial assets and liabilities that are measured at fair value, excluding where its fair value is approximating the carrying amount.

	Level 3	
	31 December	30 September
	2024	2024
	Thousand Baht	Thousand Baht
Financial assets measured at fair value through other comprehensive income (FVOCI)		
Investment in equity Instruments of non-listed company (Note 8)	26,529	26,529

The Company applied adjusted net book value to measure fair value level 3. There were no changes in valuation techniques and no transfers between fair value level during the period.

Thai Steel Cable Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For three-month period ended 31 December 2024

The Company's valuation processes

The Company's finance department includes a team that performs the valuations of financial assets required for financial reporting purposes, including level 3 fair values. This team reports directly to the Chief Financial Officer (CFO). Discussions of valuation processes are held between the Chief Financial Officer and the valuation team at least once every quarter, in line with the Company's quarterly reporting dates.

The following table shows classification of the financial assets and liabilities by category.

	FVOCI	Amortised cost	Total
	Thousand Baht	Thousand Baht	Thousand Baht
As at 31 December 2024			
Financial assets			
Cash and cash equivalents	-	450,725	450,725
Trade and other current receivables	-	395,975	395,975
Short-term fixed deposit	-	78,012	78,012
Investment in equity instrument of non-listed company	26,529	-	26,529
	<u>26,529</u>	<u>924,712</u>	<u>951,241</u>
Financial liabilities			
Trade and other current payables	-	386,670	386,670
Lease liabilities	-	2,237	2,237
	<u>-</u>	<u>388,907</u>	<u>388,907</u>
As at 30 September 2024			
Financial assets			
Cash and cash equivalents	-	345,765	345,765
Trade and other current receivables	-	452,781	452,781
Short-term fixed deposit	-	179,625	179,625
Investment in equity instrument of non-listed company	26,529	-	26,529
	<u>26,529</u>	<u>978,171</u>	<u>1,004,700</u>
Financial liabilities			
Trade and other current payables	-	506,287	506,287
Lease liabilities	-	2,661	2,661
	<u>-</u>	<u>508,948</u>	<u>508,948</u>

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

Thai Steel Cable Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For three-month period ended 31 December 2024

6 Trade and other current receivables

As at	31 December 2024	30 September 2024
	Thousand Baht	Thousand Baht
Trade receivables - other related parties		
Not yet due	29,904	39,891
Within 3 months	8,208	1,654
	<u>38,112</u>	<u>41,545</u>
<u>Less</u> Allowance for doubtful accounts	-	-
Total trade receivables - other related parties (Note 15 b)	<u>38,112</u>	<u>41,545</u>
Trade receivables - third parties		
Not yet due	353,881	404,022
Within 3 months	2,242	2,511
3 - 6 months	19	-
	<u>356,142</u>	<u>406,533</u>
<u>Less</u> Allowance for doubtful accounts	-	-
Total trade receivables - third parties	<u>356,142</u>	<u>406,533</u>
Other current receivables - other related parties (Note 15 b)	274	659
Other current receivables - third parties	1,447	4,044
Total trade and other current receivables	<u>395,975</u>	<u>452,781</u>

7 Inventories, net

As at	31 December 2024	30 September 2024
	Thousand Baht	Thousand Baht
Finished goods	36,449	30,412
Work in process	34,570	31,360
Raw materials	76,272	73,564
Goods in transit	22,319	20,717
Spare parts and factory supplies	4,596	4,935
	<u>174,206</u>	<u>160,988</u>
<u>Less</u> Allowance for obsolescence	(2,911)	(2,957)
Total inventories, net	<u>171,295</u>	<u>158,031</u>

Thai Steel Cable Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For three-month period ended 31 December 2024

8 Financial assets measured at fair value through other comprehensive income

Details of financial assets measured at fair value through other comprehensive income (FVOCI) are as follows:

Company's name	Country of incorporation	Shareholding percentage		Cost		Carrying amount at fair value	
		31 December 2024	30 September 2024	31 December 2024	30 September 2024	31 December 2024	30 September 2024
		%	%	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
HI-LEX Vietnam Co., Ltd.	Vietnam	6.28	6.28	25,704	25,704	26,529	26,529

The movements of financial assets measured at FVOCI during the period are as follows:

For the three-month period ended 31 December 2024	Thousand Baht
Opening net book value	26,529
Remeasurement at FVOCI	-
Closing net book value	26,529

9 Investment properties, net

Movement of investment properties are as follows:

For the three-month period ended 31 December 2024	Thousand Baht
Opening net book value	179,201
Depreciation	(2,287)
Closing net book value	176,914

10 Property, plant and equipment, net

Movements of property, plant, equipment are as follows:

	Right-of-use assets Thousand Baht	Property, plant and equipment Thousand Baht	Total Thousand Baht
For the three-month period ended 31 December 2024			
Opening net book value	2,549	846,805	849,354
Additions	-	18,303	18,303
Disposal, net	-	-	-
Write-off, net	-	-	-
Depreciation	(415)	(23,924)	(24,339)
Closing net book value	2,134	841,184	843,318

Thai Steel Cable Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For three-month period ended 31 December 2024

11 Trade and other current payables

As at	31 December 2024	30 September 2024
	Thousand Baht	Thousand Baht
Trade payables - other related parties (Note 15 b)	76,438	82,013
Trade payables - third parties	251,731	272,363
Other current payables - other related parties (Note 15 b)	131	161
Other current payables - third parties	12,023	25,251
Accrued expenses - other related parties (Note 15 b)	7,070	3,849
Accrued expenses - third parties	39,277	122,650
	<hr/>	<hr/>
Total trade and other current payables	386,670	506,287

12 Provision for product warranty and sales promotion

Movement of provisions are as follows:

12.1 Provision for product warranty

	Thousand Baht
Opening balance	72,808
Increase in provision for product warranty	59
Utilised during the period	(146)
	<hr/>
Closing balance	72,721

Provisions for product warranty is recognised at a percentage for sales and estimated incurred claims. The rate used in the calculation to the sales is based on historical data of actual expenses.

12.2 Provision for sales promotion

	Thousand Baht
Opening balance	28,282
Provisions for sales promotion paid	(55)
	<hr/>
Closing balance	28,227

Provisions for sales promotion is recognised at a percentage of sales which were estimated based on the historical of actual discount given to the customers.

13 Income tax expenses

The interim income tax is accrued based on management's estimate using the tax rate that would be applicable to the expected total annual earnings. For the three-month period ended 31 December 2024, the weighted average applicable tax rate of the Company was 0 % (For the three-month period ended 31 December 2023: 1.79%).

Thai Steel Cable Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For three-month period ended 31 December 2024

14 Commitments and contingent liabilities

14.1 Capital commitments

Capital expenditure contracted but not recognised as liabilities is as follows:

	31 December 2024	30 September 2024
	Thousand Baht	Thousand Baht
Investment properties and property, plant and equipment	15,542	9,910

14.2 Short-term Lease and service commitments

The Company had future minimum payments under short-term leases, lease of low-value assets and service agreements as follows:

	31 December 2024	30 September 2024
	Thousand Baht	Thousand Baht
Within a year	2,678	6,268
1 - 5 years	3,073	3,645
Total	5,751	9,913

15 Related parties transactions

a) Transactions with related parties

Transactions with related parties are as follows:

	2024	2023	
	Thousand Baht	Thousand Baht	Pricing policies
Sales of goods and services			
Other related parties - common directors	44,632	61,697	Cost plus margin
Purchases of goods and services			
Other related parties - common directors	112,855	141,546	Cost plus margin
Other transactions			
- purchase of assets			
Other related parties - common directors	1,144	939	Mutually agreed

Thai Steel Cable Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For three-month period ended 31 December 2024

b) Outstanding balances arising from sales and purchases of goods and services

The outstanding balances at the end of the reporting period in relation to transactions with related parties are as follows:

	31 December 2024	30 September 2024
	Thousand Baht	Thousand Baht
Receivables		
Trade receivables - other related parties - common directors	38,112	41,545
Other current receivables - other related parties - common directors	274	659
Payables		
Trade payables - other related parties - common directors	76,438	82,013
Other current payables - other related parties - common directors	131	161
Accrued license fee - other related parties - common directors	7,070	3,849

c) Key management compensation

Key management includes directors (executive and non-executive), members of the executive committee. The compensation paid or payable to key managements are as follows:

For the three-month period ended 31 December	2024	2023
	Thousand Baht	Thousand Baht
Salaries and other short-term employee benefits	57,897	49,416
Post-employment benefits	461	461
Total	58,358	49,877

16 Event after the reporting period

On 24 January 2025, the 2025 Annual General Meeting of 2025 approved the dividend payment from its net operating profit for the year 2024 at the rate of 1.20 baht per share, totaling 311.76 million baht. The company has already paid an interim dividend to its shareholders at the rate of 0.40 baht per share, totaling 103.92 million baht. Therefore, the remaining dividend to be paid is at the rate of 0.80 baht per share, totaling 207.84 million baht, which will be paid on 21 February 2025.