

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

**REVIEW REPORT AND INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022**

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders and Board of Directors of
Se-Education Public Company Limited

I have reviewed the accompanying consolidated statements of financial position of Se-Education Public Company Limited and its subsidiaries as at March 31, 2022, and the related consolidated statement of income, statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the three-month period then ended, and the condensed notes to the financial statements and I have also reviewed the statement of financial position of Se-Education Public Company Limited as at March 31, 2022, and the related statement of income, statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the three-month period then ended, and the condensed notes to the financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 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 I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

CONCLUSION

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

(Miss Nannaphat Wannasomboon)
Certified Public Accountant
Registration No. 7793

Dharmniti Auditing Company Limited
Bangkok, Thailand
May 13, 2022

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022

ASSETS

	Notes	Baht			
		Consolidated financial statements		Separate financial statements	
		As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Current assets					
Cash and cash equivalents	5	111,162,492	135,702,719	21,990,673	32,757,370
Trade and other current receivables	4,6	88,403,200	50,221,956	85,438,441	45,973,421
Inventories	7	264,379,196	223,588,903	261,860,163	221,303,745
Other current financial assets	8	17,351,350	56,658,729	17,351,350	56,658,729
Other current assets	9	25,752,408	22,661,128	23,809,362	20,860,701
Total current assets		507,048,646	488,833,435	410,449,989	377,553,966
Non-current assets					
Restricted bank deposits and other investments	10	12,976,435	12,971,637	12,976,435	12,971,637
Investment in associated company	11	19,654,461	19,654,461	100,000	100,000
Investment in subsidiary companies	12	-	-	69,482,091	69,482,091
Property, plant and equipment	13	1,638,270,941	1,637,544,388	1,313,160,103	1,321,702,560
Right-of-use assets	14	286,475,297	298,736,554	258,749,971	270,570,344
Intangible assets	15	4,300,997	4,704,378	4,035,609	4,438,102
Prepaid book copyright and translation fee		22,937,676	22,607,425	22,937,676	22,607,425
Rental guarantee and deposit		24,330,102	24,970,073	24,330,102	24,970,073
Deferred tax assets		4,353,535	1,617,180	4,353,451	1,614,503
Withholding tax pending for the refund		23,501,689	25,956,897	23,499,013	25,956,897
Other non-current assets		9,611,635	9,629,190	7,731,982	7,669,365
Total non-current assets		2,046,412,768	2,058,392,183	1,741,356,433	1,762,082,997
Total assets		2,553,461,414	2,547,225,618	2,151,806,422	2,139,636,963

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONT.)
AS AT MARCH 31, 2022

LIABILITIES AND SHAREHOLDERS' EQUITY

	Notes	Baht			
		Consolidated financial statements		Separate financial statements	
		As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Current liabilities					
Overdraft and short-term loan from financial institution	16	123,667,452	140,000,000	123,667,452	140,000,000
Trade and other current payables	17	545,243,024	473,504,505	527,866,488	458,658,370
Income received in advance recognisable within one year	18	44,043,125	63,935,223	-	-
Current portion of long-term loans	20	64,560,000	62,302,000	59,260,000	62,302,000
Current portion of long-term employee benefits obligations	21	3,654,371	3,654,371	3,654,371	3,654,371
Current portion of lease liabilities	24	74,023,287	82,069,723	73,303,894	80,523,544
Other current financial liabilities	25	300,568	-	300,568	-
Other current liabilities	19	24,819,551	23,664,044	22,069,500	21,792,372
Total current liabilities		880,311,378	849,129,866	810,122,273	766,930,657
Non-current liabilities					
Income received in advance	18	45,511,893	40,063,880	-	-
Long-term loans	20	221,662,000	241,032,000	128,062,000	142,132,000
Deferred tax liabilities	23	37,511,668	37,791,302	34,085,433	34,294,654
Long-term employee benefits obligations	21	79,265,782	77,167,609	65,280,808	63,598,038
Lease liabilities	24	117,385,062	119,305,823	95,498,687	97,031,181
Provision for decommissioning costs	22	39,917,861	41,642,857	39,917,861	41,642,857
Income tax payable		490,503	490,503	-	-
Other non-current financial liabilities	25	1,325,233	2,427,219	1,325,233	2,427,219
Other non-current liabilities		9,769,765	11,130,893	3,579,474	5,823,908
Total non-current liabilities		552,839,767	571,052,086	367,749,496	386,949,857
Total liabilities		1,433,151,145	1,420,181,952	1,177,871,769	1,153,880,514

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONT.)
AS AT MARCH 31, 2022

LIABILITIES AND SHAREHOLDERS' EQUITY (CONT.)

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
Notes	31, 2022	31, 2021	31, 2022	31, 2021
Shareholders' equity				
Share capital				
Authorized share capital				
391,944,529 ordinary shares of Baht 1 each	391,944,529	391,944,529	391,944,529	391,944,529
Issued and paid-up				
391,944,418 ordinary shares of Baht 1 each	391,944,418	391,944,418	391,944,418	391,944,418
Share premium	149,420,558	149,420,558	149,420,558	149,420,558
Retained earnings				
Appropriated to legal reserve				
Company	39,194,453	39,194,453	39,194,453	39,194,453
Subsidiaries	1,540,819	1,540,819	-	-
Unappropriated	65,970,117	75,006,265	24,057,418	35,738,712
Other components of shareholders' equity	374,783,221	375,061,648	369,317,806	369,458,308
Total shareholders' equity of parent	1,022,853,586	1,032,168,161	973,934,653	985,756,449
Total non-controlling interests of the subsidiaries	97,456,683	94,875,505	-	-
Total shareholders' equity	1,120,310,269	1,127,043,666	973,934,653	985,756,449
Total liabilities and shareholders' equity	2,553,461,414	2,547,225,618	2,151,806,422	2,139,636,963

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

	Notes	Baht			
		Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Revenues					
Revenues from sales		417,491,204	444,654,847	417,623,116	444,750,467
Tuition fees income		57,318,956	49,804,724	-	-
Interest income		9,192	22,596	9,192	22,596
Other income		11,299,037	10,011,720	10,598,798	9,096,901
Total revenues		486,118,389	504,493,887	428,231,106	453,869,964
Expenses					
Cost of sales		267,435,155	279,837,067	267,567,067	279,932,687
Cost of tuition fees		42,355,328	38,645,147	-	-
Selling expenses		119,166,319	119,016,580	119,166,319	119,016,580
Administrative expenses		56,816,433	73,542,654	46,894,488	64,356,152
Other loss		1,625,801	1,983,419	1,625,801	1,983,419
Total expenses		487,399,036	513,024,867	435,253,675	465,288,838
Profit (loss) from operating activities		(1,280,647)	(8,530,980)	(7,022,569)	(11,418,874)
Finance cost		(5,732,384)	(5,267,991)	(5,008,448)	(4,574,436)
Profit (loss) before income tax (expenses)		(7,013,031)	(13,798,971)	(12,031,017)	(15,993,310)
Income tax (expenses)	26	225,022	2,162,968	209,221	2,147,167
Profit (loss) for the period		(6,788,009)	(11,636,003)	(11,821,796)	(13,846,143)
Profit (loss) attributable to					
Equity holders of the Company		(9,341,318)	(12,738,864)	(11,821,796)	(13,846,143)
Non-controlling interests of the subsidiaries		2,553,309	1,102,861	-	-
		(6,788,009)	(11,636,003)	(11,821,796)	(13,846,143)
Basic earnings (loss) per share					
Attributable to equity holders of the Company	27	(0.024)	(0.032)	(0.030)	(0.035)

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Notes				
Profit (loss) for the period	(6,788,009)	(11,636,003)	(11,821,796)	(13,846,143)
Other comprehensive income:				
Item that will not be reclassified to profit or loss				
Change surplus on revaluation of assets				
- Effect from tax expense	54,612	-	-	-
Other comprehensive income (loss) for the period	54,612	-	-	-
Total comprehensive income (loss) for the period	<u>(6,733,397)</u>	<u>(11,636,003)</u>	<u>(11,821,796)</u>	<u>(13,846,143)</u>
Total comprehensive income (loss) attributable to				
Equity holders of the Company	(9,314,575)	(12,738,864)	(11,821,796)	(13,846,143)
Non-controlling interests of subsidiaries	2,581,178	1,102,861	-	-
	<u>(6,733,397)</u>	<u>(11,636,003)</u>	<u>(11,821,796)</u>	<u>(13,846,143)</u>

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Notes to the interim financial statements form an integral part of these statements.

"UNAUDITED"
"REVIEWED"



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SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONT.)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

	Baht						
	Separate financial statements						
	Issued and paid-up share capital	Share premium	Retained earnings		Surplus on revaluation of assets	Total other components of shareholders' equity	Total shareholders' equity
Beginning balance as at January 1, 2021	391,944,418	149,420,558	39,194,453	91,998,611	370,028,121	370,028,121	1,042,586,161
Profit (loss) for the period	-	-	-	(13,846,143)	-	-	(13,846,143)
Other comprehensive income (loss) for the period	-	-	-	-	-	-	-
Total comprehensive income (loss) for the period	-	-	-	(13,846,143)	-	-	(13,846,143)
Transferred surplus on revaluation of assets to retained earnings	-	-	-	140,502	(140,502)	(140,502)	-
Balance as at March 31, 2021	391,944,418	149,420,558	39,194,453	78,292,970	369,887,619	369,887,619	1,028,740,018
Beginning balance as at January 1, 2022	391,944,418	149,420,558	39,194,453	35,738,712	369,458,308	369,458,308	985,756,449
Profit (loss) for the period	-	-	-	(11,821,796)	-	-	(11,821,796)
Other comprehensive income (loss) for the period	-	-	-	-	-	-	-
Total comprehensive income (loss) for the period	-	-	-	(11,821,796)	-	-	(11,821,796)
Transferred surplus on revaluation of assets to retained earnings	-	-	-	140,502	(140,502)	(140,502)	-
Balance as at March 31, 2022	391,944,418	149,420,558	39,194,453	24,057,418	369,317,806	369,317,806	973,934,653

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from operating activities				
Net profit (loss)	(6,788,009)	(11,636,003)	(11,821,796)	(13,846,143)
Adjustments to reconcile profit (loss) net cash provided by (paid) from operating activities:				
Gain on disposal of temporary investments	(85,807)	(120,361)	(85,807)	(120,361)
Other unrealized (gain) losses	(801,418)	(3,031,386)	(801,418)	(3,031,386)
(Gain) loss from adjusting investment value	40,727	13,878	40,727	13,878
Allowance for doubtful accounts and estimated goods return	1,986,206	3,692,421	2,690,902	4,244,661
Bad debt	-	1,572,956	-	1,572,956
Adjustments from reconcile account receivable (reversal)	-	(466,836)	-	(466,836)
Expense from loss of inventories (reversal)	(2,635,394)	(1,845,867)	(2,635,394)	(1,845,867)
Allowance for loss of inventories, dilapidated and slow moving (reversal)	(3,249,885)	13,548,511	(3,249,885)	13,548,511
Expense for donation of goods	2,360,189	2,064,251	2,360,189	2,064,251
Loss from destroy inventories	2,221,801	-	2,221,801	-
Depreciation and amortization property	15,155,037	16,685,778	9,546,840	11,625,913
Depreciation of right-of-use assets	23,968,675	22,324,625	23,527,791	21,946,251
Loss from cancellation of lease agreements	(15,693)	-	(15,693)	-
Loss from impairment of assets (reversal)	(242,423)	(43,019)	(242,423)	(43,019)
(Gain) loss on sales equipment	32,876	99,714	32,876	108,041
Loss on written-off fixed assets	76,778	44,077	76,778	44,077
Loss on written-off intangible assets	38,767	-	38,767	-
Rental reduction	(1,935,860)	-	(1,935,860)	-
Difference from rental reduction	-	(135,089)	-	(135,089)
Adjustment from clearing long outstanding payable	(15,998)	(425,923)	(15,998)	(425,923)
Long-term employee benefits expenses	2,053,173	1,886,595	1,637,770	1,681,136
Interest income	(9,192)	(22,596)	(9,192)	(22,596)
Interest expenses	5,732,384	5,267,991	5,008,448	4,574,436
(Income) tax expenses	(225,022)	(2,162,968)	(209,221)	(2,147,167)
Profit from operating activities before changes in operating assets and liabilities	37,661,912	47,310,749	26,160,202	39,339,724

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONT.)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Operating assets (increase) decrease				
Trade and other current receivables	(40,167,450)	(41,184,161)	(42,155,922)	(43,683,332)
Inventories	(39,487,004)	(8,793,499)	(39,253,129)	(8,516,503)
Prepaid expenses	(4,393,834)	(1,691,981)	(4,251,259)	(1,949,103)
Other current assets	1,302,554	496,368	1,302,598	514,242
Prepaid book copyright and translation fee	(330,251)	(271,387)	(330,251)	(271,387)
Rental guarantee and deposit	639,971	395,313	639,971	395,313
Other non-current assets	17,555	(125,573)	(62,617)	(62,563)
Operating liabilities increase (decrease)				
Trade and other current payables	72,013,935	41,731,665	69,489,034	40,236,349
Income received in advance	(14,444,085)	(14,885,630)	-	-
Other current liabilities	1,155,507	425,377	277,128	(578,808)
Other non-current liabilities	(1,361,128)	742,051	(2,244,434)	(273,846)
Cash received from operating activities	12,607,682	24,149,292	9,571,321	25,150,086
Cash paid for employee benefit	-	(5,588,168)	-	(3,499,000)
Cash received from employee benefit	45,000	-	45,000	-
Cash paid for decommissioning cost	(1,759,407)	(1,047,447)	(1,759,407)	(1,047,447)
Cash received from income tax	-	14,795	-	-
Cash paid for interest expenses	(5,715,367)	(5,256,193)	(4,991,431)	(4,562,638)
Cash paid for income tax	(281,146)	(389,563)	(281,063)	(389,479)
Net cash provided by operating activities	4,896,762	11,882,716	2,584,420	15,651,522
Cash flows from investing activities:				
Cash paid for purchase other current financial assets	(173,300,000)	(170,600,000)	(173,300,000)	(170,600,000)
Cash received from sale of other current financial assets	212,652,459	174,342,863	212,652,459	174,342,863
Increase in bank and other investments with quarantine obligation	(4,798)	(4,798)	(4,798)	(4,798)
Cash paid for purchase of fixed assets	(15,729,070)	(9,756,092)	(858,251)	(325,852)
Cash paid for purchase right-of-use assets	(236,894)	(80,000)	(236,894)	(80,000)
Cash received from sale of equipment	102,846	211,714	102,846	201,714
Cash paid for lease quarantine deposit	(50,946)	-	(50,946)	-
Cash received from lease quarantine deposit	80,253	-	80,253	-
Cash received from interest income	9,192	22,596	9,192	22,596
Net cash provided by (used in) investing activities	23,523,042	(5,863,717)	38,393,861	3,556,523



Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONT.)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2022

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from financing activities				
Increase in bank overdraft	3,667,452	-	3,667,452	-
Cash paid for short-term loan from financial institution	(20,000,000)	-	(20,000,000)	-
Cash paid for long-term loans	(17,112,000)	(5,000,000)	(17,112,000)	-
Cash paid for lease liabilities	(19,515,483)	(18,813,219)	(18,300,430)	(17,582,843)
Net cash provided by (use in) from financing activities	(52,960,031)	(23,813,219)	(51,744,978)	(17,582,843)
Net increase (decrease) in cash and cash equivalents	(24,540,227)	(17,794,220)	(10,766,697)	1,625,202
Cash and cash equivalents at beginning of period	135,702,719	120,105,379	32,757,370	38,044,635
Cash and cash equivalents at end of period	111,162,492	102,311,159	21,990,673	39,669,837
Supplemental cash flows information				
Non-cash transactions				
Gain in revaluation surplus on changes in value of unit trust	9,399	143,298	9,399	143,298
(Increase) decrease in right-of-use assets	(19,675,777)	-	(19,675,777)	-
Increase (decrease) in lease liabilities	19,675,777	-	19,675,777	-
Increase (decrease) in payables for purchase of asset	(242,025)	241,183	247,525	(171,061)

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM THE FINANCIAL STATEMENTS
MARCH 31, 2022

1. GENERAL INFORMATION

1.1 Address and legal status

Se-Education Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company listed on the Stock Exchange of Thailand on 29 April 1993.

The address of its registered office is as follows:

Head office : located at 1858/87-90, Debaratana Road, Bangna South Sub-District, Bangna District, Bangkok.

Distribution center : located at 118 Moo 1, Tambon Sisa Chorakhe Yai, Bang Sao Tong District, Samutprakarn.

1.2 Nature of the Company’s business and shareholder

The Group operate their businesses in Thailand and are authorised to engage in the following:

1. Operate bookstores which consist of SE-ED Book Center and network stores and various university bookstores in Bangkok and other provinces as well as the network and sales area in various forms.

2. Distribute books for both published by SE-ED and other publishers to bookstores all over the country and to other sales channels.

3. Publish books by producing books and book printing.

4. Plearnpattana School, which operates a private school offering courses for students from pre-kindergarten to Matayom 6.

5. BaesLab Co., Ltd., which operates in consulting, provision and distribution of software and hardware business (Stop operating its main business at the beginning of 2020).

1.3 Coronavirus disease 2019 pandemic

The Coronavirus disease 2019 pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting businesses and industries as a whole. This situation may affect the results of operations of business. Nevertheless, the management of the Group has continuously monitored ongoing developments and regularly assesses the financial impact in respect of the valuation of assets, provisions and contingent liabilities.

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2. BASIS FOR PREPARATION OF INTERIM THE FINANCIAL STATEMENTS

2.1 Basis for preparation of the interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No.34 "Interim Financial Reporting", and the requirements of the Securities and Exchange Commission (SEC). The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and situations and not intended to re-emphasis on the information previously reported. The interim financial statements should therefore, be read in conjunction with the financial statements for the year ended December 31, 2021.

The interim financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

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

2.2 Basis of consolidated interim financial statements preparation

2.2.1 The consolidated interim financial statements are prepared by including the Company's financial statements and its subsidiaries financial statements as follows:-

Subsidiary companies' name	Nature of business	Country of incorporation	Shareholding percentage	
			As at March 31, 2022	As at December 31, 2021
BaesLab Co., Ltd.	Operates in consulting, provision and distribution of software and hardware business (Stop operating its main business at the beginning of 2020)	Thailand	60.00	60.00
Pleam Patt Co., Ltd.	Private school	Thailand	48.97	48.97

2.2.2 These consolidated interim financial statements are prepared by applying the same basis as that applied for the preparation of the consolidated financial statements for the year ended December 31, 2021, with there being no changes in the structure of shareholding in subsidiaries during the current period.

2.2.3 The consolidated interim financial statements are prepared by using uniform accounting policies. So that the transaction and the others event which are the same or the similar circumstances have been used the identical policies to record those transaction.

2.2.4 Significant inter-company transactions between the Company and its subsidiaries have been eliminated.

2.2.5 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 within equity in the consolidated statement of financial position.

2.3 Financial reporting standards that became effective in the current period

During the period, the Group has adopted the revised financial reporting standards, which are effective for fiscal years beginning on or after January 1, 2022. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting practices, accounting guidance and disclosures in the notes to the financial statements and, for some standards, providing temporary reliefs or temporary exemptions to users of the standards.

The adoption of these financial reporting standards does not have any significant impact on the financial statements in the current period.

3. SIGNIFICANT ACCOUNTING POLICIES

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

4. TRANSACTIONS WITH RELATED PARTIES

The Company had significant business transactions with related parties. These parties are directly or indirectly related through common shareholding and/or directorship. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company, its subsidiaries and those related parties.

The related companies include the following:

Company	Relationship
Plearn Patt Co., Ltd.	Subsidiary company by direct shareholders
BaesLab Co., Ltd.	Subsidiary company by direct shareholders (Stop operating its main business at the beginning of 2020)
M AND E Co., Ltd.	Associated company by direct shareholders

For the three-month periods ended March 31, 2022 and 2021, the significant transactions with related parties can be summarized as follows:

Transfer Pricing Policy		Baht			
		Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Transactions in the statements of income					
Subsidiary companies					
Sales of goods	Market price	-	-	131,912	95,620
Service expenses	Mutually agreed agreement	-	-	1,168	1,168
Related companies					
Service revenue	Mutually agreed agreement	2,804	2,804	2,804	2,804
Purchases of goods	Market price	-	143,964	-	143,964
Shareholder and directors of subsidiary companies					
Amortised of right-of-use assets	Mutually agreed agreement	318,119	256,021	-	-
Amortised leasehold rights on land	Mutually agreed agreement	70,338	70,338	-	-
Interest expenses	5% - 6% per annum	113,773	35,568	-	-

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As at March 31, 2022 and December 31, 2021 Significant outstanding balances with related companies are as follow:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
<u>Outstanding balances at the statements of financial position</u>				
<u>Subsidiary companies</u>				
Trade and other current receivables	-	-	10,773	9,237
<u>Shareholder and directors of subsidiary companies</u>				
Leasehold rights on land	4,882,628	4,952,966	-	-
Right-of-use assets	21,699,745	22,017,864	-	-
Lease liabilities	21,699,745	22,017,864	-	-
Long - term loan from director	2,300,000	2,300,000	-	-

Directors and management's benefits (According to the definition of the Securities and Exchange Commission (SEC))

For the three-month periods ended March 31, 2022 and 2021, the Group had employee benefit expenses payable to their directors and management as below.

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Short-term employee benefits	5,087,861	3,177,779	4,428,889	2,537,413
Post-employment benefits	150,733	128,684	140,090	102,431
Total	5,238,594	3,306,463	4,568,979	2,639,844

5. CASH AND CASH EQUIVALENTS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Cash	6,455,771	8,888,480	6,217,891	8,611,700
Bank deposits - current accounts	2,687,566	4,533,973	1,452,096	3,679,876
Bank deposits - saving accounts	102,019,155	122,280,266	14,320,686	20,465,794
Total	111,162,492	135,702,719	21,990,673	32,757,370

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6. TRADE AND OTHER CURRENT RECEIVABLES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
<u>Trade receivables - Related parties</u>				
Classified by aging				
Not yet due	-	-	10,773	9,237
Total	-	-	10,773	9,237
<u>Trade receivables - Other companies</u>				
Classified by aging				
Not yet due	83,257,061	33,419,791	83,257,061	33,419,791
0 - 6 months	4,027,954	14,106,495	2,276,898	10,935,544
6 - 12 months	2,581,911	1,816,306	1,742,675	738,896
Over 12 months	3,043,477	5,122,620	699,350	2,184,934
Total	92,910,403	54,465,212	87,975,984	47,279,165
<u>Less</u> Allowance for expected credit losses	(5,310,660)	(5,334,365)	(2,560,095)	(1,879,104)
Allowance for goods return	(3,105,474)	(1,095,563)	(3,105,474)	(1,095,563)
Total	84,494,269	48,035,284	82,310,415	44,304,498
Total trade receivable	84,494,269	48,035,284	82,321,188	44,313,735
<u>Other current receivables</u>				
Advances	1,824,819	290,122	1,777,861	283,122
Others	2,084,112	1,896,550	1,339,392	1,376,564
Total other current receivables	3,908,931	2,186,672	3,117,253	1,659,686
Total trade and other current receivables - net	88,403,200	50,221,956	85,438,441	45,973,421

The movements in transactions of allowance for expected credit losses and allowance for goods return are as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	Allowance for expected credit losses	Allowance for goods return	Allowance for expected credit losses	Allowance for goods return
Beginning balance	5,334,365	1,095,563	1,879,104	1,095,563
<u>Add</u> Allowance for expected credit losses and goods return during the period	685,194	2,009,911	685,194	2,009,911
<u>Less</u> Reversal of allowance for expected credit losses and goods return during the period	(708,899)	-	(4,203)	-
Ending balance	5,310,660	3,105,474	2,560,095	3,105,474

7. INVENTORIES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Finished goods	444,418,216	407,324,775	441,799,598	404,940,032
Work in process	11,711,207	11,264,241	11,711,207	11,264,241
Raw material	730,893	730,892	730,893	730,892
Total	456,860,316	419,319,908	454,241,698	416,935,165
<u>Less</u> Allowance for loss of inventories	(5,867,136)	(5,179,671)	(5,867,136)	(5,179,671)
Allowance for dilapidated and slow moving	(186,613,984)	(190,551,334)	(186,514,399)	(190,451,749)
Inventories - net	264,379,196	223,588,903	261,860,163	221,303,745

Movements in transactions of allowance for loss of inventories and dilapidated and slow moving are summarized as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Beginning balance	195,731,005	177,232,976	195,631,420	177,133,391
Increase	3,099,985	25,821,245	3,099,985	25,821,245
Decrease	(6,349,870)	(7,323,216)	(6,349,870)	(7,323,216)
Ending balance	192,481,120	195,731,005	192,381,535	195,631,420

8. OTHER CURRENT FINANCIAL ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Investment in securities in unit trust - at cost	17,341,951	56,608,603	17,341,951	56,608,603
<u>Add</u> Unrealized gain on changes in the value of investments	9,399	50,126	9,399	50,126
Investment in securities - At fair value	17,351,350	56,658,729	17,351,350	56,658,729
Total	17,351,350	56,658,729	17,351,350	56,658,729

9. OTHER CURRENT ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Supplies	13,385,160	14,081,204	13,366,995	14,063,002
Prepaid expenses	10,822,774	6,428,939	8,904,106	4,652,847
Others	1,544,474	2,150,985	1,538,261	2,144,852
Total	<u>25,752,408</u>	<u>22,661,128</u>	<u>23,809,362</u>	<u>20,860,701</u>

10. RESTRICTED BANK DEPOSITS AND OTHER INVESTMENTS

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	As at March 31, 2022	As at December 31, 2021
Fixed deposits with 12 months maturity	8,000,000	8,000,000
Saving bonds with 10 years maturity	4,976,435	4,971,637
Total	<u>12,976,435</u>	<u>12,971,637</u>

As at March 31, 2022 and December 31, 2021, the fixed deposits with 12 months maturity, with the bearing of 0.10% and 0.25%, respectively, and savings bonds with 10 years maturity, face value Baht 5.00 million and 5.00 million, respectively, with the bearing of 3.625% and bearing of 3.625%, respectively, has been used to guarantee electricity use, rental of space and dealers (Note 29.2 to the interim financial statements).

11. INVESTMENTS IN AN ASSOCIATE

This account consisted of:

Company's name	Nature of business	Shareholding percentage (%)	Baht							
			Consolidated financial statements				Separate financial statements			
			At equity method		Allowance for impairment of investments		At equity method - Net		At cost method	
			As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
M AND E Co., Ltd.	Painting office production of technical magazines and engineering manuals	25	20,234,461	20,234,461	(580,000)	(580,000)	19,654,461	19,654,461	100,000	100,000
Total			<u>20,234,461</u>	<u>20,234,461</u>	<u>(580,000)</u>	<u>(580,000)</u>	<u>19,654,461</u>	<u>19,654,461</u>	<u>100,000</u>	<u>100,000</u>

12. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as presented in the separate financial statements are as follows:

Company's name	Paid-up capital		Shareholding percentage		Baht					
					Cost		Allowance for impairment of investments		Carrying amounts based on cost method - net	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
	(Thousand Baht)	(Thousand Baht)	(%)	(%)						
BaesLab Co., Ltd.	250	250	60.00	60.00	150,000	150,000	-	-	150,000	150,000
Plearn Patt Co., Ltd.	151,850	151,850	48.97	48.97	83,000,000	83,000,000	(13,667,909)	(13,667,909)	69,332,091	69,332,091
Total					83,150,000	83,150,000	(13,667,909)	(13,667,909)	69,482,091	69,482,091

13. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment account for the three-month period ended March 31, 2022 are summarised follows:

	Baht	
	Consolidated financial statements	Separate financial statements
At cost		
Balance as at December 31, 2021	2,084,285,574	1,541,355,552
Acquisitions during the period	15,487,045	610,726
Disposals during the period	(9,778,800)	(9,778,800)
Written-off during the period	(9,134,358)	(9,134,358)
Balance as at March 31, 2022	2,080,859,461	1,523,053,120
Accumulated depreciation		
Balance as at December 31, 2021	446,378,238	219,290,044
Depreciation for the period	14,790,423	9,183,114
Accumulated depreciation on disposals	(9,643,078)	(9,643,078)
Accumulated depreciation on written-off	(9,057,588)	(9,057,588)
Balance as at March 31, 2022	442,467,995	209,772,492
Impairment		
Balance as at December 31, 2021	362,948	362,948
Impairment during the period	(242,423)	(242,423)
Balance as at March 31, 2022	120,525	120,525
Net book value		
Balance as at December 31, 2021	1,637,544,388	1,321,702,560
Balance as at March 31, 2022	1,638,270,941	1,313,160,103

The Company mortgaged the land and constructions thereon where the distribution center is situated to secure against credit facilities granted by a commercial bank (Note. 16, 20 and 30 to the interim financial statement).

14. RIGHT-OF-USE ASSETS

Movements of the right-of-use assets account for the three-month period ended March 31, 2022 are summarized below.

	Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at December 31, 2021	298,736,554	270,570,344
Increase during period	19,963,617	19,963,617
Decrease during period	(8,256,199)	(8,256,199)
Amortization for the period	(23,968,675)	(23,527,791)
Net book value as at March 31, 2022	286,475,297	258,749,971

The whole amount of the leasehold on buildings represented leased areas in leading shopping centers in order to open SE-ED Book Center. The terms of these leaseholds range between 10 to 30 years.

The whole amount of the leasehold rights consisted of three land lease agreements which the subsidiary entered into with its shareholders totalling Baht 25.62 million. It is related to the lease of land area of approximately 25 rais for the period of 30 years for the purpose of operating an education institute.

15. INTANGIBLE ASSETS

Movements of the intangible assets which are software license fee for the three-month period ended March 31, 2022 are summarised follows:

	Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at December 31, 2021	4,704,378	4,438,102
Decrease during period	(38,767)	(38,767)
Amortization for the period	(364,614)	(363,726)
Net book value as at March 31, 2022	4,300,997	4,035,609

16. OVER DRAFT AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

As at March 31, 2022 and December 31, 2021, the Company have the short-term loans amount of Baht 120.00 million and 140.00 million, respectively in the form of promissory in the amount of Baht 220.00 million notes in the not over 3 months with interest rate of 3.00% - 3.10% per annum,

As at March 31, 2022 the Company have the overdrafts amounted Baht 3.67 million with carried MOR% per annum and guaranteed by mortgaging the land with buildings (Note 30 to the interim financial statements).

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17. TRADE AND OTHER CURRENT PAYABLES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Trade payable - related parties	-	-	-	9,237
Trade payable - other companies	451,099,577	385,487,154	449,646,922	384,037,499
Accrued expenses	63,413,791	57,230,573	47,905,856	44,213,747
Payables for purchase of assets	493,284	735,309	100,259	347,784
Notes payable	499,200	574,824	499,200	574,824
Other payables	29,737,172	29,476,645	29,714,251	29,475,279
Total	545,243,024	473,504,505	527,866,488	458,658,370

18. INCOME RECEIVED IN ADVANCE

This account consisted of:

	Baht	
	Consolidated financial statements	
	As at March 31, 2022	As at December 31, 2021
Income received in advance	89,555,018	103,999,103
<u>Less</u> Income received in advance recognizable within one year	<u>(44,043,125)</u>	<u>(63,935,223)</u>
Net	45,511,893	40,063,880

Movements of income received in advance for the three-month period ended March 31, 2022 are as follows:

	Baht		
	Consolidated financial statements		
	Initial entrance fee	Education supporting fee	Total
Beginning as at January 1, 2021	50,886,076	57,753,104	108,639,180
<u>Add</u> Increase during the year	<u>14,639,500</u>	<u>199,385,252</u>	<u>214,024,752</u>
<u>Less</u> Income recognition during the year	<u>(14,253,662)</u>	<u>(197,812,073)</u>	<u>(212,065,735)</u>
<u>Less</u> Returned due to resignation of students	<u>(140,000)</u>	<u>(6,459,094)</u>	<u>(6,599,094)</u>
Balance as at December 31, 2021	51,131,914	52,867,189	103,999,103
<u>Add</u> Increase during the period	<u>4,010,000</u>	<u>39,196,028</u>	<u>43,206,028</u>
<u>Less</u> Income recognition during the period	<u>(378,167)</u>	<u>(56,940,790)</u>	<u>(57,318,957)</u>
<u>Less</u> Returned due to resignation of students	<u>(8,500)</u>	<u>(322,656)</u>	<u>(331,156)</u>
Balance as at March 31, 2022	54,755,247	34,799,771	89,555,018

19. OTHER CURRENT LIABILITIES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Coupon and prepaid card payable	13,579,039	13,622,435	13,579,039	13,622,435
Accrued withholding tax	1,668,577	1,550,983	1,280,217	1,283,959
Unearned income	3,790,742	3,074,456	3,056,462	2,630,656
Advance received for purchasing books	1,916,220	1,789,567	1,916,220	1,789,567
Others	3,864,973	3,626,603	2,237,562	2,465,755
Total	24,819,551	23,664,044	22,069,500	21,792,372

20. LONG-TERM LOANS

This account consisted of:

Loans	Interest rate (%)	Repayment schedule	Baht			
			Consolidated financial statements		Separate financial statements	
			As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
1	THBFD 3M + 3.85*	Monthly installment as from July 31, 2014 with the last installment in June 30, 2022	8,620,000	17,560,000	8,620,000	17,560,000
2	MLR-1.5	Monthly installment as from November 30, 2014 with the last installment in December 31, 2023	64,062,000	70,224,000	64,062,000	70,224,000
3	THBFIX 6M + 2.56	repayment on the 13th salary from the month of loan withdrawal starting September 30, 2021 with the last installment in July 31, 2025	94,640,000	96,650,000	94,640,000	96,650,000
4	3.00 - 5.00**	Settlement at maturity date of the contracts	98,900,000	98,900,000	-	-
5	2.00	3 rd year repayment starts April 14, 2022	20,000,000	20,000,000	20,000,000	20,000,000
Total			286,222,000	303,334,000	187,322,000	204,434,000
Less Current portion			(64,560,000)	(62,302,000)	(59,260,000)	(62,302,000)
Long-term loans - net			221,662,000	241,032,000	128,062,000	142,132,000

* Interest expense rate in swap transaction agreement

** Unsecured long-term loan of subsidiary

The long-term loans were guaranteed with the land and buildings that was the location of the distribution center to guarantee any liabilities or obligations either already exist at the moment or will be held under such agreement (Note 30.3 to the interim financial statements).

Under such long agreement, the Company had to comply with some certain financial conditions specified in the agreement such as to maintain the debt ratio with interest to equity and leverage ratio, etc.

The Company had entered into the interest rate swap agreement of the credit limit loan No. 1 with the lender bank to exchange interest rate as specified in the loan agreement as floating interest rate plus the specified rate (Note 30.3 to the interim financial statements).

And in April 2020, the Company has entered into a loan agreement (revised edition) to request a suspension of loans amounted No. 1 and 2 for 1 year from April 2020 to March 2021 by repayment of loan amounted No. 1 within June 2022 and loan amounted No. 2 within November 2024

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21. LONG-TERM EMPLOYEE BENEFIT OBLIGATIONS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Provision for compensation on employees'	64,396,657	62,855,291	50,411,683	49,285,720
Provision for long service awards	18,523,496	17,966,689	18,523,496	17,966,689
Total	<u>82,920,153</u>	<u>80,821,980</u>	<u>68,935,179</u>	<u>67,252,409</u>

Movements of the long-term employee benefit obligations account are as follows:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Long-term employee benefit obligations at beginning of period	80,821,980	82,568,691	67,252,409	73,835,905
Included in profit or loss :				
Current service cost recognition	1,731,368	6,234,694	1,383,517	4,853,668
Cost of interest	321,805	1,182,542	254,253	936,999
Included in other comprehensive income :				
Experience adjustment	-	2,519,577	-	-
Demographic assumption change	-	2,440,193	-	-
Financial assumption changes	-	(3,823,231)	-	(4,653,452)
Return benefit during the period	45,000	-	45,000	-
Benefit paid during the period	-	(10,300,486)	-	(7,720,711)
Long-term employee benefit obligations at the end of period	<u>82,920,153</u>	<u>80,821,980</u>	<u>68,935,179</u>	<u>67,252,409</u>

22. PROVISION FOR DECOMMISSIONING COST

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	As at March 31, 2022	As at December 31, 2021
Provision decommissioning costs	40,025,558	41,784,965
<u>Less Deferred interest</u>	<u>(107,697)</u>	<u>(142,108)</u>
Net	<u>39,917,861</u>	<u>41,642,857</u>

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The Company had recognized the provisions of decommissioning costs under the Company area lease agreement as the Company had obligation to demolish after the expiration of the area lease agreements for office buildings, branches.

23. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities are as follows:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
	31, 2022	31, 2021	31, 2022	31, 2021
Deferred tax assets	60,647,794	60,594,611	60,531,794	60,478,611
Deferred tax liabilities	(98,159,462)	(98,385,913)	(94,617,227)	(94,773,265)
Deferred tax asset (liabilities) - net	<u>(37,511,668)</u>	<u>(37,791,302)</u>	<u>(34,085,433)</u>	<u>(34,294,654)</u>

The components of deferred tax assets and liabilities are as follows:

	Baht			
	Consolidated financial statements			
	Balance as at	Income (expenses) during the period		Balance as at
	December	In profit or loss	In other	March
	31, 2021		comprehensive	31, 2022
			income	
Deferred tax assets :				
Unrealized loss from derivatives	485,444	(160,284)	-	325,160
Allowance for expected credit losses and goods returns	594,933	538,181	-	1,133,114
Allowance for dilapidated and slow moving	37,645,990	(343,110)	-	37,302,880
Allowance for assets impairment	72,589	(48,484)	-	24,105
Right-of-use assets	-	58,988	-	58,988
Provision for decommissioning costs	8,229,173	(328,662)	-	7,900,511
Provision for impairment of investment in associate	116,000	-	-	116,000
Employee benefits obligations	13,450,482	336,554	-	13,787,036
Total	<u>60,594,611</u>	<u>53,183</u>	<u>-</u>	<u>60,647,794</u>
Deferred tax liabilities:				
Unrealized gains from changes in investment values	10,025	(8,146)	-	1,879
Surplus on revaluation of assets	98,263,121	(50,926)	(54,612)	98,157,583
Right-of-use assets	112,767	(112,767)	-	-
Total	<u>98,385,913</u>	<u>(171,839)</u>	<u>(54,612)</u>	<u>98,159,462</u>

	Baht		
	Separate financial statements		
	Balance as at December 31, 2021	Income (expenses) during the period in profit or loss	Balance as at March 31, 2022
Deferred tax assets :			
Unrealized loss from derivatives	485,444	(160,284)	325,160
Allowance for expected credit losses and goods returns	594,933	538,181	1,133,114
Allowance for dilapidated and slow moving	37,645,990	(343,110)	37,302,880
Allowance for assets impairment	72,589	(48,484)	24,105
Right-of-use assets	-	58,988	58,988
Provision for decommissioning costs	8,229,173	(328,662)	7,900,511
Employee benefits obligations	13,450,482	336,554	13,787,036
Total	<u>60,478,611</u>	<u>53,183</u>	<u>60,531,794</u>
Deferred tax liabilities:			
Unrealized gains from changes in investment values	10,025	(8,146)	1,879
Surplus on revaluation of assets	94,650,473	(35,125)	94,615,348
Right-of-use assets	112,767	(112,767)	-
Total	<u>94,773,265</u>	<u>(156,038)</u>	<u>94,617,227</u>

24. LEASE LIABILITIES

The carrying amounts of lease liabilities and the movement for the three-month period ended March 31, 2022 are presented below.

	Baht	
	Consolidated financial statements	Separate financial statements
As at January 1, 2021	201,375,546	177,554,725
Accretion of rental	19,675,777	19,675,777
Accretion of interest	2,179,877	2,036,873
Payments	(21,695,360)	(20,337,303)
Decrease from rental reduction	(1,935,860)	(1,935,860)
Decrease from contract cancellation	(8,191,631)	(8,191,631)
As at March 31, 2022	<u>191,408,349</u>	<u>168,802,581</u>
<u>Less</u> current portion	<u>(74,023,287)</u>	<u>(73,303,894)</u>
Lease liabilities - net of current portion	<u>117,385,062</u>	<u>95,498,687</u>

Amounts recognized in the statement of income for the three-month period ended March 31, 2022 and 2021 as follow;

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Depreciation of right-of-use assets	20,423,968	22,324,625	19,983,084	21,946,251
Interest expense	2,179,877	1,018,058	2,036,873	992,019
Total	22,603,845	23,342,683	22,019,957	22,938,270

For the three-month period ended March 31, 2022 and 2021, the total cash outflow for leases on consolidated amount to Baht 19.52 million and Baht 18.81 million, respectively and separated financial statements amount to Baht 18.30 million and Baht 17.58 million, respectively.

25. OTHER CURRENT FINANCIAL LIABILITIES AND NON-CURRENT FINANCIAL LIABILITIES

As at March 31, 2022 and December 31, 2021, details of current financial liabilities and other non-current financial liabilities are as below.

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Foreign exchange contracts outstanding				
Interest rate swap transaction (Note 29.3.3 to the interim financial statements)	1,625,801	2,427,219	1,625,801	2,427,219
Total	1,625,801	2,427,219	1,625,801	2,427,219

26. (INCOME) TAX EXPENSES

The major components of (income) tax expenses for the three-month period ended March 31, 2022 and 2021 are as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
(Income) tax expenses shown in profit or loss :				
Tax expense current income tax :				
Current tax expense for the period	-	-	-	-
Tax expense deferred tax:				
Changes in temporary differences relating to the original recognition and reversal	(225,022)	(2,162,968)	(209,221)	(2,147,167)
Total	(225,022)	(2,162,968)	(209,221)	(2,147,167)

27. BASIC EARNINGS (LOSS) PER SHARE

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

For the three-month periods ended March 31, 2022 and 2021

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Loss for the period				
Equity holders of the parent (Baht)	(9,341,318)	(12,738,864)	(11,281,796)	(13,846,143)
Weighted average number of ordinary shares (shares)	391,944,418	391,944,418	391,944,418	391,944,418
Loss per share (Baht/share)	(0.024)	(0.032)	(0.030)	(0.035)

28. OPERATION SEGMENT

Operating segment information is reported in a manner consistent with the internal reports of the Group that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The businesses of the Group is ship builder and ship repairer, manufacturing and trading marine equipment with the main operation in the single geographic area in Thailand. Segment performance is considered by revenue and gross profit and is also measured based on the Group's operating profit or loss, on a basis consistent with that used to measure the operating profit or loss in the financial statement.

The Group's revenue and gross profit information for the three-month period ended March 31, 2022 and 2021 by segments are as follows:

	Million Baht							
	Retail business segment		Other distribution channels		School business segment		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
External revenue	248.58	281.58	168.91	163.08	57.32	49.80	474.81	494.46
Total revenues	248.58	281.58	168.91	163.08	57.32	49.80	474.81	494.46
Gross profit from operating according to the segment	91.08	108.34	58.98	56.49	14.96	11.15	165.02	175.98
Unallocated income and expenses:								
Other income							11.31	10.03
Selling expenses							(119.17)	(119.01)
Administrative expenses							(58.44)	(75.53)
Finance costs							(5.73)	(5.27)
Income tax (expenses)							0.23	2.16
Loss for the period							(6.78)	(11.64)

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	Million Baht							
	Retail business segment		Other distribution channels		School business segment		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
<u>As at March 31,</u>								
Property, plant and equipment							1,638.27	1,637.54
Right-of-use assets							286.48	298.74
Intangible assets							4.30	4.70
Rental guarantee and deposit							24.33	24.97
Other assets							600.08	581.28
Total assets							<u>2,553.46</u>	<u>2,547.23</u>

The basis of pricing between the Group is consistent with that for third party transactions.

29. COMMITMENTS AND CONTINGENT LIABILITIES

29.1 Operating lease commitments

29.1.1 As at March 31, 2022 the Company has entered into space rental agreements for use as branch offices, totalling 143 branches. The lease periods ranged from 1 to 20 years. Total rental and utility fees were approximately Baht 83.13 million per annum. Some of rental fees were calculated from the percentage of sales amounts of that branch.

29.1.2 As March 31, 2022 the Group has entered into several costs service related with the operations. The terms of the agreements are generally between 1 and 30 years.

As at March 31, 2022 and December 31, 2021, the Group, future minimum lease payments required under operating leases contracts are as follow:

	Baht			
	Consolidated financial Statement		Separate financial Statement	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
Payable:				
In up to 1 year	60,856,813	57,483,566	60,856,813	57,483,566
In over 1 and up to 5 years	71,368,118	63,569,087	71,368,118	63,569,087
In over 5 years	4,433,532	4,563,930	4,433,532	4,563,930
Total	<u>136,658,463</u>	<u>125,616,583</u>	<u>136,658,463</u>	<u>125,616,583</u>

29.2 Guarantees

As at March 31, 2022, the Company has pledged the bank deposit of Baht 4.03 million to guarantee contractual performance and guarantee rental. In addition, other investments of Baht 0.50 million were pledged to guarantee the electricity usage and rental of head office.

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29.3 Long-term service commitments

29.3.1 The Company entered into agent appointment agreement with a foreign company for the contractual period of three years commencing from May 31, 2019 to October 31, 2022. Upon expiration of the term, the Agreement shall be automatically renewed for successive one year unless either party notifies the other of its intention in writing to terminate the Agreement.

29.3.2 The Company entered into three-years contracts allowing the use of copyrights with various authors which can be automatically renewed for successive three years, and agreed to pay remuneration at the percentage of the number of books published or sold.

29.3.3 Interest Rate Swap Transaction Agreement

The Company has the detail of the interest rate swap agreement outstanding as at March 31, 2022 as follow:

Principal amount	Interest revenue rate swap agreement (%)	Interest expenses rate swap agreement (%)	Termination date
Baht 8.62 million	THBFIX 1M + 1.74	THBFD 3M + 3.85	June 2022
Baht 94.64 million	THBFIX 6M + 2.56	4.50	July 2025

30. CREDIT LIMITS

As at March 31, 2022, the Company had the credit limits with the local financial institutions as follows:

30.1 The Company had 3 overdrafts limit amounted Baht 50 million by entering into the agreement with 3 financial institutions, carried MOR% per annum that consisted of:

30.1.1) Two credit limits without guarantee amounted Baht 20 million and Baht 10 million.

30.1.2) One credit limit with guarantee amounted Baht 20 million and guaranteed by mortgaging the land with buildings.

30.2 The Company had 2 short-term loan limits amounted Baht 220 million by entering into the agreement with two financial institutions in the form of promissory notes with maturity date not over three months and carried the interest rate of 3.00% - 3.10% per annum that consisted of:

30.2.1) One credit limit without guarantee amounted Baht 20 million.

30.2.2) One credit limit with guarantee amounted Baht 200 million and guaranteed by mortgaging the land with buildings.

30.3 Long-term loan from financial institutions

30.3.1 The Company had the long-term loan with a financial institution at the limit amount of Baht 20 million, with interest rate 2.00%, without collateral.

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30.3.2 The Company has the long-term loan with a financial institution guaranteed by a mortgage on land and buildings for 2 credit lines divided as:

30.3.2.1) The loans amounted Baht 500 million consisted of:

- Loan agreement amounted Baht 250 million at THBFIX 3M+3.85% per annum
- Loan agreement amounted Baht 250 million at MLR-1.5% per annum

30.3.2.2) Loan amounted Baht 100 million at THBFIX 6M + 2.56% per annum

31. FOREIGN CURRENCY ASSETS AND LIABILITIES

As at March 31, 2022 and December 31, 2021, the Company balances of financial assets and liabilities denominated in foreign currencies are summarized follow:

Foreign currency	Consolidated/Separate financial statements					
	Financial assets		Financial liabilities		Average exchange rate (Baht per foreign currency)	
	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021	As at March 31, 2022	As at December 31, 2021
	(Thousand)	(Thousand)	(Thousand)	(Thousand)		
USD	-	-	13	12	33.4553	33.5929
SGD	-	-	23	7	24.9011	25.0254
GBP	-	-	1,195	482	44.1452	45.5492

As at March 31, 2022, the Company has foreign exchange contracts outstanding are summarized follow:

Foreign currency	Consolidated/Separate financial statements				Maturity date
	Bought amount (Thousand)	Sold amount (Thousand)	Contractual exchange rate (Baht per foreign currency)		
			Bought	Sold	
GBP	1,264	-	43.280 - 44.725	-	April 25, 2022 - August 25, 2022

32. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Group use the market approach to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

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As at March 31, 2022, the Group had the following assets that were measured at fair value using different levels of inputs as follows:

	Baht			
	Consolidated financial statements			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Property, plant and equipment	-	-	1,532,444,185	1,532,444,185

	Baht			
	Separate financial statements			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Property, plant and equipment	-	-	1,269,926,570	1,269,926,570

33. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Board of Directors on May 13, 2022.

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