

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

**REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022**

INDEPENDENT AUDITOR'S REPORT

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

Opinion

I have audited the consolidated financial statements of Se-Education Public Company Limited and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at December 31, 2022, the consolidated statements of income, consolidated statements of comprehensive income, consolidated statements of changes in shareholders' equity and consolidated statements of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and I have audited the separate financial statements of Se-Education Public Company Limited (the Company), which comprise the statement of financial position as at December 31, 2022, the statements of income, statements of comprehensive income, statements of changes in shareholders' equity and statements of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of Se-Education Public Company Limited and its subsidiaries as at December 31, 2022, its consolidated financial performance and its consolidated cash flows for the year then ended and the separate financial position of Se-Education Public Company Limited as at December 31, 2022, and its financial performance and its cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Group and the Company in accordance with the Code of Ethics for Professional Accountants including Independence Standards issued by Federation of Accounting Professions (Code of Ethics for Professional Accountants) that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are matters that are most significant to my professional judgment in auditing the consolidated financial statements and separate financial statements for the current period. I have considered these matters under the context of the overall audit of the consolidated and separate financial statements. In the expression of my opinion, I do not express a separate opinion on these matters.

Revenue recognition from sales

Revenue from sales is a transaction with the significant value in the financial statements and also has a direct effect on the performance that the users of the financial statements pay attention to. I consider that the revenue recognition is a significant risk in the audit. Therefore, I have paid special attention on such revenue recognition regarding the accuracy and completeness of the revenue transactions recorded in the account.

I have audited the revenue recognition from sales by understanding and evaluating the effectiveness of significant internal controls related to sales revenue cycle and randomly testing compliance with the control system designed by the Company by testing from the sales process until the end of the process and evaluating the efficiency of the computer system that the Company uses to retrieve all the information related to sales reports, checking sales revenue recognition to be consistent with the Company's revenue recognition policy, randomly checking of sales documentation that incurred during the year and near the end of the accounting period, reviewing of credit memos issued by the Company after the end of the accounting period and analysing income by comparing historical data and industrial data, and checking potential irregularities that may incur in sales transactions especially the accounting transactions are made through journal vouchers.

Estimation of allowance for declining in value of inventories

The Company's inventories had the significant balances in the financial statements which were educational publications depending on the popularity of consumers, the Company has a risk in the value of inventories higher than the net realizable value. However, the consideration of the net realizable value requires the considerable judgment of the management including the related assumptions. Therefore, I have paid special attention on the use of the management judgment regarding such estimation.

I have made the understanding policies and methods used by the management to estimate the net realizable value of inventories, using the methods to assess the net realizable value of inventories, randomly testing transactions in the report to separate age and net realizable value with relevant documents, assessing the reasonableness of the assumptions used by the management in determining sales at a price lower than cost to consider the appropriateness of the declining value of inventories, testing the accuracy of calculating the net realizable value of inventories and considering the appropriateness of the main assumptions the Company used as well as referencing internal and external data, considering the operational plan, including the analysis of past trends and considering the adequacy of disclosure according to Thai Financial Reporting Standards.

Other Information

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

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

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

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated financial statements and separate financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements and separate financial statements, including the disclosures, and whether the consolidated financial statements and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

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

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

The engagement partner responsible for the audit resulting in this independent auditor's report is Miss Nannaphat Wannasomboon.



(Miss Nannaphat Wannasomboon)

Certified Public Accountant

Registration No. 7793

Dharmniti Auditing Company Limited

Bangkok, Thailand

February 24, 2023

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2022

	Notes	Baht			
		Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
ASSETS					
Current assets					
Cash and cash equivalents	5	102,097,735	135,702,719	18,375,391	32,757,370
Trade and other current receivables	4, 6	47,255,903	50,221,956	43,308,870	45,973,421
Inventories	7	220,117,558	223,588,903	218,027,450	221,303,745
Other current financial assets	8	12,693,465	56,658,729	12,693,465	56,658,729
Other current assets	9	21,376,489	22,661,128	19,710,521	20,860,701
Total current assets		403,541,150	488,833,435	312,115,697	377,553,966
Non-current assets					
Restricted bank deposits and other investments	10	8,499,110	12,971,637	8,499,110	12,971,637
Investment in associated company	11	19,709,507	19,654,461	100,000	100,000
Investment in subsidiary companies	12	-	-	83,150,000	69,482,091
Investment property	13	101,400,000	-	101,400,000	-
Property, plant and equipment	14	1,586,436,042	1,637,544,388	1,189,631,616	1,321,702,560
Right-of-use assets	15	229,879,611	298,736,554	184,771,845	270,570,344
Intangible assets	16	3,293,731	4,704,378	2,935,116	4,438,102
Prepaid book copyright and translation fee		23,184,940	22,607,425	23,184,940	22,607,425
Rental guarantee and deposit		17,208,641	24,970,073	17,208,641	24,970,073
Current tax assets		5,539,561	1,617,180	5,538,114	1,614,503
Withholding tax pending for the refund		23,499,013	25,956,897	23,499,013	25,956,897
Other non-current financial assets	8	184,411	-	184,411	-
Other non-current assets		8,871,577	9,629,190	7,096,890	7,669,365
Total non-current assets		2,027,706,144	2,058,392,183	1,647,199,696	1,762,082,997
Total assets		2,431,247,294	2,547,225,618	1,959,315,393	2,139,636,963



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

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION (CONT.)

AS AT DECEMBER 31, 2022

LIABILITIES AND SHAREHOLDERS' EQUITY

	Notes	Baht			
		Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Current liabilities					
Bank overdraft and short-term loan from financial institution	17	162,849,680	140,000,000	162,849,680	140,000,000
Trade and other current payables	18	404,996,071	473,504,505	388,478,900	458,658,370
Income received in advance recognisable within one year	19	73,536,630	63,935,223	-	-
Current portion of long-term loans	21	80,180,000	62,302,000	56,280,000	62,302,000
Current portion of long-term employee benefits obligations	22	2,344,230	3,654,371	2,344,230	3,654,371
Current portion of lease liabilities	25	56,401,537	82,069,723	55,268,038	80,523,544
Other current financial liabilities		254,390	-	254,390	-
Other current liabilities	20	23,345,733	23,664,044	21,344,980	21,792,372
Total current liabilities		803,908,271	849,129,866	686,820,218	766,930,657
Non-current liabilities					
Income received in advance	19	44,889,588	40,063,880	-	-
Long-term loans	21	160,852,000	241,032,000	85,852,000	142,132,000
Deferred tax liabilities	24	46,260,502	37,791,302	36,416,661	34,294,654
Long-term employee benefits obligations	22	82,384,416	77,167,609	68,057,356	63,598,038
Lease liabilities	25	84,237,737	119,305,823	52,861,975	97,031,181
Provision for decommissioning costs	23	37,788,382	41,642,857	37,788,382	41,642,857
Other non-current financial liabilities	26	-	2,427,219	-	2,427,219
Other non-current liabilities		10,327,981	11,621,396	3,399,477	5,823,908
Total non-current liabilities		466,740,606	571,052,086	284,375,851	386,949,857
Total liabilities		1,270,648,877	1,420,181,952	971,196,069	1,153,880,514
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		1,879,770	1,540,819	-	-
Unappropriated		72,866,674	75,006,265	38,579,022	35,738,712
Other components of shareholders' equity		387,615,444	375,061,648	368,980,873	369,458,308
Total shareholders' equity of parent		1,042,921,317	1,032,168,161	988,119,324	985,756,449
Total non-controlling interests of the subsidiaries		117,677,100	94,875,505	-	-
Total shareholders' equity		1,160,598,417	1,127,043,666	988,119,324	985,756,449
Total liabilities and shareholders' equity		2,431,247,294	2,547,225,618	1,959,315,393	2,139,636,963

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

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF INCOME

FOR THE YEAR ENDED DECEMBER 31, 2022

	Notes	Baht			
		Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Revenues					
Revenues from sales		1,729,504,104	1,560,586,166	1,729,696,306	1,560,718,752
Tuition fees income		257,443,067	212,065,735	-	-
Interest income and dividend income		477,422	470,620	4,163,453	4,976,215
Other income		69,279,919	43,539,312	60,746,665	39,978,187
Total revenues		2,056,704,512	1,816,661,833	1,794,606,424	1,605,673,154
Expenses					
Cost of sales		1,100,910,067	988,531,331	1,101,102,269	988,529,416
Cost of tuition fees		187,576,970	151,683,119	-	-
Selling expenses		468,457,296	436,568,413	468,457,296	436,568,413
Administrative expenses		265,777,127	264,997,445	215,165,532	220,344,731
Loss on impairment of investments in subsidiaries (reversal)		-	-	(13,667,908)	-
Other loss		69,978	2,427,219	69,978	2,427,219
Total expenses		2,022,791,438	1,844,207,527	1,771,127,167	1,647,869,779
Profit (loss) from operating activities		33,913,074	(27,545,694)	23,479,257	(42,196,625)
Finance cost		22,248,942	22,374,293	18,994,375	19,499,661
Share of profit (loss) from associated companies		56,699	(2,934)	-	-
Profit (loss) before income tax (expenses)		11,720,831	(49,922,921)	4,484,882	(61,696,286)
Income tax (expenses)	30	(2,057,924)	1,207,896	(2,122,007)	1,143,813
Profit (loss) for the year		9,662,907	(48,715,025)	2,362,875	(60,552,473)
Profit (loss) attributable to					
Equity holders of the Company		(2,945,900)	(57,080,301)	2,362,875	(60,552,473)
Non-controlling interests of the subsidiaries		12,608,807	8,365,276	-	-
		9,662,907	(48,715,025)	2,362,875	(60,552,473)
Basic earnings (loss) per share					
Attributable to equity holders of the Company	31	(0.008)	(0.146)	0.006	(0.154)

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

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2022

	Baht				
	Notes	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit (loss) for the year		9,662,907	(48,715,025)	2,362,875	(60,552,473)
Other comprehensive income :					
Item that will not be reclassified to profit or loss					
Actuarial gain (loss) arising from past-employment benefit, net from tax expense		-	(2,067,230)	-	3,722,761
Change surplus on revaluation of assets					
- Effect from tax expense		26,752,516	221,482	-	-
Share of other comprehensive income (loss) of associated company		598,348	(457,663)	-	-
Other comprehensive income (loss) for the year		27,350,864	(2,303,411)	-	3,722,761
Total comprehensive income (loss) for the year		37,013,771	(51,018,436)	2,362,875	(56,829,712)
Total comprehensive income (loss) attributable to					
Equity holders of the Company		10,753,156	(56,542,102)	2,362,875	(56,829,712)
Non-controlling interests of subsidiaries		26,260,615	5,523,666	-	-
		37,013,771	(51,018,436)	2,362,875	(56,829,712)

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

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2022



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	Consolidated financial statements										
	Equity attributable to the parent's shareholders						Equity attributable to non-controlling interests of the subsidiaries				Total shareholders' equity
	Issued and paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity		Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity		
			Unappropriated		Surplus on revaluation of assets	Total other components of shareholders' equity					
Company			Subsidiary	Unrealised gain (losses) on investments in equity designated at fair value through other comprehensive income							
Beginning balance as at January 1, 2021	391,944,418	149,420,558	39,194,453	1,117,130	130,385,216	(3,115,705)	379,764,193	376,648,488	1,088,710,263	93,675,614	1,182,385,877
legal reserve	-	-	-	423,689	(423,689)	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-	(4,323,775)	(4,323,775)
Profit (loss) for the year	-	-	-	-	(57,080,301)	-	-	-	(57,080,301)	8,365,276	(48,715,025)
Other comprehensive income (loss) for the year	-	-	-	-	995,862	(457,663)	-	(457,663)	538,199	(2,841,610)	(2,303,411)
Total comprehensive income (loss) for the year	-	-	-	-	(56,084,439)	(457,663)	-	(457,663)	(56,542,102)	5,523,666	(51,018,436)
Transferred surplus on revaluation of assets to retained earnings	-	-	-	-	1,129,177	(1,129,177)	(1,129,177)	(1,129,177)	-	-	-
Balance as at December 31, 2021	391,944,418	149,420,558	39,194,453	1,540,819	75,006,265	(3,573,368)	378,635,016	375,061,648	1,032,168,161	94,875,505	1,127,043,666
legal reserve	-	-	-	338,951	(338,951)	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-	(3,459,020)	(3,459,020)
Profit (loss) for the year	-	-	-	-	(2,945,900)	-	-	-	(2,945,900)	12,608,807	9,662,907
Other comprehensive income (loss) for the year	-	-	-	-	108,460	(598,348)	12,992,248	13,590,596	13,699,056	13,651,808	27,350,864
Total comprehensive income (loss) for the year	-	-	-	-	(2,837,440)	598,348	12,992,248	13,590,596	10,753,156	26,260,615	37,013,771
Transferred surplus on revaluation of assets to retained earnings	-	-	-	-	1,036,800	(1,036,800)	(1,036,800)	(1,036,800)	-	-	-
Balance as at December 31, 2022	391,944,418	149,420,558	39,194,453	1,879,770	72,866,674	(2,975,020)	390,590,464	387,615,444	1,042,921,317	117,677,100	1,160,598,417

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

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

	Baht						
	Separate financial statements						
	Issued and paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity		Total shareholders' equity
		Appropriated to legal reserve	Unappropriated	Surplus on revaluation of assets	Total other components of 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 year	-	-	-	(60,552,473)	-	-	(60,552,473)
Other comprehensive income (loss) for the year	-	-	-	3,722,761	-	-	3,722,761
Total comprehensive income (loss) for the year	-	-	-	(56,829,712)	-	-	(56,829,712)
Transferred surplus on revaluation of assets to retained earnings	-	-	-	569,813	(569,813)	(569,813)	-
Balance as at December 31, 2021	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 year	-	-	-	2,362,875	-	-	2,362,875
Other comprehensive income (loss) for the year	-	-	-	-	-	-	-
Total comprehensive income (loss) for the year	-	-	-	2,362,875	-	-	2,362,875
Transferred surplus on revaluation of assets to retained earnings	-	-	-	477,435	(477,435)	(477,435)	-
Balance as at December 31, 2022	391,944,418	149,420,558	39,194,453	38,579,022	368,980,873	368,980,873	988,119,324

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

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2022

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from operating activities				
Profit (loss) for the year	9,662,907	(48,715,025)	2,362,875	(60,552,473)
Adjustments to reconcile profit (loss) net cash provided by (paid) from operating activities:				
Gain on disposal of temporary investments	(207,515)	(432,560)	(207,515)	(432,560)
Other unrealized gain	(2,357,240)	(2,587,586)	(2,357,240)	(2,587,586)
Loss on adjusting investment value	49,888	107,051	49,888	107,051
Loss on impairment of investments in subsidiaries (reversal)	-	-	(13,667,908)	-
Share of (gain) loss from associated company	(56,699)	2,934	-	-
Loss for expected credit loss for accounts receivable and estimated goods return (reversal)	995,482	(133,630)	1,453,160	(840,954)
Bad debt	533,082	1,572,956	340,582	1,572,956
Adjustments from reconcile account receivable (reversal)	-	(512,762)	-	(512,762)
Expense from loss of inventories (reversal)	(500,777)	(1,900,842)	(500,777)	(1,900,842)
Expense from allowance for loss of inventories, dilapidated and slow moving (reversal)	(11,894,843)	18,498,029	(11,894,843)	18,498,029
Expense for donation of goods	14,020,252	10,936,635	14,020,252	10,936,635
Loss on destroy goods	4,911,796	1,020,695	4,911,796	1,020,695
Depreciation and amortisation	59,531,596	66,045,867	35,274,061	44,447,704
Amortization of right-of-use assets	86,868,437	103,925,141	85,084,252	102,114,641
Loss from cancellation of lease agreements	1,578,910	6,923	1,155,218	6,923
Loss on impairment of assets (reversal)	(238,579)	305,283	(238,579)	305,283
Loss on sales of equipment	(487,566)	(53,947)	(467,371)	(148,023)
Loss on written-off fixed assets	391,468	544,755	391,468	544,755
Loss on written-off intangible assets	38,767	-	38,767	-
Loss on written-off supplies	586,023	-	586,023	-
Rental reduction	(7,566,318)	(18,582,226)	(7,566,318)	(18,582,226)
Adjustment from clearing long outstanding payable	(31,046,577)	(6,576,180)	(31,046,577)	(6,576,180)
Long-term employee benefits expenses	8,193,788	7,417,236	6,532,177	5,790,667
Interest income	(477,422)	(470,619)	(243,453)	(276,215)
Interest expenses	22,248,942	22,374,293	18,994,375	19,499,661
Dividend received	-	-	(3,920,000)	(4,700,000)
(Income) tax expenses	2,057,924	(1,207,896)	2,122,007	(1,143,813)
Profit from operating activities before changes in operating assets and liabilities	156,835,726	151,584,525	101,206,320	106,591,366

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

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS (CONT.)

FOR THE YEAR ENDED DECEMBER 31, 2022

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Operating assets (increase) decrease				
Trade and other current receivables	1,437,488	4,587,764	870,808	3,965,917
Inventories	(3,065,083)	65,680,399	(3,260,133)	66,022,177
Prepaid expense	(567,416)	3,587,627	(718,585)	3,817,256
Other current assets	1,266,032	2,597,576	1,282,742	1,589,455
Prepaid book copyright and translation fee	(577,515)	(365,427)	(577,515)	(365,427)
Rental guarantee and deposit	8,816,598	544,888	8,816,598	544,888
Other non-current assets	760,291	(1,087,111)	572,475	157,556
Operating liabilities increase (decrease)				
Trade and other current payables	(37,000,096)	(93,371,408)	(38,807,350)	(95,092,433)
Income received in advance	14,427,115	(4,640,077)	-	-
Other current liabilities	(277,011)	(5,825,264)	(406,092)	(4,560,048)
Other non-current liabilities	(1,293,414)	274,186	(2,424,430)	(1,148,765)
Cash received from operating activities	140,762,715	123,567,678	66,554,838	81,521,942
Cash paid for decommissioning cost	(4,006,319)	(4,327,025)	(4,006,319)	(4,327,025)
Cash paid for employee benefit	(4,332,122)	(10,300,486)	(3,428,000)	(7,720,711)
Cash received from employee benefit	45,000	-	45,000	-
Cash paid for interest expenses	(22,148,970)	(22,265,260)	(18,894,403)	(19,390,628)
Cash received from income tax	-	14,795	-	-
Cash paid for income tax	(1,467,174)	(1,617,180)	(1,465,727)	(1,614,503)
Net cash provided by operating activities	108,853,130	85,072,522	38,805,389	48,469,075
Cash flows from investing activities				
Cash paid for purchase other current financial assets	(831,340,000)	(711,200,000)	(831,340,000)	(711,200,000)
Cash received from sale of other current financial assets	879,954,878	772,907,272	879,954,878	772,907,272
Increase in restricted bank deposits and other investment	(19,460)	(19,460)	(19,460)	(19,460)
Cash paid for purchase of fixed assets	(76,868,357)	(37,941,371)	(4,578,449)	(2,089,086)
Cash paid for purchase of intangible assets	(19,795)	-	-	-
Cash paid for purchase of right-of-use assets	(10,279,627)	(4,588,235)	(601,261)	(4,588,235)
Cash received from sale of equipment	1,936,285	1,118,742	1,891,285	1,086,242
Cash paid for lease guarantee deposit	(4,278,067)	(916,142)	(4,278,067)	(916,142)
Cash received from lease guarantee deposit	1,846,880	202,408	1,846,880	202,408
Dividend received	600,000	550,000	3,920,000	4,700,000
Cash received from interest income	477,422	470,619	243,453	276,215
Cash received from cancelled lease	287,024	-	287,024	-
Net cash provided by (used in) investing activities	(37,702,817)	20,583,833	47,326,283	60,359,214

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

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SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS (CONT.)
FOR THE YEAR ENDED DECEMBER 31, 2022

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from financing activities				
Increase in bank overdraft	12,849,680	-	12,849,680	-
Cash paid for short-term loan from financial institution	10,000,000	-	10,000,000	-
Cash received from long-term loans	-	36,300,000	-	-
Cash paid for long-term loans	(62,302,000)	(55,656,000)	(62,302,000)	(48,656,000)
Cash paid for lease liabilities	(61,843,957)	(66,379,240)	(61,061,331)	(65,459,554)
Dividend paid	(3,459,020)	(4,323,775)	-	-
Net cash used in financing activities	(104,755,297)	(90,059,015)	(100,513,651)	(114,115,554)
Net increase (decrease) in cash and cash equivalents	(33,604,984)	15,597,340	(14,381,979)	(5,287,265)
Cash and cash equivalents at beginning of year	135,702,719	120,105,379	32,757,370	38,044,635
Cash and cash equivalents at end of year	102,097,735	135,702,719	18,375,391	32,757,370
Supplemental cash flows information				
Non-cash transactions				
Gain in revaluation surplus on changes in value of unit trust	238	50,126	238	50,126
Increase in right-of-use assets	(47,001,589)	(27,137,593)	(35,697,507)	(18,858,078)
Increase in lease liabilities	47,001,589	27,137,593	35,697,507	18,858,078
(Increase) decrease in payables for purchase of assets	(484,002)	113,285	347,784	(82,117)
Actuarial gain (loss) arising from past-employment benefit	-	1,136,539	-	(4,653,452)
Increase in surplus revaluation of assets	(33,163,792)	-	-	-

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

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 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 operation its main business at the beginning of 2020)

2. BASIS FOR PREPARATION OF THE FINANCIAL STATEMENTS

2.1 Basis for preparation of the financial statements

The financial statements have been prepared in accordance with the accounting standards prescribed by Thai Accounts Act enunciated under the Accounting Profession Act B.E. 2547 by complying with Thai Financial Reporting Standards. The presentation of the financial statements has been made in compliance with the Notification of the Department of Business Development, the Ministry of Commerce, re : the financial statements presentation for public limited company, issued under the Accounting Act B.E.2543.

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



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

2.2 Basis of consolidated financial statements preparation

2.2.1 The consolidated financial statements are prepared by including the Group financial statements as follows:-

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

2.2.2 The Company is deemed to have control over an investee or subsidiaries if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.

2.2.3 Subsidiaries are fully consolidated, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.

2.2.4 The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.

2.2.5 Material balances and transactions between the Group companies have been eliminated from the consolidated financial statements.

2.2.6 Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

2.3 The separate financial statements present investments in subsidiaries and associate under the cost method.

2.4 Financial reporting standards that became effective in the current period

During the year, the Company and its subsidiaries have 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 year.

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- 2.5 Revised Financial Reporting Standards that will become effective for the financial statements with the accounting period beginning on or after January 1, 2023

The Federation of Accounting Professions has announced to apply several revised financial reporting standards in the Royal Gazette. This will become effective for the financial statements with the accounting period beginning on or after January 1, 2023. This revision is for the financial reporting standards to be clearer and more appropriate and to conform with international financial reporting standards. Such revision does not affect the principles of the standards and does not affect the users of the financial reporting standards adopted before 2023.

The management of the Company and its subsidiaries believe that this revision of the standards will not significantly affect the financial statements.

- 2.6 New Financial Reporting Standards

The Federation of Accounting Professions has announced to apply the Financial Reporting Standard No.17 on "Insurance Contract" in the Royal Gazette. This standard requires to comply with the defined criteria of the international reporting standards including various related improvements. The effective date is to apply on the financial statements for the accounting period beginning on or after January 1, 2025.

3. SIGNIFICANT ACCOUNTING POLICIES

- 3.1 Revenues recognition

- 3.1.1 Revenue from sale of goods is recognized at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods. Revenue is measured at the amount of the consideration received or receivable, excluding value added tax, of goods supplied after deducting returns and discounts except for consignment where the revenue from consignment is recognized when the event of either the sales report is received or the payment is received first
- 3.1.2 Advertising service revenue is recognized when services have been rendered taking into account the stage of completion.
- 3.1.3 Service income is recognized when services have been rendered taking into account the stage of completion.
- 3.1.4 The entrance fee income the Company has recognized the entrance fee for the period of rights specified by the students' status.
- 3.1.5 Education supporting fees are recognized as income of the school term to which they relate.
- 3.1.6 Interest income is recognized on an accrual basis based on the effective interest rate.
- 3.1.7 Dividends are recognized when the right to receive the dividends is established.

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3.2 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and at banks, and all highly liquid investments with an original maturity of three months or less and not subject to withdrawal restrictions.

3.3 Inventories/Allowance for dilapidated, slow moving and loss of inventories

Finished goods are valued at the lower of cost (weighted average) and net realisable value. Cost includes all production costs and attributable overheads.

Work in process are valued at the lower of standard cost (which approximates actual cost) and net realisable value.

Raw materials are valued at the lower of average cost and net realisable value and are charged to production costs whenever consumed.

Allowance for dilapidated and slow moving is based on the percentage of the inventory turnover in conjunction with the consideration of the book editor.

Allowance for lost goods are charged based on percentage of sales of each branch. The reversal of such allowance incurred when the inventory taking and inventories lost actually at the branch.

3.4 Investments in associate and subsidiaries

3.4.1 Investment in associate are accounted for in the consolidated financial statements using the equity method.

3.4.2 Investments in subsidiaries and associate are accounted for in the separate financial statements using the cost method net of provision for impairment of investments (if any).

3.5 Investments property / Depreciation

Investment property is defined as property held with the held to capitalize on the increase in the value of the asset and not use in operations.

Land and land improvement for investment property are stated at revalued amount less accumulated depreciation and allowance for impairment (if any).

Investments property are initially recorded at cost on the acquisition date, and subsequently revalued by an independent professional appraiser to their fair values. Revaluations are made every 5 years to ensure that the carrying amount does not differ materially from fair value at the end of reporting period.

Differences arising from the revaluation are dealt with in the financial statements as follows.

- When an asset's carrying amount is increased as a result of a revaluation of the Group assets, the increase is credited directly to the other comprehensive income and the cumulative increase is recognised equity under the heading of Revaluation surplus". However, a revaluation increase is recognised as income to the extent that it reverses a revaluation decrease in respect of the same asset previously recognised as an expense.

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- When an asset's carrying amount is decreased as a result of a revaluation of the Group assets, the decrease is recognised in profit or loss. However, the revaluation decrease is charged to the other comprehensive income to the extent that it does not exceed an amount already held in "Revaluation surplus" in respect of the same asset.

Depreciation of investments property is calculated by reference to their costs amount, on the straight-line basis over the following estimated useful lives:

Land improvement	10 years
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Depreciation is included in determining income.

No depreciation is provided for land classified as investment property

3.6 Property, plant and equipment/Depreciation

Land and building and improvement are stated at revalued amount less accumulated depreciation and allowance for impairment (if any).

Land and buildings are initially recorded at cost on the acquisition date, and subsequently revalued by an independent professional appraiser to their fair values. Revaluations are made every 5 years to ensure that the carrying amount does not differ materially from fair value at the end of reporting period.

Equipment are stated at cost less accumulated depreciation and allowance on impairment (if any).

Differences arising from the revaluation are dealt with in the financial statements as follows.

- When an asset's carrying amount is increased as a result of a revaluation of the Group assets, the increase is credited directly to the other comprehensive income and the cumulative increase is recognised equity under the heading of "Revaluation surplus". However, a revaluation increase is recognised as income to the extent that it reverses a revaluation decrease in respect of the same asset previously recognised as an expense.
- When an asset's carrying amount is decreased as a result of a revaluation of the Group assets, the decrease is recognised in profit or loss. However, the revaluation decrease is charged to the other comprehensive income to the extent that it does not exceed an amount already held in "Revaluation surplus" in respect of the same asset.

Depreciation of building and equipment is calculated by reference to their costs or the revalued amount, on the straight-line basis over the following estimated useful lives:

	<u>Useful lives</u>
Land improvement	10 - 50 years
Buildings and building improvement	5 - 50 years
Building decorations	5 - 6 years
Office equipment and air conditioners	5 - 10 years
Motor vehicles	5 - 10 years

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Depreciation is included in determining income.

No depreciation is provided on land and assets under installation.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on disposal of an asset is included in profit or loss when the asset is derecognised.

3.7 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective assets. All other borrowing costs are expensed in the period they are incurred. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

3.8 Intangible assets

Intangible assets are carried at cost less accumulated amortization and allowance for impairment (if any).

Intangible assets with finite lives are amortized on a systematic basis over the economic useful line and tested for impairment whenever there is an indication that the intangible assets may be impaired. The amortization period and the amortisation method of such intangible assets are reviewed at least at each financial year end. The amortisation expense are included in determining income.

Amortization in included in determining income.

A summary of the intangible assets with finite useful lives is as follows.

	<u>Useful lives</u>
Computer software	5 - 10 years
Book copyright and translation fee	Amortised per number of book sold

3.9 Leases

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

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

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Right-of-use assets - as a lessee

Right-of-use assets are recognized at the commencement date of the lease. Right-of-use assets are stated at cost, less accumulated depreciation and allowance for impairment (if any), and adjusted for any remeasurement of lease liabilities (if any). The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

The cost of right-of-use assets also includes an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

Depreciation of right-of-use assets are calculated by reference to their costs on a straight-line basis over the shorter of the lease term and the estimated useful lives for each of right-of-use assets.

Lease liabilities

At the commencement date of the lease, lease liabilities are stated at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable (if any) and amount expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate.

In calculating the present value of lease payments, the Group use its incremental borrowing rate, which is determined by referring to the government bond yield adjusted with risk premium depending on the lease term, at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of the interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

The Group apply the short-term lease recognition exemption to its short-term leases (those leases that have a lease term of 12 months or less from the commencement date and not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered of low value. Lease payments on short-term and leases of low-value assets are recognized as expense in profit and loss on a straight-line basis over the lease term.

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3.10 Related party transactions

Related parties comprise individuals or enterprises that control, or are controlled by, the Company, whether directly or indirectly, or which are under common control with the Company. They also include associated companies and individuals or enterprises which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel directors, and officers with authority in the planning and direction of the Group's operations.

3.11 Foreign currencies

The consolidated financial statements and separate financial statements are presented in Baht, which is also the Company's functional currency. Items of each entity included in the consolidated financial statements are measured using the functional currency of that entity.

Transactions in foreign currencies are translated into Baht at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Baht at the exchange rate ruling at the end of reporting period

Gains and losses on exchange are included in determining income.

3.12 Impairment of assets

At the end of each reporting period, the Group performs impairment reviews in respect of the investments property, property, plant and equipment and other intangible assets whenever events or changes in circumstances indicate that an asset may be impaired. An impairment loss is recognised when the recoverable amount of an asset which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount.

An impairment loss is recognised in profit or loss. However, in cases where investments property and property plant and equipment were previously revalued and the revaluation was taken to equity, a part of such impairment is recognised in equity up to the amount of the previous revaluation. In the assessment of asset impairment if there is any indication that previously recognised impairment losses may no longer exist or may have decreased, the Group estimates the asset's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The increased carrying amount of the asset attributable to a reversal of an impairment loss shall not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in profit or loss unless the asset is carried at a revalued amount, in which case the reversal, which exceeds the carrying amount that would have been determined, is treated as a revaluation increase.

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3.13 Employee benefits

Short-term employee benefits

Salaries, wages, bonuses and contributions to the social security fund are recognised as expenses when incurred

Post-employment benefits (Defined contribution plans)

The Group's employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Company. The fund's assets are held in a separate trust fund and the Company's contributions are recognised as expenses when incurred.

Post-employment benefits (Defined benefit plans)

The Group has obligations in respect of the severance payments it must make to employees upon retirement under labor law and other employee benefit plans. The Group treat these severance payment obligations as a defined benefit plan. In addition, the Company provides other long-term employee benefit plan, namely long service awards.

The obligation under the defined benefit plan and other long-term employee benefit plans is determined by a professionally qualified independent actuary, based on actuarial techniques, using the projected unit credit method

Actuarial gains and losses arising from defined benefit plans are recognised immediately in other comprehensive income. are recognised immediately in other comprehensive income and other long-term benefits are recognised immediately in profit and loss.

3.14 Provision for decommissioning costs

The Group recognises a provision for decommissioning costs, where an obligation exists. The estimated amount of the eventual costs relating to the decommissioning is discounted to its present value. The decommissioning costs are included in right-of-use assets and depreciated on a straight-line basis over the expected period of the decommissioning. The Group recognised provision for decommissioning costs is based on decommissioning costs which involves various assumptions, such as decommissioning period, future inflation rate and discount rate.

3.15 Provisions

Provisions are recognized when the Group has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

3.16 Income tax

Income tax expenses represents the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period using the tax rates enacted at the end of the reporting period.

The Group recognise deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilised.

At each reporting date, the Group reviews and reduces the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised

The Group records deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

3.17 Fair value measurement

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

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

- 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
- At the end of each reporting period, the Group determines whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

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3.18 Financial instruments

Classification and measurement of financial assets

Financial assets are classified, at initial recognition, as to be subsequently measured at amortized cost, fair value through other comprehensive income, or fair value through profit or loss. The classification of financial assets at initial recognition is driven by the Company and its subsidiaries' business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Equity instruments can be classified and cannot be changed by two types of measurement which are measuring fair value through profit or loss or measuring fair value through other comprehensive income that without recycling to profit or loss.

The initial recognition of financial assets that are not measured at fair value through profit or loss with fair value plus or deduct transaction cost directly related to the acquisition or issuance. Financial assets that are measured at fair value through profit or loss, transaction costs are recognized as expense in profit or loss. However, trade receivables, that do not contain a significant financing component are measured at the transaction price.

Subsequent measurement of debt instruments by 3 methods depends on the classification of debt instruments.

- Financial assets measured at amortized cost when financial assets are held to receive cash flow under the agreement and condition of the agreement of the financial assets that generate cash flow to pay the principal and interest from the principal balance on the specified date only. Such financial assets have to be calculated using the effective rate and are subject to impairment assessment. Profit or loss arising from derecognized, modified or impaired will be recognized in profit or loss.
- Financial assets measured at fair value through other comprehensive income when financial assets are held to receive cash flow under the agreement and to sell financial assets and the agreement condition of financial assets generating cash flow that only pays the principal and interest from the principal balance on the specified date. The change of value of financial assets is recognized through other comprehensive income except loss on impairment and interest income and gain and loss on exchange rate are recognized as profit or loss upon recognized of financial assets. Earning or deficit previously recognized in other comprehensive income has to be reclassified into profit or loss. Such financial asset has to be calculated using the effective interest rate same as financial assets measured at amortized cost.
- Financial assets measured at fair value through profit or loss when financial assets that do not meet the criteria for amortized cost or financial assets measured at fair value through other comprehensive income will be presented in the statement of financial position at fair value by recognizing the net change of fair value in profit or loss.

Subsequent valuation of equity instruments must present equity instruments using the fair value and record profit/loss from change in fair value through profit or loss or other comprehensive income depending on equity instruments classification.

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Classification and valuation of financial liabilities

The Group is recognized initially of financial liabilities at fair value net of transaction costs and classified as financial liabilities as financial liabilities subsequently measured at amortized cost using the effective rate. The amortized cost is calculated taking into account fees or costs that are an integral part of the effective rate. Amortization by the effective rate is presented as part of financial costs in profit or loss.

Derivative

Derivative is recognized at fair value and measured fair value at the end of the reporting period. Profit or loss from fair value remeasurement is recognized in profit or loss immediately unless that derivative is used for hedge.

Derecognition of financial instruments

Financial assets will be derecognized from the account when the right to receive cash flow of such asset has ended or when the right to receive cash flow of the assets is transferred including upon the transfer of all risk and consideration of that asset or transfer of internal control in that asset although there is no transfer or maintaining of nearly all risk and consideration of such asset.

Financial liabilities will be derecognized from the account when the obligation of such liabilities has been complied, the obligation is cancelled or the obligation has ended. In case existing financial liabilities are changed to new liabilities from one single lender with considerably different requirements or there is a significant amendment in the requirements of existing liabilities, these are considered as recognition old liabilities and recognizing new liabilities by recognizing the difference of such carrying value under profit or loss.

Impairment of financial assets

Expected credit loss for financial assets measured at amortized cost or debt instrument financial asset measured at fair value through other comprehensive income and assets arising from credit facility obligation and financial guarantee agreement are assessed without having to wait for the credit event to occur first. The Company and its subsidiaries use the general approach in considering the allowance for loss on impairment. For trade receivables, the Company and its subsidiaries apply a simplified approach in calculating ECLs. The Company and its subsidiaries recognize a loss based on lifetime ECLs at each reporting date. It is based on its historical credit loss experience and adjusted for forward-looking factors specific to the debtors and the economic environment.

Offset of financial instruments

Financial assets and liabilities will be offset and presented at net balance in the statement of financial position in the case legally enforced in offsetting the recognized amount. The Company and its subsidiaries intend to pay the net balance or intends to receive assets and settle payment of liabilities at the same time. *m*

3.19 Significant accounting judgements and estimates

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

Consolidation of subsidiaries that the Company holds less than half of shares

The management of the Company determined that the Company has control over Plearn Patt Company Limited, even though the Company holds 48.97% of shares and voting rights that is less than half of shares and voting rights. This is because the Company is a major shareholder and has the ability to direct the significant activities, while other shareholders are only minor shareholders. As a result, Plearn Patt Company Limited is deemed to be a subsidiary of the Company and has to be included in the consolidated financial statements from the date on which the Company assumed control

Expected credit losses for accounts receivable

In determining an allowance for expected credit losses for accounts receivable, the management needs to make judgement and estimates based upon, among other things, past collection history, aging profile of outstanding debts and the prevailing economic condition.

Provision for diminution in value of inventories

In determining of provision for diminution in value of inventories (allowance for dilapidated, slow moving and lost goods), the management needs to make judgement and estimates based upon, among other things, past goods returned history, inventory turnover, the consideration of the book edition and past good lost history.

Determining the lease term of contracts with renewal and termination options

The Group determined the lease term as the non-cancellable term of the lease, together with any period covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The management is required to use judgment in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease, considering all relevant factors that create an economic incentive to exercise either the renewal or termination. After the commencement date, the Group reassessed the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate.

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Estimating the incremental borrowing rate

The Group cannot readily determine the interest rate implicit of the lease. Therefore, the incremental borrowing rate of the Group is used to discount lease liabilities. The incremental borrowing rate is the rate of interest that the Group has would have to pay for necessary borrowing to acquire the assets, or assets with close value to right-of-use assets in similar economic environment, borrowing period and borrowing security.

Depreciation of investments property, property plant and equipment and right-of-use assets and amortization of intangible assets

In determining depreciation of investments property plant and equipment and right-of-use assets and amortization of intangible assets, the management is required to make estimates of the useful lives and residual values of the investments property, plant and equipment and intangible assets and to review estimate useful lives and residual values when there are any changes.

The Group measures investments property, land and buildings at revalued amounts such amounts are determined by the independent valuer using the market approach for land and the cost approach for buildings. The valuation involves certain assumptions and estimates as described in Note 14.

In addition, the management is required to review property, plant and equipment and right-of-use assets and intangible assets for impairment on a periodical basis and record impairment losses when it is determined that their recoverable amount is lower than the carrying amount. This requires judgements regarding forecast of future revenues and expenses relating to the assets subject to the review.

Deferred tax assets

Deferred tax assets are recognised for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of estimate future taxable profits.

Post-employment benefits under defined benefit plans

The obligation under the defined benefit plan and other long-term employee benefit plans is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increases rate and staff turnover rate. *m*

Fair value of financial instruments

In determining the fair value of financial instruments recognized in the statement of financial position that are not actively traded and for which quoted market prices are not readily available, the management exercise judgement, using a variety of valuation techniques and models. The input to these models is taken from observable markets, and includes consideration of credit risk, liquidity, correlation and longer-term volatility of financial instruments. Change in assumptions about these factors could affect the fair value recognised in the statement of financial position and disclosures of fair value hierarchy.

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

The significant transactions with related parties for the years ended December 31, 2022 and 2021, 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	-	-	192,202	132,586
Service revenue	Mutually agreed agreement	-	-	4,673	4,673
Dividend income	As declared	-	-	3,320,000	4,150,000
Transactions in associate company					
Dividend income	As declared	-	-	600,000	550,000
Related companies					
Service revenue	Mutually agreed agreement	11,411	61,683	11,411	61,683
Sales of goods	Mutually agreed agreement	1,039,488	29,654	1,039,488	29,654
Purchases of goods	Market price	-	1,052,781	-	1,052,781
Shareholder and directors of subsidiary companies					
Amortized leasehold on land	Mutually agreed agreement	1,286,315	1,115,650	-	-
Amortized right-of-use on land	Mutually agreed agreement	285,258	285,258	-	-
Interest expenses	4% - 5% per annum	75,082	65,000	-	-

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

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Outstanding balances at the statements of financial position				
Subsidiary companies				
Trade and other current receivables	-	-	45,402	9,237
Shareholder and directors of subsidiary companies				
Leasehold rights on land	13,895,663	4,952,966	-	-
Lease liabilities	31,526,329	22,625,112	-	-
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 years ended December 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	20,013,631	13,257,097	14,948,565	10,637,185
Post-employment benefits	630,895	514,735	560,360	409,722
Total	20,644,526	13,771,832	15,508,925	11,046,907

5. CASH AND CASH EQUIVALENTS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash	8,404,708	8,888,480	8,180,394	8,611,700
Bank deposits - current accounts	900,055	4,533,973	518,408	3,679,876
Bank deposits - saving accounts	92,792,972	122,280,266	9,676,589	20,465,794
Total	102,097,735	135,702,719	18,375,391	32,757,370

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6. TRADE AND OTHER CURRENT RECEIVABLES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
<u>Trade receivables - Related parties</u>				
Classified by aging				
Not yet due	1,039,485	-	1,084,887	9,237
Total	1,039,485	-	1,084,887	9,237
<u>Trade receivables - Other companies</u>				
Classified by aging				
Not yet due	33,529,530	33,419,791	33,529,530	33,419,791
0 - 6 months	13,669,223	14,106,495	10,884,362	10,935,544
6 - 12 months	900,470	1,816,306	76,227	738,896
Over 12 months	2,649,192	5,122,620	63,730	2,184,934
Total	50,748,415	54,465,212	44,553,849	47,279,165
<u>Less</u> Allowance for expected credit losses	(5,265,361)	(5,334,365)	(2,267,778)	(1,879,104)
Allowance for goods return	(2,160,049)	(1,095,563)	(2,160,049)	(1,095,563)
Total	43,323,005	48,035,284	40,126,022	44,304,498
Total trade receivable	44,362,490	48,035,284	41,210,909	44,313,735
<u>Other current receivables</u>				
Advances	965,509	290,122	955,509	283,122
Others	1,927,904	1,896,550	1,142,452	1,376,564
Total other current receivables	2,893,413	2,186,672	2,097,961	1,659,686
Total trade and other current receivables - net	47,225,903	50,221,956	43,308,870	45,973,421

The movements in transactions of allowance for expected credit losses and allowance for returned goods 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
Add Increase during the year	388,674	1,064,486	388,674	1,064,486
Less reversal during the year	(457,678)	-	-	-
Ending balance	5,265,361	2,160,049	2,267,778	2,160,049

7. INVENTORIES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Finished goods	394,016,580	407,324,775	391,826,887	404,940,032
Work in process	9,206,248	11,264,241	9,206,248	11,264,241
Raw material	730,892	730,892	730,892	730,892
Total	403,953,720	419,319,908	401,764,027	416,935,165
Less Allowance for loss of inventories	(7,023,238)	(5,179,671)	(7,023,238)	(5,179,671)
Allowance for dilapidated and slow moving	(176,812,924)	(190,551,334)	(176,713,339)	(190,451,749)
Inventories - net	220,117,558	223,588,903	218,027,450	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	
	2022	2021	2022	2021
Beginning balance	195,731,005	177,232,976	195,631,420	177,133,391
Add Increase during the year	10,816,568	25,821,245	10,816,568	25,821,245
Less reversal during the year	(22,711,411)	(7,323,216)	(22,711,411)	(7,323,216)
Ending balance	183,836,162	195,731,005	183,736,577	195,631,420

8. OTHER CURRENT AND NON-CURRENT FINANCIAL ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Investment in securities in unit trust - at cost	8,201,240	56,608,603	8,201,240	56,608,603
Add Unrealized gain on changes in the value of investments	238	50,126	238	50,126
Investment in securities - at fair value	8,201,478	56,658,729	8,201,478	56,658,729
Saving bonds with 10 years maturity	4,491,987	-	4,491,987	-
	12,693,465	56,658,729	12,693,465	56,658,729
Interest rate swap transaction	184,411	-	184,411	-
Total	12,877,876	56,658,729	12,877,876	56,658,729

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9. OTHER CURRENT ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Supplies	12,947,791	14,081,204	12,920,107	14,063,002
Prepaid expenses	6,996,355	6,428,939	5,371,432	4,652,847
Other	1,432,343	2,150,985	1,418,982	2,144,852
Total	21,376,489	22,661,128	19,710,521	20,860,701

10. RESTRICTED BANK DEPOSITS AND OTHER INVESTMENTS

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	2022	2021
Fixed deposits with 12 months maturity	8,000,000	8,000,000
Saving bonds with 10 years maturity	499,110	4,971,637
Total	8,499,110	12,971,637

As at December 31, 2022 and 2021, the fixed deposits with 12 months maturity, with the interest rate of 0.10 % and 0.25%, respectively, and savings bonds with 10 years maturity, face value Baht 0.50 million and in the amount of Baht 5.00 million, respectively, with the interest rate of 3.625% and 3.625% per annum, respectively, has been used to guarantee electricity use, rental of space and dealers (Note 34.2 to financial statements).

11. INVESTMENTS IN AN ASSOCIATE

11.1 Investments in an associate is summarized below.

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	
			2022	2021	2022	2021	2022	2021	2022	2021
M AND E Co., Ltd.	Painting office production of technical magazines and engineering manuals	25	20,289,507	20,234,461	(580,000)	(580,000)	19,709,507	19,654,461	100,000	100,000
Total			20,289,507	20,234,461	(580,000)	(580,000)	19,709,507	19,654,461	100,000	100,000

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11.2 Share of comprehensive income and dividend received

During the years, the Company has recognized its share of gain (loss) from investments in associate in the consolidated financial statements and dividend income in the separate financial statements as follows:

Company's name	Baht					
	Consolidated financial statements				Separate financial statements	
	Share of gain (loss) from associate		Share of other comprehensive income (loss) of associate		Dividend	
	2022	2021	2022	2021	2022	2021
M and E Co., Ltd.	56,699	(2,934)	598,348	(457,663)	600,000	550,000

11.3 Summarized financial information of associate

Financial information of the associate is summarized below.

Company's name	Baht									
	Paid-up capital		Total assets		Total liabilities		Total revenues		Profit for the year ended	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
M and E Co., Ltd.	400,000	400,000	85,000,499	84,535,692	1,442,472	1,394,850	4,691,502	4,563,661	1,234,252	1,073,559

For the year 2022

According to the Shareholders' Meeting No. 1/2022 Dated April 25, 2022 of M AND E Co., Ltd., it had a resolution to approve the dividend payment from the operating results for the year ended December 31, 2003 and 2004 to the shareholders at Bath 600.00 per share for 4,000 shares. The dividend payment totaled Baht 2.40 million on June 30, 2022.

For the year 2021

According to the Shareholders' Meeting No. 1/2021 dated April 29, 2021 of M AND E Co., Ltd., it had a resolution to approve the dividend payment from the operating results for the year ended December 31, 2003 to the shareholders at Baht 550.00 per share for 4,000 shares. The dividend payment totaled Baht 2.20 million on June 30, 2021.

12. INVESTMENTS IN SUBSIDIARIES

12.1 Investments in subsidiaries as presented in the separate financial statements is summarized below.

Company's name	Baht											
	Paid-up capita		Shareholding percentage		Cost		Allowance for impairment of investments		Carrying amounts based on cost method - net		Dividend received during the year	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	(Thousand Baht)	(Thousand Baht)	(%)	(%)								
BaesiLab 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)	83,000,000	69,332,091	3,320,000	4,150,000
Total					83,150,000	83,150,000	-	(13,667,909)	83,150,000	69,482,091	3,320,000	4,150,000

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The consideration of reversal of impairment of investment in a subsidiary company

The management of the Company performed impairment of investment in Plearn Patt Co., Ltd. determined future cash flows based on its business plan. and the assumptions from assessing of past and current operating results of the group of such company. Based on the impairment test, the recoverable value was lower than book value. The management of the Company had considered to reversal of impairment of investment in such subsidiary company in fully amount.

12.2 Details of investments in subsidiaries that have material non-controlling interests

Company's name	Proportion of equity interest held by non-controlling interests		Accumulated balance of non-controlling interests		Profit allocated to non-controlling interests during the year		Dividend paid to non-controlling interests during the year	
	2022	2021	2022	2021	2022	2021	2022	2021
	(%)	(%)						
Plearn Patt Co., Ltd.	51.03	51.03	104,138,314	94,875,505	12,608,807	8,365,276	3,459,020	4,323,775

12.3 Summarized financial information that based on amounts before inter-company elimination about Plearn Patt Co., Ltd. that have material non-controlling

	Baht	
	2022	2021
Current assets	91,298,022	111,094,182
Non-current assets	444,926,670	347,243,593
Current liabilities	117,127,320	82,691,581
Non-current liabilities	181,966,366	183,540,679
Revenue	266,194,573	215,825,764
Profit	24,724,654	16,342,347
Other comprehensive income (loss) for the year	27,079,859	(5,568,510)
Total comprehensive income	51,804,513	10,837,921
Cash flow provided by operating activities	70,296,482	36,773,605
Cash flow used in investing activities	(81,943,069)	(36,739,471)
Cash flow provided by (used in) financing activities	(7,561,645)	20,826,225
Increase (decrease) in cash and cash equivalents - net	(19,208,232)	20,860,359

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For the year 2022

On April 26, 2022, the Annual General Shareholders' Meeting for the year 2022 of Ploenpat Co., Ltd., a subsidiary had a resolution to pay the interim dividend for the year 2022 to the shareholders at Baht 0.40 per share for 16,947,550 shares, totaled Baht 6.78 million on May 25, 2022.

For the year 2021

On April 26, 2021, the Annual General Shareholders' Meeting for the year 2021 of Ploenpat Co., Ltd., a subsidiary had a resolution to pay the interim dividend for the year 2021 to the shareholders at Baht 0.50 per share for 16,947,550 shares, totaled Baht 8.47 million on May 24, 2021.

13. INVESTMENTS PROPERTY

This account consisted of:

	Baht				
	Consolidated/Separate financial statements				
	Balance as at December 31, 2021	Transaction during the year			
	Additions	Deduction	Transfer In (out)		
Cost					
Land and land improvement	-	-	-	50,154,022	50,154,022
Less Accumulated depreciation	-	-	-	658,412	658,412
Total	-				49,495,610
Appraised value - net					
Land and land improvement	-	-	-	51,904,390	51,904,390
Property, plant and equipment appraised value - net	-	-	-	51,904,390	51,904,390
Investment property, net	-				101,400,000

The Group arranged for an independent professional value to appraise the value of certain assets in 2017 on an asset-by-asset basis (Level 3) appraised investment property is land that is not used in operations. Appraised value 101.40 million baht land was revalued using the Market approach.



14. PROPERTY, PLANT AND EQUIPMENT

This account consisted of:

	Baht					
	Consolidated/Separate financial statements					
	Balance as at	Transaction during the year				Balance as at
	December 31, 2021	Additions	Deduction	Transfer In (out)		December 31, 2022
Cost						
Land and land improvement	507,491,951	22,005,390	-	(42,454,904)	487,042,437	
Building and building improvement	831,714,679	34,000	-	40,178,734	871,927,413	
Building and building decorations	139,498,166	1,460,645	(36,595,276)	4,986,680	109,350,215	
Demolition cost	17,060,684	32,814	(5,892,115)	211,300	11,412,683	
Office equipment	536,374,059	16,786,953	(60,496,193)	1,495,962	494,160,781	
Motor Vehicles	24,970,065	-	(3,574,155)	-	21,395,910	
Construction in progress	27,175,970	36,045,866	-	(50,113,489)	13,108,347	
Total	<u>2,084,285,574</u>	<u>76,365,668</u>	<u>(106,557,739)</u>	<u>(45,695,717)</u>	<u>2,008,397,786</u>	
Less Accumulated depreciation						
Land and land improvement	33,209,114	3,856,393	-	(658,412)	36,407,095	
Building and building improvement	258,277,459	24,749,020	-	-	283,026,479	
Building and building decorations	134,633,744	2,952,120	(36,358,904)	3,976,841	105,203,801	
Demolition cost	17,060,684	117,336	(5,867,431)	65,573	11,376,162	
Office equipment	471,853,242	23,925,744	(56,633,240)	(2,452,231)	436,693,515	
Motor Vehicles	22,659,604	434,690	(3,413,578)	-	19,680,716	
Total	<u>937,693,847</u>	<u>56,035,303</u>	<u>(102,273,153)</u>	<u>931,771</u>	<u>892,387,768</u>	
Less Allowance for impairment						
Building and building decorations	362,948	79,484	(318,063)	-	124,369	
Total	<u>362,948</u>	<u>79,484</u>	<u>(318,063)</u>	<u>-</u>	<u>124,369</u>	
Appraised value - net						
Land and land improvement	454,263,154	31,527,078	-	(51,904,390)	433,885,842	
Building and building improvement	37,052,455	1,636,714	(2,024,618)	-	36,664,551	
Property, plant and equipment appraised value - net	<u>491,315,609</u>	<u>33,163,792</u>	<u>(2,024,618)</u>	<u>(51,904,390)</u>	<u>470,550,393</u>	
Property, plant and equipment - net	<u>1,637,544,388</u>				<u>1,586,436,042</u>	

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	Baht					
	Consolidated financial statements					
	Balance as at	Transaction during the year				Balance as at
	December 31, 2020	Additions	Deduction	Transfer In (out)		December 31, 2021
Cost						
Land and land improvement	499,005,793	1,433,979	-	7,052,179	507,491,951	
Building and building improvement	824,337,276	752,702	(133,743)	6,758,444	831,714,679	
Building and building decorations	163,495,752	202,700	(24,200,286)	-	139,498,166	
Demolition cost	17,060,684	-	-	-	17,060,684	
Office equipment	566,821,991	8,845,179	(40,818,569)	1,525,458	536,374,059	
Motor Vehicles	27,924,244	-	(2,954,179)	-	24,970,065	
Construction in progress	15,691,955	26,820,096	-	(15,336,081)	27,175,970	
Total	<u>2,114,337,695</u>	<u>38,054,656</u>	<u>(68,106,777)</u>	<u>-</u>	<u>2,084,285,574</u>	
Less Accumulated depreciation						
Land and land improvement	29,675,520	3,533,594	-	-	33,209,114	
Building and building improvement	234,258,795	24,082,421	(63,757)	-	258,277,459	
Building and building decorations	153,716,342	4,767,366	(23,849,964)	-	134,633,744	
Demolition cost	17,060,684	-	-	-	17,060,684	
Office equipment	482,310,307	29,258,473	(39,715,538)	-	471,853,242	
Motor Vehicles	24,772,053	755,808	(2,868,257)	-	22,659,604	
Total	<u>941,793,701</u>	<u>62,397,662</u>	<u>(66,497,516)</u>	<u>-</u>	<u>937,693,847</u>	
Less Allowance for impairment						
Building and building decorations	57,665	362,948	(57,665)	-	362,948	
Total	<u>57,665</u>	<u>362,948</u>	<u>(57,665)</u>	<u>-</u>	<u>362,948</u>	
Appraised value - net						
Land and land improvement	454,263,154	-	-	-	454,263,154	
Building and building improvement	39,192,545	-	(2,140,090)	-	37,052,455	
Property, plant and equipment appraised value - net	<u>493,455,699</u>	<u>-</u>	<u>(2,140,090)</u>	<u>-</u>	<u>491,315,609</u>	
Property, plant and equipment - net	<u>1,665,942,028</u>				<u>1,637,544,388</u>	

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	Baht				Balance as at December 31, 2022
	Separate financial statements			Balance as at December 31, 2021	
	Transaction during the year				
	Additions	Deduction	Transfer In (out)		
Cost					
Land and land improvement	364,160,894	-	(50,154,022)	314,006,872	
Building and building improvement	553,793,229	-	-	553,793,229	
Building and building decorations	139,499,672	1,460,645	(36,595,276)	109,351,721	
Demolition cost	17,060,684	32,814	(5,892,115)	11,412,683	
Office equipment	443,485,159	2,058,844	(58,019,157)	387,524,846	
Motor Vehicles	23,272,965	-	(3,574,155)	19,698,810	
Construction in progress	82,949	739,675	-	82,949	
Total	<u>1,541,355,552</u>	<u>4,291,978</u>	<u>(104,080,703)</u>	<u>1,395,871,110</u>	
Less Accumulated depreciation					
Land and land improvement	7,407,166	868,049	-	7,616,803	
Building and building improvement	110,216,505	13,247,802	-	123,464,307	
Building and building decorations	134,633,195	2,952,120	(36,358,904)	105,203,252	
Demolition cost	17,060,684	117,336	(5,867,431)	11,376,162	
Office equipment	402,262,356	15,593,051	(56,633,240)	361,222,167	
Motor Vehicles	20,962,505	434,690	(3,413,578)	17,983,617	
Total	<u>692,542,411</u>	<u>33,213,048</u>	<u>(102,273,153)</u>	<u>626,866,308</u>	
Less Allowance for impairment					
Building and building decorations	362,948	79,484	(318,063)	124,369	
Total	<u>362,948</u>	<u>79,484</u>	<u>(318,063)</u>	<u>124,369</u>	
Appraised value - net					
Land and land improvement	453,344,554	-	(51,904,390)	401,440,164	
Building and building improvement	19,907,813	-	(596,794)	19,311,019	
Property, plant and equipment appraised value - net	<u>473,252,367</u>	<u>-</u>	<u>(596,794)</u>	<u>420,751,183</u>	
Property, plant and equipment - net	<u>1,321,702,560</u>			<u>1,189,631,616</u>	

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	Baht				Balance as at December 31, 2021
	Separate financial statements				
	Balance as at December 31, 2020	Transaction during the year			
		Additions	Deduction	Transfer In (out)	
Cost					
Land and land improvement	364,160,894	-	-	-	364,160,894
Building and building improvement	553,793,229	-	-	-	553,793,229
Building and building decorations	163,497,258	202,700	(24,200,286)	-	139,499,672
Demolition cost	17,060,684	-	-	-	17,060,684
Office equipment	480,285,230	1,804,269	(38,604,340)	-	443,485,159
Motor Vehicles	26,227,144	-	(2,954,179)	-	23,272,965
Construction in progress	82,949	-	-	-	82,949
Total	1,605,107,388	2,006,969	(65,758,805)	-	1,541,355,552
Less Accumulated depreciation					
Land and land improvement	6,539,117	868,049	-	-	7,407,166
Building and building improvement	96,968,703	13,247,802	-	-	110,216,505
Building and building decorations	153,715,793	4,767,366	(23,849,964)	-	134,633,195
Demolition cost	17,060,684	-	-	-	17,060,684
Office equipment	417,227,297	22,592,958	(37,557,899)	-	402,262,356
Motor Vehicles	23,074,954	755,808	(2,868,257)	-	20,962,505
Total	714,586,548	42,231,983	(64,276,120)	-	692,542,411
Less Allowance for impairment					
Building and building decorations	57,665	362,948	(57,665)	-	362,948
Total	57,665	362,948	(57,665)	-	362,948
Appraised value - net					
Land and land improvement	453,344,554	-	-	-	453,344,554
Building and building improvement	20,620,079	-	(712,266)	-	19,907,813
Property, plant and equipment appraised value - net	473,964,633	-	(712,266)	-	473,252,367
Property, plant and equipment - net	1,364,427,808				1,321,702,560

For the year 2017, the Group has arranged for an asset appraisal with a total appraisal value of 1,231.54 million baht. for an independent professional value to appraise the value of certain assets an asset-by-asset basis (Level 3). as follows:

Land was revalued using the Market approach.

Buildings were revalued using the Cost approach, which represents the estimated cost to construct a new building at the current replacement cost less depreciation based on useful life.

In 2022, the subsidiaries have arranged for an asset appraisal with a total appraisal value of 446.85 million baht. for an independent professional value to appraise the value of certain assets an asset-by-asset basis (Level 3). as follows:

Land was revalued using the Market approach.

Buildings were revalued using the Cost approach, which represents the estimated cost to construct a new building at the current replacement cost less depreciation based on useful life.

As at December 31, 2022 and 2021, certain building and equipment were fully depreciated but are still in use of the Group. The gross carrying amount before deducting accumulated depreciation and allowance for impairment of those assets amounted Baht 610.09 million and Baht 599.18 million respectively, (Separate financial statements Baht 552.68 million and Baht 541.42 million, respectively).

The Company mortgaged the land and constructions thereon where the distribution centre is situated to secure against credit facilities granted by a commercial bank (Notes 17, 21 and 35 to the financial statements).

15. RIGHT-OF-USE ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements			
	Balance as at December 31, 2021	Transaction during the year		
	Additions	Change in conditions/ written-off		
Cost				
Leasehold rights on land	10,030,858	9,678,366	(1,596,403)	18,112,821
Leasehold rights on buildings	173,460,075	-	(105,606,704)	67,853,371
Rental area	412,628,098	50,631,792	(58,782,284)	404,477,606
Rental area improvement	215,793,945	816,988	(14,294,928)	202,316,005
Demolition cost	20,046,065	-	(1,008,753)	19,037,312
Rental vehicles	12,077,345	647,892	-	12,725,237
Total	<u>844,036,386</u>	<u>61,775,038</u>	<u>(181,289,072)</u>	<u>724,522,352</u>
Less Accumulated depreciation				
Leasehold rights on land	5,077,891	285,258	(1,145,991)	4,217,158
Leasehold rights on buildings	157,804,403	3,900,955	(104,996,906)	56,708,452
Rental area	164,793,642	71,507,490	(16,746,900)	219,554,232
Rental area improvement	195,481,785	8,259,644	(13,772,705)	189,968,724
Demolition cost	19,549,075	121,639	(863,026)	18,807,688
Rental vehicles	2,593,036	2,793,451	-	5,386,487
Total	<u>545,299,832</u>	<u>86,868,437</u>	<u>(137,525,528)</u>	<u>494,642,741</u>
Right-of-use assets - net	<u>298,736,554</u>			<u>229,879,611</u>

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	Baht				
	Consolidated financial statements				
	Balance as at	Transaction during the year			Balance as at
	December 31, 2020	Additions	Change in conditions/ written-off		December 31, 2021
<u>Cost</u>					
Leasehold rights on land	10,030,858	-	-	10,030,858	
Leasehold rights on buildings	173,460,075	-	-	173,460,075	
Rental area	404,457,378	14,415,666	(6,244,946)	412,628,098	
Rental area improvement	214,637,627	4,588,235	(3,431,917)	215,793,945	
Demolition cost	19,844,205	228,297	(26,437)	20,046,065	
Rental vehicles	7,225,352	8,133,692	(3,281,699)	12,077,345	
Total	<u>829,655,495</u>	<u>27,365,890</u>	<u>(12,984,999)</u>	<u>844,036,386</u>	
<u>Less Accumulated depreciation</u>					
Leasehold rights on land	4,792,633	285,258	-	5,077,891	
Leasehold rights on buildings	150,482,234	7,322,169	-	157,804,403	
Rental area	84,393,241	82,934,377	(2,533,976)	164,793,642	
Rental area improvement	188,755,675	10,157,738	(3,431,628)	195,481,785	
Demolition cost	19,233,083	335,729	(19,737)	19,549,075	
Rental vehicles	2,984,865	2,889,870	(3,281,699)	2,593,036	
Total	<u>450,641,731</u>	<u>103,925,141</u>	<u>(9,267,040)</u>	<u>545,299,832</u>	
Right-of-use assets - net	<u>379,013,764</u>			<u>298,736,554</u>	

	Baht				
	Separate financial statements				
	Balance as at	Transaction during the year			Balance as at
	December 31, 2021	Additions	Change in conditions/ written-off		December 31, 2022
<u>Cost</u>					
Leasehold rights on buildings	173,460,075	-	(105,606,704)	67,853,371	
Rental area	386,636,931	39,327,710	(56,431,991)	369,532,650	
Rental area improvement	215,793,945	816,988	(14,294,928)	202,316,005	
Demolition cost	20,046,065	-	(1,008,753)	19,037,312	
Rental vehicles	12,077,345	647,892	-	12,725,237	
Total	<u>808,014,361</u>	<u>40,792,590</u>	<u>(177,342,376)</u>	<u>671,464,575</u>	
<u>Less Accumulated depreciation</u>					
Leasehold rights on buildings	157,804,403	3,900,955	(104,996,906)	56,708,452	
Rental area	162,015,718	70,008,563	(16,202,902)	215,821,379	
Rental area improvement	195,481,785	8,259,644	(13,772,705)	189,968,724	
Demolition cost	19,549,075	121,639	(863,026)	18,807,688	
Rental vehicles	2,593,036	2,793,451	-	5,386,487	
Total	<u>537,444,017</u>	<u>85,084,252</u>	<u>(135,835,539)</u>	<u>486,692,730</u>	
Right-of-use assets - net	<u>270,570,344</u>			<u>184,771,845</u>	

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	Baht			Balance as at December 31, 2021
	Separate financial statements			
	Balance as at December 31, 2020	Transaction during the year		
		Additions	Change in conditions/ written-off	
Cost				
Leasehold rights on buildings	173,460,075	-	-	173,460,075
Rental area	386,745,726	6,136,151	(6,244,946)	386,636,931
Rental area improvement	214,637,627	4,588,235	(3,431,917)	215,793,945
Demolition cost	19,844,205	228,297	(26,437)	20,046,065
Rental vehicles	7,225,352	8,133,692	(3,281,699)	12,077,345
Total	<u>801,912,985</u>	<u>19,086,375</u>	<u>(12,984,999)</u>	<u>808,014,361</u>
Less Accumulated depreciation				
Leasehold rights on buildings	150,482,234	7,322,169	-	157,804,403
Rental area	83,140,559	81,409,135	(2,533,976)	162,015,718
Rental area improvement	188,755,675	10,157,738	(3,431,628)	195,481,785
Demolition cost	19,233,083	335,729	(19,737)	19,549,075
Rental vehicles	2,984,865	2,889,870	(3,281,699)	2,593,036
Total	<u>444,596,416</u>	<u>102,114,641</u>	<u>(9,267,040)</u>	<u>537,444,017</u>
Right-of-use assets - net	<u>357,316,569</u>			<u>270,570,344</u>

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.

As at December 31, 2022, the whole amount of the leasehold rights consisted of Five land lease agreements which the subsidiary entered into with its shareholders totalling Baht 57.07 million. It is related to the lease of land area of approximately 11 rais 279 square wah for the period of 29 - 49 years and one Director land lease agreements totalling Baht 15.62 million. It is related to the lease of land area of approximately 4 rais 70 square wah for the period of 30 years for the purpose of operating an education institute.

As at December 31, 2021, 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.

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16. INTANGIBLE ASSETS

This account consisted of:

	Baht			Balance as at December 31, 2022
	Consolidated financial statements			
	Balance as at	Transaction during the year		
	December 31, 2021	Additions	Deduction	
<u>Cost</u>				
Computer program	52,570,927	99,795	(71,356)	52,599,366
<u>Less Accumulated amortization</u>	<u>47,866,549</u>	<u>1,471,675</u>	<u>(32,589)</u>	<u>49,305,635</u>
Intangible assets - net	<u>4,704,378</u>			<u>3,293,731</u>

	Baht			Balance as at December 31, 2021
	Consolidated financial statements			
	Balance as at	Transaction during the year		
	December 31, 2020	Additions	Deduction	
<u>Cost</u>				
Computer program	52,570,927	-	-	52,570,927
<u>Less Accumulated amortization</u>	<u>46,358,434</u>	<u>1,508,115</u>	<u>-</u>	<u>47,866,549</u>
Intangible assets - net	<u>6,212,493</u>			<u>4,704,378</u>

	Baht			Balance as at December 31, 2022
	Separate financial statements			
	Balance as at	Transaction during the year		
	December 31, 2021	Additions	Deduction	
<u>Cost</u>				
Computer program	52,033,045	-	(71,356)	51,961,689
<u>Less Accumulated amortization</u>	<u>47,594,943</u>	<u>1,464,219</u>	<u>(32,589)</u>	<u>49,026,573</u>
Intangible assets - net	<u>4,438,102</u>			<u>2,935,116</u>

	Baht			Balance as at December 31, 2021
	Separate financial statements			
	Balance as at	Transaction during the year		
	December 31, 2020	Additions	Deduction	
<u>Cost</u>				
Computer program	52,033,045	-	-	52,033,045
<u>Less Accumulated amortization</u>	<u>46,091,488</u>	<u>1,503,455</u>	<u>-</u>	<u>47,594,943</u>
Intangible assets - net	<u>5,941,557</u>			<u>4,438,102</u>

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17. OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

As at December 31, 2022 and 2021, the Company has the short-term loans amount of Baht 150.00 million and 140.00 million, respectively, in the form of promissory notes in the not over 3 months in the amount of Baht 220.00 million with interest rate of 2.95% - 4.15% per annum and As at December 31, 2022 the company have bank overdraft amount of Baht 12.85 million with interest rate of MOR% per annum, guaranteed by mortgaging the land with buildings (Note 35 to the financial statements).

18. TRADE AND OTHER CURRENT PAYABLES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Trade payable - related parties	-	-	-	9,237
Trade payable - other companies	323,967,220	385,487,154	322,488,720	384,037,499
Accrued expenses	59,461,567	57,230,573	44,701,038	44,213,747
Other payables for purchase of assets	251,307	735,309	-	347,784
Notes payable	302,245	574,824	302,245	574,824
Other payables	21,013,732	29,476,645	20,986,897	29,475,279
Total	404,996,071	473,504,505	388,478,900	458,658,370

19. INCOME RECEIVED IN ADVANCE

This account consisted of:

	Baht	
	Consolidated financial statements	
	2022	2021
Income received in advance - not yet recognized	118,426,218	103,999,103
<u>Less</u> Income received in advance recognizable within one year	<u>(73,536,630)</u>	<u>(63,935,223)</u>
Net	44,889,588	40,063,880

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Movements of income received in advance are summarised 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
Add Increase during the year	14,639,500	199,385,252	214,024,752
Less Income recognition during the year	(14,253,662)	(197,812,073)	(212,065,735)
Less Returned due to resignation of students	(140,000)	(6,459,094)	(6,599,094)
Balance as at December 31, 2021	51,131,914	52,867,189	103,999,103
Add Increase during the year	18,525,000	253,667,493	272,192,493
Less Income recognition during the year	(12,621,536)	(244,627,532)	(257,249,068)
Less Returned due to resignation of students	(98,500)	(417,810)	(516,310)
Balance as at December 31, 2022	56,936,878	61,489,340	118,426,218

20. OTHER CURRENT LIABILITIES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Coupon and prepaid card payable	13,624,103	13,622,435	13,624,103	13,622,435
Accrued withholding tax	2,282,055	1,550,983	1,548,379	1,283,959
Unearned income	3,524,029	3,074,456	3,299,819	2,630,656
Advance received for purchasing books	804,444	1,789,567	804,444	1,789,567
Others	3,111,102	3,626,603	2,068,235	2,465,755
Total	23,345,733	23,664,044	21,344,980	21,792,372

21. LONG-TERM LOANS

This account consisted of:

Loan	Interest rate (%)	Repayment schedule	Baht			
			Consolidated financial statements		Separate financial statements	
			2022	2021	2022	2021
1	THBFD 3M + 3.85*	Monthly instalment as from July 31, 2014 with the last instalment in June 30, 2022	-	17,560,000	-	17,560,000
2	MLR-1.5	Monthly instalment as from November 30, 2014 with the last instalment in December 31, 2024	45,576,000	70,224,000	45,576,000	70,224,000
3	THBFIX 6M + 2.56	repayment on the 3 rd salary from the month of loan withdrawal starting September 30, 2021 with the last instalment in July 31, 2025	81,560,000	96,650,000	81,560,000	96,650,000
4	3.00 - 5.00**	Settlement at maturity date of the contracts	98,900,000	98,900,000	-	-
5	MLR	3 rd year repayment starts April 14, 2022	14,996,000	20,000,000	14,996,000	20,000,000
Total			241,032,000	303,334,000	142,132,000	204,434,000
Less: Current portion			(80,180,000)	(62,302,000)	(56,280,000)	(62,302,000)
Long-term loans - net			160,852,000	241,032,000	85,852,000	142,132,000

* Interest expense rate in swap transaction agreement

** Unsecured long-term loan of subsidiary

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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 35.3 to the 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. 3 with the lender bank to exchange interest rate as specified in the loan agreement as floating interest rate plus the specified rate (Note 35.3 to the financial statements).

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.

22. LONG-TERM EMPLOYEE BENEFIT OBLIGATIONS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Provision for compensation on employees'	65,192,738	62,855,291	50,865,678	49,285,720
Provision for long service awards	19,535,908	17,966,689	19,535,908	17,966,689
Total	84,728,646	80,821,980	70,401,586	67,252,409

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

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Long-term employee benefit obligations				
at beginning of the year	80,821,980	82,568,691	67,252,409	73,835,905
Included in profit or loss :				
Current service cost recognition	6,928,161	6,234,694	5,536,757	4,853,668
Cost of interest	1,265,627	1,182,542	995,420	936,999
Included in other comprehensive income :				
Actuarial gain (loss)				
Demographic assumption change	-	2,519,577	-	-
Experience adjustment	-	2,440,193	-	-
Financial assumption changes	-	(3,823,231)	-	(4,653,452)
Return benefit during the year	45,000	-	45,000	-
Benefit paid during year	(4,332,122)	(10,300,486)	(3,428,000)	(7,720,711)
Net long-term employee benefit obligations				
at the end of the year	84,728,646	80,821,980	70,401,586	67,252,409

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Long-term employee benefit expenses are recognised in profit or loss are as follows.

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Selling and administrative expenses	8,193,788	7,417,236	6,532,177	5,790,667
Total expenses recognised in profit or loss	8,193,788	7,417,236	6,532,177	5,790,667

As at December 31, 2022 and 2021, the Group expects to pay Baht 2.34 million and Baht 3.65 million, respectively of long-term employee benefits during the next year, (Separate financial statements Baht 2.34 million and Baht 3.65 million, respectively).

As at December 31, 2022 and 2021, the weighted average duration of the liabilities for long-term employee benefit is 7 - 14 years and 7 - 14 years (Separate financial statements 7 - 14 years and 7 - 14 years, respectively).

Significant actuarial assumptions are summarised below.

	Percent			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Discount rate	0.92 - 2.38	0.92 - 2.38	0.92 - 2.38	0.92 - 2.38
Salary increase rate	4.00	4.00	4.00	4.00
Staff turnover rate*	3.82 - 45.84	3.82 - 45.84	3.82 - 45.84	3.82 - 45.84

* Percentage change in the number of employees with high turnover rates are only part of the branches employees which rate is as well as the retail sector with an average turnover rate of approximately 30% to 60% per year.

The result of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligation as at December 31, 2022 and 2021 are summarised below.

	Baht			
	2022			
	Consolidated financial statements		Separate financial statements	
	Increase	Decrease	Increase	Decrease
Discount rate (0.5%)	(962,599)	1,048,245	(3,348,459)	3,590,525
Salary increase rate (1%)	2,486,397	(2,116,676)	7,114,304	(6,210,049)
Staff turnover rate (20%)	(2,505,747)	3,189,610	(10,723,677)	13,775,515

	Baht			
	2021			
	Consolidated financial statements		Separate financial statements	
	Increase	Decrease	Increase	Decrease
Discount rate (0.5%)	(4,340,726)	4,680,520	(3,410,988)	3,665,639
Salary increase rate (1%)	8,747,282	(7,597,438)	6,527,397	(5,704,270)
Staff turnover rate (20%)	(12,057,338)	15,342,689	(9,826,884)	12,520,892

23. PROVISION FOR DECOMMISSIONING COST

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	2022	2021
Provision decommissioning costs	37,809,181	41,784,965
Less Deferred interest	(20,799)	(142,108)
Net	<u>37,788,382</u>	<u>41,642,857</u>

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.

24. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities are as follows:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Deferred tax assets	58,230,502	60,594,611	58,114,502	60,478,611
Deferred tax liabilities	(104,491,004)	(98,385,913)	(94,531,163)	(94,773,265)
Deferred tax asset (liabilities) - net	<u>(46,260,502)</u>	<u>(37,791,302)</u>	<u>(36,416,661)</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 year		Balance as at
	December 31, 2021	In profit or loss	In other comprehensive income	December 31, 2022
Deferred tax assets :				
Unrealized loss from derivatives	485,444	(471,448)	-	13,996
Allowance for expected credit losses for accounts receivable and goods returns	594,933	290,633	-	885,566
Allowance for dilapidated and slow moving	37,645,990	(3,154,818)	-	34,491,172
Allowance for assets impairment	72,589	(47,715)	-	24,874
Right-of-use assets	-	1,114,130	-	1,114,130
Provision for decommissioning costs	8,229,173	(724,726)	-	7,504,447
Allowance for impairment of investment in associate	116,000	-	-	116,000
Employee benefits obligations	13,450,482	629,835	-	14,080,317
Total	<u>60,594,611</u>	<u>(2,364,109)</u>	<u>-</u>	<u>58,230,502</u>
Deferred tax liabilities:				
Unrealized gains from changes in values of investment	10,025	(9,977)	-	48
Surplus on revaluation of assets	98,263,121	(183,441)	6,411,276	104,490,956
Right-of-use assets	112,767	(112,767)	-	-
Total	<u>98,385,913</u>	<u>(306,185)</u>	<u>6,411,276</u>	<u>104,491,004</u>

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	Baht				
	Consolidated financial statements				
	Balance as at	Income (expenses) during the year			Balance as at
	December 31, 2020	In profit or loss	In other comprehensive income		December 31, 2021
Deferred tax assets :					
Unrealized loss from derivatives	1,002,960	(517,516)	-	485,444	
Allowance for expected credit losses for accounts receivable and goods returns	763,124	(168,191)	-	594,933	
Allowance for dilapidated and slow moving	34,828,628	2,817,362	-	37,645,990	
Allowance for assets impairment	11,533	61,056	-	72,589	
Provision for decommissioning costs	9,003,715	(774,542)	-	8,229,173	
Allowance for impairment of investment in associate	116,000	-	-	116,000	
Employee benefits obligations	14,767,181	(386,009)	(930,690)	13,450,482	
Total	<u>60,493,141</u>	<u>1,032,160</u>	<u>(930,690)</u>	<u>60,594,611</u>	
Deferred tax liabilities:					
Unrealized gains from changes in values of investment	31,435	(21,410)	-	10,025	
Surplus on revaluation of assets	98,691,139	(206,536)	(221,482)	98,263,121	
Right-of-use assets	60,557	52,210	-	112,767	
Total	<u>98,783,131</u>	<u>(175,736)</u>	<u>(221,482)</u>	<u>98,385,913</u>	

	Baht				
	Separate financial statements				
	Balance as at	Income (expenses) during the year			Balance as at
	December 31, 2021	In profit or loss	In other comprehensive income		December 31, 2022
Deferred tax assets :					
Unrealized loss from derivatives	485,444	(471,448)	-	13,996	
Allowance for expected credit losses for accounts receivable and goods returns	594,933	290,633	-	885,566	
Allowance for dilapidated and slow moving	37,645,990	(3,154,818)	-	34,491,172	
Allowance for assets impairment	72,589	(47,715)	-	24,874	
Right-of-use assets	-	1,114,130	-	1,114,130	
Provision for decommissioning costs	8,229,173	(724,726)	-	7,504,447	
Employee benefits obligations	13,450,482	629,835	-	14,080,317	
Total	<u>60,478,611</u>	<u>(2,364,109)</u>	<u>-</u>	<u>58,114,502</u>	
Deferred tax liabilities:					
Unrealized gains from changes in values of investment	10,025	(9,977)	-	48	
Surplus on revaluation of assets	94,650,473	(119,358)	-	94,531,115	
Right-of-use assets	112,767	(112,767)	-	-	
Total	<u>94,773,265</u>	<u>(242,102)</u>	<u>-</u>	<u>94,531,163</u>	

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	Baht			
	Separate financial statements			
	Balance as at	Income (expenses) during the year		Balance as at
	December	In profit or loss	In other	December
31, 2020		comprehensive	31, 2021	
		income		
Deferred tax assets :				
Unrealized loss from derivatives	1,002,960	(517,516)	-	485,444
Allowance for expected credit losses for accounts receivable and goods returns	763,124	(168,191)	-	594,933
Allowance for dilapidated and slow moving	34,828,628	2,817,362	-	37,645,990
Allowance for assets impairment	11,533	61,056	-	72,589
Provision for decommissioning costs	9,003,715	(774,542)	-	8,229,173
Employee benefits obligations	14,767,181	(386,009)	(930,690)	13,450,482
Total	60,377,141	1,032,160	(930,690)	60,478,611
Deferred tax liabilities:				
Unrealized gains from changes in values of investment	31,435	(21,410)	-	10,025
Surplus on revaluation of assets	94,792,926	(142,453)	-	94,650,473
Right-of-use assets	60,557	52,210	-	112,767
Total	94,884,918	(111,653)	-	94,773,265

25. LEASE LIABILITIES

25.1 The carrying amounts of lease liabilities and the movement for the years ended December 31, 2022 and 2021 are presented below.

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
	Balance as at December 31, 2021	201,375,545	268,214,081	177,554,725
Accretion of rental	47,001,589	21,633,214	35,697,507	13,353,699
Accretion of interest	7,543,562	6,120,495	6,968,129	5,683,626
Payments	(69,388,518)	(72,499,735)	(68,030,460)	(71,143,180)
Decrease from rental reduction	(7,566,318)	(18,582,226)	(7,566,318)	(18,582,226)
Decrease from contract cancellation	(38,326,586)	(3,510,283)	(36,493,570)	(3,510,283)
Balance as at December 31, 2022	140,639,274	201,375,546	108,130,013	177,554,725
Less current portion	(56,401,537)	(82,069,723)	(55,268,038)	(80,523,544)
Lease liabilities - net	84,237,737	119,305,823	52,861,975	97,031,181

As at December 31, 2022 and 2021, the payment of these contracts are as follow:-

	Baht					
	Consolidated financial statements					
	As at December 31, 2022			As at December 31, 2021		
	Principal	Interest expenses	Total	Principal	Interest expenses	Total
Payment due within 1 year	56,401,538	4,995,396	61,396,934	82,069,723	10,496,380	92,566,103
Payment due over 1 year to 5 years	55,090,191	10,038,352	65,128,543	102,621,318	22,154,462	124,775,780
Payment due over 5 years	29,147,545	21,005,753	50,153,298	16,684,505	14,120,367	30,804,872
Total	140,639,274	36,039,501	176,678,775	201,375,546	46,771,209	248,146,755

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	Baht					
	Separate financial statements					
	As at December 31, 2022			As at December 31, 2021		
	Principal	Interest expenses	Total	Principal	Interest expenses	Total
Payment due within 1 year	55,268,038	3,897,062	59,165,100	80,523,544	9,920,947	90,444,491
Payment due over 1 year to 5 years	52,443,048	4,186,113	56,629,161	96,582,079	18,588,066	115,170,145
Payment due over 5 years	418,927	78,065	496,992	449,102	112,018	561,120
Total	108,130,013	8,161,240	116,291,253	177,554,725	28,621,031	206,175,756

25.2 The following are the amount recognized in profit or loss for the years ended December 31, 2022 and 2021 are shown as follow;

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Depreciation of right-of-use assets	74,300,941	86,109,506	72,802,014	84,299,006
Interest expense	7,543,562	6,120,495	6,968,129	5,683,626
Expenses related to short-term lease contracts and sales-related rentals	11,211,283	12,348,344	11,211,283	12,348,344
Total	93,055,786	104,578,345	90,981,426	102,330,976

For the years ended December 31, 2022 and 2021, the total cash outflow for leases on consolidated amount to Baht 61.84 million and Baht 66.38 million, respectively and separated financial statements amount to Baht 61.06 million and Baht 65.46 million, respectively.

26. OTHER CURRENT AND NON-CURRENT FINANCIAL LIABILITIES

As at December 31, 2022 and 2021, details financial liabilities are as below.

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Interest rate swap transaction	-	2,397,782	-	2,397,782
Foreign exchange contracts outstanding	254,390	29,437	254,390	29,437
Total other non-current financial liabilities	254,390	2,427,219	254,390	2,427,219

27. SURPLUS ON REVALUATION OF ASSETS

This represents surplus arising from revaluation of land and buildings. The surplus is amortized to retained earnings on a straight-line basis over the remaining life of the related assets.

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Beginning balance of the year	378,635,016	379,764,193	369,458,308	370,028,121
Revaluations for the year	26,531,034	-	-	-
Less: Amortization for the year	(1,036,800)	(1,129,177)	(477,435)	(569,813)
Ending balance of the year	404,129,250	378,635,016	368,980,873	369,458,308

Surplus on revaluation of assets can neither be offset against deficit nor used for dividend payment.

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28. STATUTORY RESERVE

The Company

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

Subsidiary

According to the Thai Civil and Commercial Code, the subsidiary is required to set aside to a statutory reserve an amount equal to at least 5% of its net profit each time the Company pay out a dividend, until such reserve reaches 10% of its registered share capital. The statutory reserve cannot be used for dividend payment

29. EXPENSES BY NATURE

Significant expenses by nature are as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Salary and wages and other employee benefits	415,571,264	387,160,573	259,648,737	245,269,544
Depreciation and amortization	146,400,033	169,971,008	120,358,313	146,562,345
Rental, service and utilities expenses	211,102,962	181,400,667	205,878,470	177,967,900
Provision for diminution in value of receivables and inventories	(8,929,376)	16,323,267	(8,929,376)	16,323,267
Purchase of goods and raw materials used	958,073,889	1,030,986,260	912,903,790	1,010,039,859
Changes in inventories of finished goods and work in process	(15,171,138)	(75,736,543)	(15,171,138)	(76,078,321)
Expense variable by sales	42,556,537	37,874,870	42,556,537	37,874,870

30. INCOME TAX EXPENSES

The major components of income tax expenses for the years ended December 31, 2022 and 2021, consisted of :-

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
(Income) tax expenses shown in profit or loss :				
Tax income current income tax :				
Current tax expense for the year	-	-	-	-
Tax expense deferred tax:				
Changes in temporary differences relating to the original recognition and reversal	2,057,924	(1,207,896)	2,122,007	(1,143,813)
Total	2,057,924	(1,207,896)	2,122,007	(1,143,813)

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The reconciliation between accounting profit (loss) and income tax expense is shown below.

	Baht			
	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Accounting profit (loss) before tax	11,720,831	(49,922,921)	4,484,882	(61,696,286)
The applicable tax rate (%)	0%, 20%	0%, 20%	0%, 20%	0%, 20%
Accounting profit (loss) before tax multiplied by income tax rate	938,632	(13,300,085)	896,976	(12,339,257)
Temporary differences and taxable loss not recorded as deferred tax assets	(1,102,854)	11,280,800	(227,690)	11,279,759
Effects of:				
Income not subject to tax	(14,574)	(44,296)	(784,000)	(940,000)
Non-deductible expenses	3,417,821	2,354,886	3,417,822	2,354,886
Additional expense deductions allowed	(1,181,101)	(1,499,201)	(1,181,101)	(1,499,201)
Total	1,119,292	12,092,189	1,225,031	11,195,444
(Income) tax expenses reported in the statement of income	2,057,924	(1,207,896)	2,122,007	(1,143,813)

31. BASIC EARNINGS (LOSS) PER SHARE

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

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit (loss) for the year				
Equity holders of the parent (Baht)	(2,945,900)	(57,080,301)	2,362,875	(60,552,473)
Weighted average number of ordinary shares (shares)	391,944,418	391,944,418	391,944,418	391,944,418
Basic earnings (loss) per share (Baht/share)	(0.008)	(0.146)	0.006	(0.154)

32. 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.

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The Group's revenue and gross profit information for the years ended December 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	1,067.01	933.66	662.50	626.92	257.44	212.07	1,986.95	1,772.65
Total revenues	1,067.01	933.66	662.50	626.92	257.44	212.07	1,986.95	1,772.65
Gross profit from operating according to the segment	399.43	347.57	229.16	224.48	69.87	60.38	698.46	632.43
Unallocated income and expenses:								
Other income							69.74	44.01
Selling expenses							(468.46)	(436.57)
Administrative expenses							(265.84)	(267.42)
Finance costs							(22.24)	(22.37)
Share of gain from associated companies							0.06	-
Income tax (expenses)							(2.06)	1.20
Profit (loss) for the year							9.66	(48.72)
As at December 31,								
Investment property							101.40	-
Property, plant and equipment							1,586.44	1,637.54
Right-of-use assets							229.88	298.74
Leasehold rights on land and buildings							3.29	4.70
Rental guarantee and deposit							17.28	24.97
Other assets							492.96	581.28
Total assets							2,431.25	2,547.23

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

33. PROVIDENT FUND

The Company and its employees have jointly established a provident fund in accordance with the Provident Fund Act B.E. 2530. By setting a policy both employees and the Company contribute to the fund monthly at the rate of 5% of basic salary. The fund, which is managed by CIMB - Principal Asset Management Co., Ltd., will be paid to employees upon termination in accordance with the fund rules.

The Group has contributed to the fund for the years, ended December 31, 2022 and 2021 in the amount of Baht 11.59 million and Baht 2.86 million, respectively (The Separate amount of Baht 9.56 million and the year 2021 had been impacted from the pandemic situation of COVID-19 no contributions are paid.).

The Group subsidiaries has contributed to the fund for the years, ended December 31, 2022 and 2021 Welfare fund under the Private Schools Act B.E. 2550. The school and staff contribute to the fund monthly at the rate of 3% of their salary. The school has paid contributions and recorded them as expenses in the income statement for the year ended. December 31, 2022 and 2021 in the amount of Baht 3.23 million and Baht 2.86 million, respectively

34. COMMITMENTS AND CONTINGENT LIABILITIES

34.1 Operating lease commitments

34.1.1 As December 31, 2022 the Company has entered into space rental agreements for use as branch offices that complies with TFRS 16 financial lease, totalling 137 branches. The lease periods ranged from 1 to 20 years. Total rental and utility fees were approximately Baht 82.16 million per annum. Some of rental fees were calculated from the percentage of sales amounts of that branch.

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

	Baht			
	Consolidated financial Statement		Separate financial Statement	
	2022	2021	2022	2021
Payable:				
In up to 1 year	68,709,373	57,483,566	68,709,373	57,483,566
In over 1 and up to 5 years	46,807,732	63,569,087	46,807,732	63,569,087
In over 5 years	4,042,338	4,563,930	4,042,338	4,563,930
Total	<u>119,559,443</u>	<u>125,616,583</u>	<u>119,559,443</u>	<u>125,616,583</u>

34.2 Guarantees

As at December 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.

34.3 Long-term service commitments

34.3.1 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 and renew the contract from November 1, 2022 to October, 31 2025. 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.

34.3.2 The Company entered into three-year 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.

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35. CREDIT LIMITS

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

- 35.1 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:
- 35.1.1) Two credit limits without guarantee amounted Baht 20 million and Baht 10 million, respectively.
- 35.1.2) One credit limit with guarantee amounted Baht 20 million and guaranteed by mortgaging the land with buildings.
- 35.2 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 2.95% - 3.10% per annum that consisted of:
- 35.2.1) One credit limit without guarantee amounted Baht 20 million.
- 35.2.2) One credit limit with guarantee amounted Baht 200 million and guaranteed by mortgaging the land with buildings.
- 35.3 Long-term loan from financial institutions
- 35.3.1 The Company had the long-term loan with a financial institution at the limit amount of Baht 20 million, with interest MLR%, without collateral.
- 35.3.2 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:
- 35.3.2.1) 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
- 35.3.2.2) Loan amounted Baht 100 million at THBFIX 6M + 2.56% per annum

36. FINANCIAL INSTRUMENTS

36.1 Financial risk management

The Group's financial instruments, as defined under Thai Accounting Standard No.107 "Financial Instruments: Disclosure and Presentations", principally comprise cash and cash equivalents, trade and other receivables, short-term and long-term loans. The financial risks associated with these financial instruments and how they are managed is described below. *m*

Credit risk

The Group is exposed to credit risk primarily with respect to trade accounts receivable and other receivable. The Group manages the risk by adopting appropriate credit control policies and procedures and therefore does not expect to incur material financial losses. In addition, the Group does not have high concentrations of credit risk since it has a large customer base. The maximum exposure to credit risk is limited to the carrying amounts of receivables, loans, other receivables and notes receivable as stated in the statement of financial position.

Interest rate risk

The Group exposures to interest rate risk relate primarily to its cash at banks, bank overdrafts, and long-term borrowings. Most of the Company's financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate.

As December 31, 2022 and 2021, significant financial assets and liabilities classified by type of interest rate are summarised in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date if this occurs before the maturity date.

	2022 (Baht)				Total
	Consolidated financial statements				
	Fixed interest rates		Floating interest rate	Non-interest bearing	
	Within 1 year	More than 1 - 5 years			
Financial assets					
Cash and cash equivalents	9,304,763	-	-	92,792,972	102,097,735
Restricted bank deposits and other investments	-	8,499,110	-	-	8,499,110
Total	<u>9,304,763</u>	<u>8,499,110</u>	<u>-</u>	<u>92,792,972</u>	<u>110,596,845</u>
Financial liabilities					
Overdraft and Short-term loan from financial institution	162,849,680	-	-	-	162,849,680
Long-term loans	-	-	241,032,000	-	241,032,000
Lease liabilities	56,401,537	84,237,737	-	-	140,639,274
Total	<u>219,251,217</u>	<u>84,237,737</u>	<u>241,032,000</u>	<u>-</u>	<u>544,520,954</u>

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	2021 (Baht)				
	Consolidated financial statements				
	Fixed interest rates		Floating	Non-interest	Total
	Within 1 year	More than 1 - 5 years	interest rate	bearing	
Financial assets					
Cash and cash equivalents	13,602,095	-	-	122,100,624	135,702,719
Restricted bank deposits and other investments	-	12,971,637	-	-	12,971,637
Total	13,602,095	12,971,637	-	122,100,624	148,674,356
Financial liabilities					
Overdraft and Short-term loan from financial institution	140,000,000	-	-	-	140,000,000
Long-term loans	-	-	303,334,000	-	303,334,000
Lease liabilities	82,069,723	119,305,823	-	-	201,375,546
Total	222,069,723	119,305,823	303,334,000	-	644,709,546
	2022 (Baht)				
	Separate financial statements				
	Fixed interest rates		Floating	Non-interest	Total
	Within 1 year	More than 1 - 5 years	interest rate	bearing	
Financial assets					
Cash and cash equivalents	8,698,802	-	-	9,676,589	18,375,391
Restricted bank deposits and other investments	-	8,499,110	-	-	8,499,110
Total	8,698,802	8,499,110	-	9,676,589	26,874,501
Financial liabilities					
Overdraft and Short-term loan from financial institution	162,849,680	-	-	-	162,849,680
Long-term loans	-	-	142,132,000	-	142,132,000
Lease liabilities	55,268,038	52,861,975	-	-	108,130,013
Total	218,117,718	52,861,975	142,132,000	-	413,111,693
	2021 (Baht)				
	Separate financial statements				
	Fixed interest rates		Floating	Non-interest	Total
	Within 1 year	More than 1 - 5 years	interest rate	bearing	
Financial assets					
Cash and cash equivalents	12,291,576	-	-	20,465,794	32,757,370
Restricted bank deposits and other investments	-	12,971,637	-	-	12,971,637
Total	12,291,576	12,971,637	-	20,465,794	45,729,007
Financial liabilities					
Overdraft and Short-term loan from financial institution	140,000,000	-	-	-	140,000,000
Long-term loans	-	-	204,434,000	-	204,434,000
Lease liabilities	80,523,544	97,031,181	-	-	177,554,725
Total	220,523,544	97,031,181	204,434,000	-	521,988,725

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Interest Rate Swap Transaction Agreement

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

Principal amount	Interest revenue rate swap	Interest expenses rate swap	Termination date
	agreement (%)	agreement (%)	
Baht 81.56 million	THBFIX 6M + 2.56	4.50	August 2025

Foreign currency risk

The Company's exposure to foreign currency risk arises mainly from trading transactions that are denominated in foreign currencies. The Company seeks to reduce this risk by entering into forward exchange contracts when it considers appropriate. Generally, the forward contracts mature within one year.

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

Foreign currency	Consolidated/Separate financial statements				Average exchange rate (Baht per foreign currency)	
	Financial assets		Financial liabilities		2022	2021
	2022	2021	2022	2021		
	(Thousand)	(Thousand)	(Thousand)	(Thousand)		
USD	-	-	13	12	34.7335	33.5929
SGD	-	-	3	7	26.0167	25.0254
GBP	-	-	433	482	42.1004	45.5492

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

Foreign currency	Consolidated/Separate financial statements				Maturity date
	Bought amount	Sold amount	Contractual exchange rate (Baht per foreign currency)		
			Bought	Sold	
	(Thousand)	(Thousand)			
GBP	432	-	41.40 - 42.76	-	January 25, 2023 - May 25, 2023

36.2 Fair values of financial instruments

Since the majority of the Company and its subsidiary financial instruments are short-term in nature or 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 statements of financial position as at December 31, 2022 and 2021 as follow:

	2022 (Baht)					
	Consolidated financial statements			Separate financial statements		
	FVPL	Amortized cost	Total	FVPL	Amortized cost	Total
Financial assets						
Cash and cash equivalents	-	102,097,735	102,097,735	-	18,375,391	18,375,391
Trade and other current receivables	-	47,255,903	47,255,903	-	43,308,870	43,308,870
Other current financial assets	-	12,693,465	12,693,465	-	12,693,465	12,693,465
Other current assets	-	21,376,489	21,376,489	-	19,710,521	19,710,521
Restricted bank deposits and other investments	-	8,499,110	8,499,110	-	8,499,110	8,499,110
Other non-current financial assets	184,411	-	184,411	184,411	-	184,411
Other non-current assets	-	8,871,577	8,871,577	-	7,096,890	7,096,890
Total	184,411	200,794,279	200,978,690	184,411	109,684,247	109,868,658
Financial liabilities						
Bank overdrafts and short-term loans from financial institutions	-	162,849,680	162,849,680	-	162,849,680	162,849,680
Trade and other current payables	-	404,996,071	404,996,071	-	388,478,900	388,478,900
Other current financial liabilities	254,390	-	254,390	254,390	-	254,390
Other current liabilities	-	23,345,733	23,345,733	-	21,344,980	21,344,980
Long-term	-	241,032,000	241,032,000	-	142,132,000	142,132,000
Lease liabilities	-	140,639,274	140,639,274	-	108,130,013	108,130,013
Other non-current liabilities	-	10,327,981	10,327,981	-	3,399,477	3,399,477
Total	254,390	983,190,739	983,445,129	254,390	826,335,050	826,589,440

	2021 (Baht)					
	Consolidated financial statements			Separate financial statements		
	FVPL	Amortized cost	Total	FVPL	Amortized cost	Total
Financial assets						
Cash and cash equivalents	-	135,702,719	135,702,719	-	32,757,370	32,757,370
Trade and other current receivables	-	50,221,956	50,221,956	-	45,973,421	45,973,421
Other current financial assets	-	56,658,729	56,658,729	-	56,658,729	56,658,729
Other current assets	-	22,661,128	22,661,128	-	20,860,701	20,860,701
Restricted bank deposits and other investments	-	12,971,637	12,971,637	-	12,971,637	12,971,637
Other non-current assets	-	9,629,190	9,629,190	-	7,669,365	7,669,365
Total	-	287,845,359	287,845,359	-	176,891,223	176,891,223
Financial liabilities						
Bank overdrafts and short-term loans from financial institutions	-	140,000,000	140,000,000	-	140,000,000	140,000,000
Trade and other current payables	-	473,504,505	473,504,505	-	458,658,370	458,658,370
Other current liabilities	-	23,664,044	23,664,044	-	21,792,372	21,792,372
Long-term	-	303,334,000	303,334,000	-	204,434,000	204,434,000
Lease liabilities	-	201,375,546	201,375,546	-	177,554,725	177,554,725
Other non-current financial liabilities	2,427,219	-	2,427,219	2,427,219	-	2,427,219
Other non-current liabilities	-	11,621,396	11,621,396	-	5,823,908	5,823,908
Total	2,427,219	1,153,499,491	1,155,926,710	2,427,219	1,008,263,375	1,010,690,594

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Fair value hierarchy

As at December 31, 2022, the Group had the following assets and liabilities 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				
Other current financial assets	-	12,877,876	-	12,877,876
Investment property	-	-	101,400,000	101,400,000
Property, plant and equipment	-	-	1,453,015,084	1,453,015,084
	Baht			
	Separate financial statements			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Other current financial assets	-	12,877,876	-	12,877,876
Investment property	-	-	101,400,000	101,400,000
Property, plant and equipment	-	-	1,157,470,174	1,157,470,174

37. CAPITAL MANAGEMENT

The primary objective of the Company's capital management is to ensure that it has an appropriate capital structure in order to support its business and maximise shareholders value. As at December 31, 2022 and 2021, the Group's debt-to-equity ratio was 1.09 and 1.26, respectively and the Company's debt-to-equity ratio was 0.99 and 1.17, respectively.

38. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

Changes in the liabilities arising from financing activities for the years ended December 31, 2022 and 2021 are as follows:

	Baht			
	Consolidated financial statements			
	Balance as at December 31, 2021	Cash flows Increase (decrease)*	Non-cash transaction Increase (decrease)	Balance as at December 31, 2022
Bank overdraft	-	12,849,680	-	12,849,680
Short-term loan from financial institution	140,000,000	10,000,000	-	150,000,000
Long-term loans from financial institution	303,334,000	(62,302,000)	-	241,032,000
Lease liabilities	201,375,546	(61,843,957)	1,107,685	140,639,274
Total	644,709,546	(101,296,277)	1,107,685	544,520,954

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Baht				
Consolidated financial statements				
	Balance as at December 31, 2020	Cash flows Increase (decrease)*	Non-cash transaction Increase (decrease)	Balance as at December 31, 2021
Short-term loan from financial institution	140,000,000	-	-	140,000,000
Long-term loans from financial institution	322,690,000	(19,356,000)	-	303,334,000
Lease liabilities	268,214,081	(66,379,240)	(459,295)	201,375,546
Total	730,904,081	(85,735,240)	(459,295)	644,709,546

Baht				
Separate financial statements				
	Balance as at December 31, 2021	Cash flows Increase (decrease)*	Non-cash transaction Increase (decrease)	Balance as at December 31, 2022
Short-term loan from financial institution	140,000,000	10,000,000	-	150,000,000
Long-term loans from financial institution	204,434,000	(62,302,000)	-	142,132,000
Lease liabilities	177,554,725	(61,061,331)	(8,363,381)	108,130,013
Total	521,988,725	(113,363,331)	(8,363,381)	400,262,013

Baht				
Separate financial statements				
	Balance as at December 31, 2020	Cash flows Increase (decrease)*	Non-cash transaction Increase (decrease)	Balance as at December 31, 2021
Short-term loan from financial institution	140,000,000	-	-	140,000,000
Long-term loans from financial institution	253,090,000	(48,656,000)	-	204,434,000
Lease liabilities	251,753,089	(65,459,554)	(8,738,810)	177,554,725
Total	644,843,089	(114,115,554)	(8,738,810)	521,988,725

* Financing cash flows included net proceed and repayment cash transactions in the statements of cash flows.

39. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorized for issue by the Board of Directors of the Company on February 24, 2023.

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