

S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED

REVIEW REPORT AND INTERIM FINANCIAL INFORMATION

FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders and Board of Directors of
S.A.F. Special Steel Public Company Limited

I have reviewed the accompanying statement of financial position of S.A.F. Special Steel Public Company Limited as at September 30, 2025 and the related statement of comprehensive income for the three-month and nine-month periods ended September 30, 2025, changes in shareholders' equity and cash flows for the nine-month period then ended and the condensed notes to the financial statement. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No.34 "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

SCOPE OF REVIEW

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

CONCLUSION

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

(Miss Techinee Pornpenpob)

Certified Public Accountant

Registration No. 10769

Dharmniti Auditing Company Limited

Bangkok, Thailand

November 11, 2025

"UNAUDITED"

"REVIEWED"

S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED
STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

		<u>ASSETS</u>	
		Baht	
		As at September	As at December
Notes		30, 2025	31, 2024
Current assets			
Cash and cash equivalents		56,789,908.80	45,001,628.70
Trade and other current receivables	5	32,273,746.85	32,952,449.27
Inventories	6	119,596,813.80	132,656,309.92
Other current financial asset	7	512,480.74	512,480.74
Derivative assets	19	44,470.73	204,370.83
Other current assets		168,619.23	180,326.95
Total current assets		209,386,040.15	211,507,566.41
Non-current assets			
Restricted deposits with financial institution	8	10,000,000.00	10,026,136.20
Property, plant and equipment	9	169,019,774.77	174,235,785.62
Intangible assets	10	2,946,365.00	3,068,005.00
Deferred tax assets	11	2,788,312.35	2,202,752.39
Other non-current assets		71,984.10	71,984.10
Total non-current assets		184,826,436.22	189,604,663.31
TOTAL ASSETS		394,212,476.37	401,112,229.72

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

"UNAUDITED"

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S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED
STATEMENTS OF FINANCIAL POSITION (CONT.)
AS AT SEPTEMBER 30, 2025

LIABILITIES AND SHAREHOLDERS' EQUITY

Notes	Baht	
	As at September 30, 2025	As at December 31, 2024
Current liabilities		
Bank overdrafts and short-term loans from financial institutions	12	72,064,956.29
Trade and other current payables	13	14,944,947.18
Current portion of long-terms loans from financial institutions	14	8,764,444.64
Derivative liabilities	19	61,909.67
Other current liabilities		706,939.71
Total current liabilities		96,543,197.49
Non-current liabilities		92,424,861.65
Long-term loans from financial institutions	14	21,720,000.00
Provisions for employee benefit		7,977,527.76
Total non-current liabilities		29,697,527.76
TOTAL LIABILITIES		126,240,725.25

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"REVIEWED"

S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED
STATEMENTS OF FINANCIAL POSITION (CONT.)
AS AT SEPTEMBER 30, 2025

LIABILITIES AND SHAREHOLDERS' EQUITY (CONT.)

	Baht	
	As at September 30, 2025	As at December 31, 2024
Shareholders' equity		
Share capital		
Authorized share capital		
300,000,000 ordinary shares, Baht 0.50 each	<u>150,000,000.00</u>	<u>150,000,000.00</u>
Issued and paid-up share capital		
300,000,000 ordinary shares, Baht 0.50 each	150,000,000.00	150,000,000.00
Share premium on ordinary shares	113,113,152.00	113,113,152.00
Retained earnings		
Appropriated		
Legal reserve	4,443,500.00	4,443,500.00
Unappropriated	<u>415,099.12</u>	<u>5,651,731.44</u>
TOTAL SHAREHOLDERS' EQUITY	<u>267,971,751.12</u>	<u>273,208,383.44</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	<u>394,212,476.37</u>	<u>401,112,229.72</u>

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"REVIEWED"

S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED
STATEMENTS OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2025

Notes		Baht			
		For the three-month period ended		For the nine-month period ended	
		September 30,	September 30,	2025	2024
Revenues					
Revenue from sales and services	16	35,747,340.23	42,303,901.48	130,855,428.36	123,611,041.12
Gain on exchange rates		21,786.26	268,060.81	232,191.30	566,045.25
Other income		250,640.54	26,002.98	420,148.31	604,868.81
Total revenues		36,019,767.03	42,597,965.27	131,507,767.97	124,781,955.18
Expenses					
Cost of sales and services		28,636,162.47	34,432,773.84	105,403,351.48	99,612,314.65
Distribution costs		1,602,200.10	1,494,980.67	4,894,362.17	4,526,370.51
Administrative expenses	4.3	6,405,037.77	6,622,600.56	20,309,157.60	20,159,203.96
Total expenses		36,643,400.34	42,550,355.07	130,606,871.25	124,297,889.12
Profit (loss) from operation activities		(623,633.31)	47,610.20	900,896.72	484,066.06
Finance costs		1,204,904.49	1,224,752.50	3,723,109.00	3,678,481.70
Loss before income tax expense		(1,828,537.80)	(1,177,142.30)	(2,822,212.28)	(3,194,415.64)
Tax income	17	(386,782.77)	(252,368.94)	(585,559.96)	(645,548.71)
Loss for the period		(1,441,755.03)	(924,773.36)	(2,236,652.32)	(2,548,866.93)
Other comprehensive income for the period		-	-	-	-
Total comprehensive expenses for the period		(1,441,755.03)	(924,773.36)	(2,236,652.32)	(2,548,866.93)
Loss per share (Baht)					
Basic loss per share	18	(0.005)	(0.003)	(0.008)	(0.009)

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

"UNAUDITED"

"REVIEWED"

S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025

Note	Baht				
	Issued and paid-up shares capital	Share premium on ordinary shares	Retained earnings		Total shareholders' equity
			Appropriated Legal reserve	Unappropriated	
Beginning balance as at January 1, 2024	150,000,000.00	113,113,152.00	4,443,500.00	10,692,280.42	278,248,932.42
Dividend paid	-	-	-	(2,999,980.00)	(2,999,980.00)
Total comprehensive expense for the period					
Loss for the period	-	-	-	(2,548,866.93)	(2,548,866.93)
Ending balance as at September 30, 2024	<u>150,000,000.00</u>	<u>113,113,152.00</u>	<u>4,443,500.00</u>	<u>5,143,433.49</u>	<u>272,700,085.49</u>
Beginning balance as at January 1, 2025	150,000,000.00	113,113,152.00	4,443,500.00	5,651,731.44	273,208,383.44
Dividend paid	15	-	-	(2,999,980.00)	(2,999,980.00)
Total comprehensive expense for the period					
Loss for the period	-	-	-	(2,236,652.32)	(2,236,652.32)
Ending balance as at September 30, 2025	<u>150,000,000.00</u>	<u>113,113,152.00</u>	<u>4,443,500.00</u>	<u>415,099.12</u>	<u>267,971,751.12</u>

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S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025

	Baht	
	2025	2024
Cash flows from operating activities		
Loss for the period	(2,236,652.32)	(2,548,866.93)
Reconciliations of loss for the period to cash provided by (used in) operating activities:		
Depreciation	4,266,720.69	3,474,451.99
Amortization	634,639.00	768,096.61
Expected credit losses (reversal)	60,300.13	(13,424.46)
Loss on declining in value of inventories	18,615.66	99,390.49
(Gain) loss on disposal of equipment	589,788.90	(275,686.92)
Loss on write-off of intangible assets	1.00	5.00
Unrealized (gain) loss on exchange rate	210,175.51	(429,045.35)
Employee benefit expense	569,654.45	611,866.87
Interest income	(79,649.44)	(114,963.99)
Write-off withholding tax at source	146,758.66	179,512.68
Interest expense	3,723,109.00	3,678,481.70
Tax income	(585,559.96)	(645,548.71)
Profit provided by operating activities before changes in operating assets and liabilities	7,317,901.28	4,784,268.98
(AIncrease) decrease in operating assets		
Trade and other current receivables	640,137.08	2,232,828.49
Inventories	13,040,880.46	8,752,641.11
Other current assets	(6,760.32)	(10,332.13)
Increase (decrease) in operating liabilities		
Trade and other current payables	(1,139,581.41)	22,444,494.65
Other current liabilities	232,728.68	(48,790.72)

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"REVIEWED"

S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED
STATEMENTS OF CASH FLOWS (CONT.)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025

	Baht	
	2025	2024
Cash received from operations	20,085,305.77	38,155,110.38
Income tax paid	(128,290.62)	(112,370.67)
Net cash provided by (used in) operating activities	<u>19,957,015.15</u>	<u>38,042,739.71</u>
Cash flows from investing activities		
Decrease in restricted deposit with financial institution	26,136.20	20,027,205.77
Cash payments for purchase of property, plant and equipment	(682,701.92)	(13,905,036.48)
Cash receipts from disposal of equipment	1,042,203.18	2,767,186.92
Cash payments for purchase of intangible asset	(513,000.00)	(722,994.50)
Interest income received	57,914.65	191,062.85
Net cash provided by (used in) investing activities	<u>(69,447.89)</u>	<u>8,357,424.56</u>
Cash flows from financing activities		
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	7,372,081.85	(35,724,449.80)
Cash payments for repayment of long-term loans from financial institution	(8,739,999.91)	(5,499,999.99)
Cash payments for repayment of lease liabilities	-	(92,260.65)
Dividend paid	(2,997,390.25)	(2,999,344.52)
Interest expense paid	(3,733,978.85)	(3,714,851.93)
Net cash provided by (used in) financing activities	<u>(8,099,287.16)</u>	<u>(48,030,906.89)</u>
Net increase in cash and cash equivalents	11,788,280.10	(1,630,742.62)
Cash and cash equivalents - beginning of the period	45,001,628.70	6,776,214.97
Cash and cash equivalents - ending of the period	<u>56,789,908.80</u>	<u>5,145,472.35</u>

S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED
STATEMENTS OF CASH FLOWS (CONT.)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2025

	Baht	
	2025	2024
Supplement disclosure for cash flows information:		
1. Reconciliation of interest income received from investing activities		
Interest received during the period	79,649.44	114,963.99
(Acrease) decrease accrued interest income	<u>(21,734.79)</u>	<u>76,098.86</u>
Interest income received	<u><u>57,914.65</u></u>	<u><u>191,062.85</u></u>
2. Reconciliation of interest expense paid from financing activities		
Interest paid during the period	(3,723,109.00)	(3,678,481.70)
Increase (decrease) accrued interest expense	<u>(10,869.85)</u>	<u>(36,370.23)</u>
Interest expense paid	<u><u>(3,733,978.85)</u></u>	<u><u>(3,714,851.93)</u></u>
3. Reconciliation of dividend paid		
Dividend paid for the period	(2,999,980.00)	(2,999,980.00)
Increase in accrued dividend	<u>2,589.75</u>	<u>635.48</u>
Dividend paid	<u><u>(2,997,390.25)</u></u>	<u><u>(2,999,344.52)</u></u>
4. Reconciliation of cash paid for acquisition of property, plant and equipment		
Acquisition of property, plant and equipment for the period	(682,701.92)	(14,242,898.89)
(Acrease) decrease in advance payments for purchase of assets	<u>-</u>	<u>1,446,780.28</u>
Increase (decrease) in payable from acquisition of assets	<u>-</u>	<u>(1,108,917.87)</u>
Cash paid for acquisition of property, plant and equipment	<u><u>(682,701.92)</u></u>	<u><u>(13,905,036.48)</u></u>
5. Reconciliation of cash paid for acquisition of intangible assets		
Acquisition of intangible assets for the period	(513,000.00)	(384,500.00)
Increase (decrease) in payable from acquisition of assets	<u>-</u>	<u>(338,494.50)</u>
Cash paid for acquisition of intangible assets	<u><u>(513,000.00)</u></u>	<u><u>(722,994.50)</u></u>

S.A.F. SPECIAL STEEL PUBLIC COMPANY LIMITED
NOTES TO THE INTERIM FINANCIAL STATEMENTS
SEPTEMBER 30, 2025

1. GENERAL INFORMATION

1.1 Legal status and address of the Company

The Company had registered to be a limited company with the Ministry of Commerce on November 30, 1992 and according to the Extraordinary Shareholders' Meeting 2022 held on March 15, 2022, the shareholders had a resolution to change the Company's status to a public limited company. The change of Company's status to be the public company limited was registered with the Ministry of Commerce on March 23, 2022.

The addresses of its registered offices are as follows:

Head office is located at 110 Thientalay 24 Bangkhunthien-Chytalay rd., Ta-kam, Bangkhunthien, Bangkok 10150.

Branch office is located

- (1) 112/2, 112/3 Thientalay 24 Bangkhunthien-Chytalay rd., Ta-kam, Bangkhunthien, Bangkok 10150.
- (2) 45/13 Thientalay 24 Bangkhunthien-Chytalay rd., Ta-kam, Bangkhunthien, Bangkok 10150.

1.2 Nature of the Company's operations

The principal activities of the Company are import and distribution including steel products for industrial and distribution tooling, equipment parts and band saw machines and manufacture of molds & dies and hardening services.

1.3 Major shareholders

The Company's major shareholders are Mr. Pisit Ariyadejwanich, Ms. Leena Ariyadejwanich and Mr. Pisan Ariyadejwanich which owns the common shares at 61.77% of the total common shares of the Company.

2. BASIS FOR THE PREPARATION OF INTERIM FINANCIAL STATEMENTS

2.1 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting", and the requirements of the Securities and Exchange Commission (SEC). The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and situations and not intended to re-emphasis on the information previously reported. The interim financial statements should therefore, be read in conjunction with the financial statements for the year ended December 31, 2024.

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

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

2.2 Financial reporting standards that became effective in the current period

During the period, the Company has adopted the revised financial reporting standards 2024. This adjustment is in order to comply with the criteria set out in the International Financial Reporting Standards, which is an amendment to the International Accounting Standards, Bound Volume 2024 Consolidated without early application that will be effective for the accounting periods beginning on or after January 1, 2025.

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

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies used in preparing the interim financial statements are the same accounting policies used in the preparation of the annual financial statements for the year ended December 31, 2024.

4. RELATED PARTIES

The Company has business transactions with related persons or companies. Such business transaction follows the trade terms and agreed upon criteria between the Company and related persons or companies in the ordinary course of business.

4.1 The nature of relationship with related parties were summarized as follows:

Related parties	Relationship
<u>Related company</u>	
Thai Tool and Die Industry Association	Shareholders and director of the company are directors (Ended on May 16, 2024)
<u>Related persons</u>	
Director and key management personnel	Persons having authority and responsibility for management

4.2 The Company has pricing policy for transactions with related parties as follows:

Transactions	Pricing policies
Other expenses	Market price
Compensation to director and management	According to approvals from the Board of Directors and shareholders

4.3 Significant transactions with related parties for the three-month and nine-month periods ended September 30, 2025 and 2024 were as follows:

	Baht			
	For the three-month period		For the nine-month period	
	ended September 30		ended September 30	
	2025	2024	2025	2024
Related company				
Other service expense	-	-	-	3,000.00
Key management personnel				
Compensation to director and key management personnel				
Short-term benefits	2,627,120.00	2,595,050.00	7,760,540.00	7,673,130.00
Post-employment benefits	90,728.59	97,042.90	272,369.24	291,358.34
	<u>2,717,848.59</u>	<u>2,692,092.90</u>	<u>8,032,909.24</u>	<u>7,964,488.34</u>

5. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables consisted of:

	Baht	
	As at September	As at December
	30, 2025	31, 2024
Trade receivables (Note 5.1)	30,940,023.37	32,309,748.91
Other current receivables (Note 5.2)	1,333,723.48	642,700.36
Total	32,273,746.85	32,952,449.27

5.1 Trade receivables consisted of:

	Baht	
	As at September	As at December
	30, 2025	31, 2024
Trade receivables	30,800,928.38	31,919,808.45
Post date cheque	281,015.38	471,560.72
Total	31,081,943.76	32,391,369.17
<u>Less</u> Allowance for expected credit losses	<u>(141,920.39)</u>	<u>(81,620.26)</u>
Net	30,940,023.37	32,309,748.91

Classified by ages of accounts consisted of:

	Baht	
	As at September 30, 2025	As at December 31, 2024
Not yet due	21,522,590.21	24,555,294.35
Overdue:		
Less than 1 months	8,145,897.34	7,432,163.34
1 - 2 months	1,377,717.14	403,911.48
2 - 3 months	30,496.07	-
Over 3 months	5,243.00	-
Total	<u>31,081,943.76</u>	<u>32,391,369.17</u>

5.2 Other current receivables consisted of:

	Baht	
	As at September 30, 2025	As at December 31, 2024
Prepaid expense	1,307,934.46	638,646.13
Accrued interest income	<u>25,789.02</u>	<u>4,054.23</u>
Total	<u>1,333,723.48</u>	<u>642,700.36</u>

6. INVENTORIES

Inventories consisted of:

	Baht	
	As at September 30, 2025	As at December 31, 2024
Finished goods	2,726,537.61	1,180,283.10
Work in process	132,090.40	18,619.05
Raw materials	108,414,521.68	128,852,074.50
Goods in transit	8,475,439.79	2,921,207.67
Supplies	<u>356,257.43</u>	<u>173,543.05</u>
Total	120,104,846.91	133,145,727.37
<u>Less</u> Allowance for declining in value of inventories	<u>(508,033.11)</u>	<u>(489,417.45)</u>
Net	<u>119,596,813.80</u>	<u>132,656,309.92</u>

7. OTHER CURRENT FINANCIAL ASSET

Other current financial asset consisted of:

	Baht	
	As at September 30, 2025	As at December 31, 2024
Fixed deposits measured at amortized cost	512,480.74	512,480.74
Total	512,480.74	512,480.74

As at September 30, 2025 and December 31, 2024, the Company has 12-months fixed deposits with a commercial bank with interest rates of 1.225 percent per annum, and due in October 2025.

8. RESTRICTED DEPOSIT WITH FINANCIAL INSTITUTION

Restricted deposit with financial institution consisted of:

	As at September 30, 2025		As at December 31, 2024	
	Interest at the rate (% per annum)	Amount (Baht)	Interest at the rate (% per annum)	Amount (Baht)
Deposit at bank-saving account	0.25	10,000,000.00	0.40	10,026,136.20
Total		10,000,000.00		10,026,136.20

As at September 30, 2025 and December 31, 2024, the Company had outstanding restricted deposit with a financial institution in the amount of Baht 10.00 million which was guaranteed against overdraft facility (Note 12).

9. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment for the nine-month period ended September 30, 2025 were summarized as follows:

	Baht
Net book value as at December 31, 2024	174,235,785.62
Acquisitions during the period - at cost	682,701.92
Disposals and write-off during the period - net book value	(1,631,992.08)
Depreciation for the period	(4,266,720.69)
Net book value as at September 30, 2025	169,019,774.77

As at September 30, 2025 and December 31, 2024, the Company had fully depreciated assets but still in use with a total cost of Baht 31.28 million and Baht 35.24 million, respectively.

As at September 30, 2025 and December 31, 2024, land and buildings at a total cost of Baht 158.35 million and Baht 158.35 million, respectively, had been used by the Company as collaterals for short-term and long-term borrowings from financial institutions (Note 12 and 14).

As at September 30, 2025 and December 31, 2024, the Company had insurance against property risks for buildings and structures by ceding most of the benefits to financial institutions as collaterals for borrowing.

10. INTANGIBLE ASSETS

Movements of the intangible assets for the nine-month period ended September 30, 2025 were summarized as follows:

	Baht
Net book value as at December 31, 2024	3,068,005.00
Acquisitions during the period - at cost	513,000.00
Write-off during the period - net book value	(1.00)
Amortization for the period	<u>(634,639.00)</u>
Net book value as at September 30, 2025	<u>2,946,365.00</u>

As at September 30, 2025 and December 31, 2024, the Company had intangible assets which were fully amortized but still in use with gross carrying amount of Baht 1.82 million and Baht 2.86 million, respectively.

11. DEFERRED TAX ASSETS

Movements in deferred tax assets for the nine-month period ended September 30, 2025 were summarized as follows:

	Baht		
	As at December 31, 2024	Income (expenses) during the period	As at September 30, 2025
	In profit or loss	In other comprehensive income	
Deferred tax assets:			
Allowance for expected credit losses	16,324.05	12,060.03	-
Allowance for declining in value of inventories	97,883.49	3,723.13	-
Forward foreign exchange contracts	2,872.38	615.41	-
Provision for employee benefit	1,481,574.66	113,930.89	-
Tax loss carried forward	604,097.81	455,230.50	-
Total	2,202,752.39	585,559.96	2,788,312.35

12. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short-term loans from financial institutions consisted of:

	Baht	
	As at September 30, 2025	As at December 31, 2024
Trust receipts	36,222,973.07	32,637,146.69
Promissory notes	<u>35,841,983.22</u>	<u>32,055,727.75</u>
Total	<u>72,064,956.29</u>	<u>64,692,874.44</u>

The Company had credit facilities with three local financial institutions as follows:

Types of credit limit	Interest rate (% per annum)	Million Baht	
		As at September 30, 2025	As at December 31, 2024
(1) Bank overdrafts	F/D Rate + 1.50	40.00	40.00
(2) Letter of credit/trust receipt and forward foreign exchange contracts	3.005 - 5.35	240.00	240.00
(3) Promissory notes	MLR- 1.75, 2.00	50.00	50.00
(4) Long-term loan (Note 14)	2.00 - 5.00, MLR -1.25	54.00	58.00
(5) Letter of Guarantee	-	<u>0.53</u>	<u>0.78</u>
Total		<u>384.53</u>	<u>388.78</u>

As at September 30, 2025 and December 31, 2024, such credit line was guaranteed by bank deposits with local financial institutions (Note 8) and guaranteed by the mortgage of land and buildings owned by the Company (Note 9) and guaranteed by Thai Credit Guarantee Corporation (TCG) in the loan amount of Baht 24.00 million and Baht 28.00 million, respectively.

The Company had been temporary - restricted by a financial institution in applying the credit limit to reflect the Company's current operating results. Such credit limit was a trade credit line, comprising letters of credit/trust receipts and forward foreign exchange contracts amounted Baht 60 million and USD 2.23 million. The remaining available credit line was Baht 20.00 million and USD 0.59 million, effective from November 7, 2024, onwards. However, there have been no amendments or additional changes to the credit limit agreement.

13. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables consisted of:

	Baht	
	As at September 30, 2025	As at December 31, 2024
Trade account payables	13,017,966.82	15,404,435.60
Other current payables	<u>1,926,980.36</u>	<u>481,274.62</u>
Total	14,944,947.18	15,885,710.22

Other current payables consisted of:

	Baht	
	As at September 30, 2025	As at December 31, 2024
Accrued expenses	1,905,444.19	451,458.35
Dividend accrued expenses	4,834.88	2,245.13
Interest accrued expenses	<u>16,701.29</u>	<u>27,571.14</u>
Total	1,926,980.36	481,274.62

14. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS

Long-term loans from financial institutions consisted of:

	Baht	
	As at September 30, 2025	As at December 31, 2024
	(For the nine- month period)	(For the year ended)
Balance at beginning of the period	39,224,444.55	17,277,777.87
Additional loans during the period	-	30,000,000.00
Repayment during the period	<u>(8,739,999.91)</u>	<u>(8,053,333.32)</u>
Balance at ending of the period	30,484,444.64	39,224,444.55
Less current portion	(8,764,444.64)	(11,153,333.23)
Long-term loans from financial institutions, net	21,720,000.00	28,071,111.32

Credit limit	Year	Credit limit		Withdrawn		Interest rate (% per annum)	Monthly repayment schedule of principal and interest	Outstanding principal (Baht)			
		(Million Baht)		(Million Baht)				As at September 30, 2025	As at December 31, 2024		
		2025	2024	2025	2024						
1	2021	24.00	24.00	24.00	24.00	Year 1-2=2	Monthly rate Baht 444,444.44 within 60 months by paying the first installment principal with interest on month 7 after the first loan drawdown	4,444,444.64	8,444,444.60		
2	2023	-	4.00	-	4.00	Year 1-2=2	Monthly rate Baht 166,666.67 within 24 months by paying the first installment principal upon 1-month due date and starts paying interest on month 7 after the first loan drawdown	-	1,499,999.95		
3	2024	30.00	30.00	30.00	30.00	Year 1-2=3.5 Year 3-7=	Monthly rate Baht 360,000.00 within 84 months by paying the first installment principal with interest on month 1 after the first loan drawdown	26,040,000.00	29,280,000.00		
	Total	<u>54.00</u>	<u>58.00</u>	<u>54.00</u>	<u>58.00</u>			<u>30,484,444.64</u>	<u>39,224,444.55</u>		

As at September 30, 2025 and December 31, 2024, the Company had long-term credit facilities with a financial institution. Under the terms of the long-term credit facility agreements, the Company had guarantees and must comply with the important conditions and restrictions set forth in the contract as follows:

● 1st - 2nd credit limit

Guaranteed by Thai Credit Guarantee Corporation (TCG) in the loan amount of Baht 28.00 million, Later on, April 18, 2025, the Company canceled the guarantee of the loan amounted Baht 4.00 million. As a result, the remaining guarantee of the loan amount by TCG was Baht 24.00 million, whose guarantee fee was as specified in the contract. with the guarantee fee rate for the loan amount as specified in the contract. However, upon cancellation of the guarantee by TCG for such loan amount, the Company mortgaged the Company's own land and buildings (Note 9) as replacement collateral.

In addition, the Company must comply with important conditions by requiring Mr. Pisit Ariyadejwanich, Ms. Leena Ariyadejwanich and Mr. Pisan Ariyadejwanich must maintain shareholding in the Company altogether not less than 51% of the total registered capital of the Company.

● 3rd credit limit

Guaranteed by the mortgage of the Company's own land and buildings (Note 9). In addition, the Company must comply with the following important conditions:

- (1) In the event that the borrower is unable to repay the debt under the loan agreement to the bank (Cash Deficiency), Mr. Pisit Ariyadejwanich, Mr. Pisan Ariyadejwanich and Ms. Leena Ariyadejwanich agree to provide financial support to the Company in order to resolve the cash deficiency that has occurred.
- (2) The Company must maintain a Debt to Equity Ratio of not more than 2 times.
- (3) Loans from affiliated companies and/or related persons (if any) shall be considered subordinated to the bank's loans and the borrower agrees not to repay such debt unless receiving prior written consent from the bank.

15. APPROPRIATION OF RETAINED EARNING**Legal reserve and dividend**

Under the provisions of the Limited Public Company Act B.E 2535, the Company is required to appropriate at least 5% of its annual net profit after deduction of the deficit brought forward (if any) as legal reserve until the reserve equal to 10% of authorized share capital. The reserve is not available for dividend distribution.

According to the Board of Directors' Meeting No. 4/2025 held on August 11, 2025, the Board of Directors had resolution to approve the payment of interim dividends for the year 2025, from the Company's retained earnings at the rate of Baht 0.01 per share to the Company's shareholders, in the amount of Baht 3.00 million by paying dividends in cash to shareholders whose names appear in the shareholder registration book as of August 27, 2025, to be entitled to receive dividend. The Company has already paid the dividend to shareholders on September 9, 2025.

16. OPERATING SEGMENTS AND INCOME CLASSIFICATION

The Company operates in a single line of business, namely the steel distribution and the products related steel and vacuum hardening services, which are related to the main product therefore, the management considers that the Company operates in one major business segment.

The operating segment's performance is regularly reviewed by the head of operation which is the Chief Executive Officer, in order to make decisions about the allocation of resources to the segment and assess its performance. The Company assesses the performance of the operating segment by using the operating profit or loss as the same basis to assess operating profit or loss in the financial statements.

The details of the Company's revenue separated by types and timing of revenue from sales and services for the three-month and nine-month periods ended September 30, 2025 and 2024, were summarized as follows:

	Baht			
	For the three-month period		For the nine-month period	
	ended September 30	2025	ended September 30	2024
Types of revenue from sales and services				
Revenue from sales	34,358,827.88	40,974,165.37	126,414,321.61	119,776,074.06
Revenue from services	1,388,512.35	1,329,736.11	4,441,106.75	3,834,967.06
Total	<u>35,747,340.23</u>	<u>42,303,901.48</u>	<u>130,855,428.36</u>	<u>123,611,041.12</u>
Timing for revenue recognition				
Point in time	35,747,340.23	42,303,901.48	130,855,428.36	123,611,041.12
Point over time	-	-	-	-
Total	<u>35,747,340.23</u>	<u>42,303,901.48</u>	<u>130,855,428.36</u>	<u>123,611,041.12</u>

Information related to geographical area

The Company operates in a single geographic area in Thailand. Therefore, the income and assets shown in the financial statements were considered geographically reported.

17. TAX INCOME

Major components of tax income for the three-month and nine-month periods ended September 30, 2025 and 2024 consisted of:

	Baht			
	For the three-month period		For the nine-month period	
	ended September 30		ended September 30	
	2025	2024	2025	2024
Tax income shown in profit or loss:				
Current tax expense:				
Income tax expense for the period	-	-	-	-
Deferred tax income:				
Changes in temporary differences relating				
to the original recognition and reversal	(386,782.77)	(252,368.94)	(585,559.96)	(645,548.71)
Total	<u>(386,782.77)</u>	<u>(252,368.94)</u>	<u>(585,559.96)</u>	<u>(645,548.71)</u>

Tax income recognized is based on management's best estimate of the weighted average annual income tax rate expected for the full financial year applied to the pre-tax income of the interim period. The effective tax rate of the Company in respect of continuing operations three-month and nine-month periods ended September 30, 2025 were 21.15% and 20.75% (September 30, 2024: 21.44% and 20.21%), respectively. These changes in effective tax rate were caused by the different treatment for accounting and taxation purposes of certain items of expense and the carry forward of unused tax losses in the financial statements.

18. LOSS PER SHARE

Basic loss per share was calculated by dividing the loss for the period by the weighted average number of ordinary shares issued and paid-up during the period.

For the three-month and nine-month periods ended September 30, 2025 and 2024

	For the three-month period ended		For the nine-month period ended	
	September 30		September 30	
	2025	2024	2025	2024
Loss for the period	(Baht)	(1,441,755.03)	(924,773.36)	(2,236,652.32)
Weighted average number of ordinary shares	(Shares)	300,000,000	300,000,000	300,000,000
Basic loss per share	(Baht per share)	(0.005)	(0.003)	(0.008)
				(0.009)

19. FINANCIAL INSTRUMENTS

The Company uses the market approach to measure their assets and liabilities at fair value which the relevant financial reporting standards require the measurement to be measured by fair value. If there is no active market or a quoted market price is not available, the cost approach or income approach is used.

Fair value hierarchy

Level 1 - Use of quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Use of inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (e.g. prices) or indirectly (e.g. derived from prices).

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

As at September 30, 2025, the Company had the following assets and liabilities that were measured at fair value using different levels of inputs as follows:

	Carrying amount	Fair Value (Baht)			
		Level 1	Level 2	Level 3	Total
Asset					
Forward foreign exchange contracts	-	-	44,470.73	-	44,470.73
Liability					
Forward foreign exchange contracts	-	-	61,909.67	-	61,909.67

As at December 31, 2024, the Company had the following assets and liabilities that were measured at fair value using different levels of inputs as follows:

	Carrying amount	Fair Value (Baht)			
		Level 1	Level 2	Level 3	Total
Asset					
Forward foreign exchange contracts	-	-	204,370.83	-	204,370.83
Liability					
Forward foreign exchange contracts	-	-	218,732.73	-	218,732.73

20. COMMITMENTS AND CONTINGENT LIABILITIES**20.1 Commitments relating to lease and service agreements**

As at September 30, 2025 and December 31, 2024, the Company had commitments regarding the lease agreements, leases of low-value assets and service agreements with the future minimum payments as follows:

	Baht	
	As at September	As at December
	30, 2025	31, 2024
Payable within:		
Not later than one year	868,140.00	125,640.00
Later than one year but not later than five years	91,410.00	136,140.00
Total	959,550.00	261,780.00

20.2 Commitments relating to forward foreign exchange contracts

As at September 30, 2025 the Company had forward exchange contracts with financial institutions totaling U.S. Dollars 241,302.58 and EURO 68,486.93 (equal to Baht 10.21 million) with maturity dates in February - March 2026.

As at December 31, 2024 the Company had forward exchange contracts with financial institutions totaling U.S. Dollars 412,557.67 (equal to Baht 13.95 million) with maturity dates in June 2025.

20.3 Commitments relating to outstanding letters of credit

As at September 30, 2025 and December 31, 2024, the Company had commitments for the outstanding letters of credit amounting equivalent to U.S. Dollars 40,572.00 (equal to Baht 1.32 million) and U.S. Dollars 2,961.07 (equal to Baht 0.10 million) , respectively.

20.4 Commitment relating to purchase of raw material agreements

As at September, 2025 and December 31, 2024, the Company entered into memorandum and agreements to purchase raw materials from several unrelated companies, at prices and conditions as stipulated in the memorandum and agreements. The terms of the memorandum and agreements are between 1 and 6 months. The Company has an outstanding commitment under the agreements amounted U.S. Dollars 0.80 million (equal to Baht 26.04 million) and amounted U.S. Dollars 0.79 million (equal to Baht 27.12 million), respectively.

20.5 Contingent liabilities

As at September 30, 2025, the Company had contingent liabilities in respect of electricity usage agreements with the Provincial Electricity Authority in the amount of Baht 526,400.00 and guarantee for fleet card in the amount of Baht 200,000.00.

As at December 31, 2024, the Company had contingent liabilities in respect of electricity usage agreements with the Provincial Electricity Authority in the amount of Baht 526,400.00 and guarantee for fleet card in the amount of Baht 250,000.00.

21. LITIGATION

In December 2024, the Company was sued by a disputant company for alleged non-compliance, despite having fully delivered the goods in May 2021. The disputant company is claiming damages of Baht 1.24 million. As of January 24, 2025, the Company submitted its testimony, asserting that it did not breach the agreement and on July 21, 2025, the Court of First Instance dismissed such litigant's lawsuit. The plaintiff is currently considering an appeal of the judgment and the Company expects to have no liabilities from such lawsuit.

22. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorised for issue by the Company's Board of Directors on November 11, 2025.