1. **NATURE OF OPERATIONS**
	1. General information

 Italian-Thai Development Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. It is listed on the Stock Exchange of Thailand. The Company has 3 overseas branches and 3 overseas project offices. The Company and its subsidiaries the address of head office of the Company’s registered office is 2034/132-161, New Petchburi Road, Kwaeng Bangkapi, Khet Huaykwang, Bangkok. The major shareholders of the Company are Mr. Pramchai Kanasuta which has shareholding of 11.90% and Mrs. Nijaporn Charanachitta which has shareholding of 6.64%.

The Company and its subsidiaries (“the Group”) are principally engaged in the construction services and other services related to construction support, providing soil and coal extraction and removal services, real estate business, manufacturing and selling construction materials and products, including investments in other projects in Thailand and overseas.

* 1. Accounting assumption

For the three-month period ended 31 March 2024, the Group had profit after tax of Baht 325.17 million and the Company had loss after tax of Baht 103.15 million, respectively (for the three-month period ended 31 March 2023 the Group and the Company had profit after tax of Baht 404.06 million and Baht 126.13 million, respectively) and as at 31 March 2024 the Group and the Company had accumulated deficits of retained earnings of Baht 6,303.03 million and Baht 5,493.22 million, respectively (31 December 2023 : Baht 6,426.67 million and Baht 5,390.06 million, respectively) and the Group and the Company had current liabilities in excess of the current assets amounting to Baht 9,500.83 million and Baht 13,308.81 million, respectively (31 December 2023 : Baht 26,711.54 million and Baht 29,977.68 million, respectively). The current liabilities mainly included trade and other accounts payable and current portion of long-term loans.

The Group’s management manage to seek funding and maintaining the adequate liquidity and cashflows for debts payments and business operation. On 17 January 2024 and 30 January 2024, the bondholders meeting for 5 series of debentures comprises of ITD242A, ITD24DA, ITD254A, ITD266A, and ITD24DB with a total outstanding principal of Baht 14,455 million, passed a resolution to postpone all principal repayment next 2 years from the original maturity dates. The Company plan to make payment for all principal on the new maturity dates, including all changes in other conditions as mentioned in Note 49 to financial statements for the year ended 31 December 2023.

Although, the Group and the Company are under process to follow business operations plan and financial strategy to ensure that the Group and the Company has adequate liquidity and the ability to meet liabilities payment on due date and continuously operate business. However, the liquidity factors for Group and the Company may be dependent on the right of the bank to recall the debentures, the success of execution management’s plans, the ability to seek additional sources of funds for business operation, revised the business plan to support the future operating performance and repayment loan and debentures at the new maturity dates including the continuing support of the provider of the bank facilities, and the negotiation to collect the construction revenue for various projects from various contractors. These circumstances involve multiple uncertainties, which may have the potential interaction of material uncertainties and their possible cumulative effect on the financial information. Those circumstances indicate that material uncertainties exist that may cast significant doubt on the Group’s ability to continue as a going concern.

Although there are several material uncertainties, the management considers that from the current conditions and situation, including the bondholders resolved to allow the Company to postpone the repayment of the bonds for another 2 years from the original redemption date of the bonds. The management therefore believes that using the going concern basis in preparing the financial information is still appropriate.

1. **BASIS OF PREPARATION**
	1. Basis for interim consolidated and separated financial information preparation

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

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2023.

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

* 1. The interim consolidated financial information as at 31 March 2024 included investments in associated companies accounted for by the equity method of Baht 273.04 million and related share of loss accounted for by the equity method of associated companies for the three-month period then ended of Baht 0.30 for which the figures are based on financial information prepared by the management of such associated companies which had not been reviewed by their auditors because those associated companies are not under the control of the Company’s management. However, the Company’s management believes that there will be no significant variances if the financial information of those associated companies are reviewed by their auditors.

In addition, the consolidated statement of financial position as at 31 March 2024 included investments in a joint venture accounted for by the equity method based on financial information of a joint venture as at 30 September 2019 which were reviewed by the joint venture’s auditor, net with share profit received from a joint venture in this current period. The joint venture’s management was unable to prepare the financial information up to date since the joint venture and the employer have a dispute regarding the termination of construction contract as details disclosed in Note 10.3 to the interim financial information.

1. **ACCOUNTING POLICIES**

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2023, except for the adoption of the new and amended financial reporting standards as described in Note 4 to the interim financial information.

1. **NEW AND AMENDED FINANCIAL REPORTING STANDARDS AND CHANGES IN ACCOUNTING POLICIES**
2. **Amended financial reporting standards that are effective for the accounting period beginning on or after 1 January 2024 and the Group has not early adopted these standards**
3. **Amendment to TAS 1 - Presentation of financial statements** revises the disclosure from ‘significant accounting policies’ to ‘material accounting policies’. The amendment also provides guidelines on identifying when the accounting policy information is material. Consequently, immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information.
4. **Amendment to TAS 8 - Accounting policies, changes in accounting estimates and errors** revises to the definition of ‘accounting estimates’ to clarify how companies should distinguish between changesin accounting policies and changes in accounting estimates. The distinction is important because changes in accounting estimates are applied prospectively to transactions, other events and conditions from the date of that change. Whereas changes in accounting policies are generally applied retrospectively to past transactions and other past events as well as the current period as if the new accounting policy had always been applied.
5. **Amendment to TAS 12 - Income taxes**requires companies to recognise deferred tax related to assets and liabilities arising from a single transaction that, on initial recognition, gives rise to equal amounts of taxable and deductible temporary differences. Example transactions are leases and decommissioning obligations.

The amendment should be applied to transactions on or after the beginning of the earliest comparative period presented. In addition, entities should recognise deferred tax assets (to the extent that they can probably be utilised) and deferred tax liabilities at the beginning of the earliest comparative period for all deductible and taxable temporary differences associated with:

* right-of-use assets and lease liabilities, and
* decommissioning, restoration and similar liabilities, and the corresponding amounts recognised as part of the cost of the related assets.

The cumulative effect of this adjustment is recognized in retained earnings carried forward or in another component of equity, as appropriate.

 New and amended Thai Financial Reporting Standards effective for the accounting periods beginning on or after 1 January 2023 do not have material impact on the Group.

1. **New Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective**

On 19 August 2022, Thai Financial Reporting Standard No.17 “Insurance Contracts” has been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after 1 January 2025 onwards.

The Group did not early adopt this standard. The Group’s management is currently assessing the impact of adoption of this standard.

1. **ESTIMATES**

When preparing the interim financial information, the Group and Company has no change in estimates from those applied in the annual financial statements for the year ended 31 December 2023.

1. **TRADE ACCOUNTS RECEIVABLE - OTHER PARTIES**

##

The aged trade accounts receivable - other parties as at 31 March 2024 and 31 December 2023 are as follows :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidated financial information | Separate financial information |
| Ages of accounts receivable | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| Less than 3 months | 7,264,779 | 6,512,694 | 4,229,728 | 3,998,300 |
| 3 - 6 months | 467,418 | 190,868 | 362,536 | 78,071 |
| 6 - 12 months | 479,733 | 464,250 | 172,947 | 194,778 |
| More than 12 months | 1,763,555 | 1,648,489 | 531,503 | 454,710 |
| Total | 9,975,485 | 8,816,301 | 5,296,714 | 4,725,859 |
| Less : Allowance for expected credit losses | (1,286,914) | (1,233,347) | (369,114) | (288,443) |
| Net | 8,688,571 | 7,582,954 | 4,927,600 | 4,437,416 |

The Group recognizes the impairment of receivables by forward-looking “expected credit loss” (ECL) model.

1. **TRADE AND OTHER ACCOUNTS RECEIVABLE - RELATED PARTIES**

The outstanding balances as at 31 March 2024 and 31 December 2023 are as follows :

|  |  | (Unit : Thousand Baht) |
| --- | --- | --- |
|  | Consolidated financial information | Separate financial information |
|  | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| Subsidiaries | - | - | 5,264,530 | 5,125,049 |
| Associated and joint control companies  and joint ventures | 1,702,986 | 1,622,711 | 902,338 | 874,641 |
| Related parties | 2,182,345 | 2,211,217 | 2,082,138 | 2,113,289 |
| Trade and other accounts receivable - related parties  | 3,885,331 | 3,833,928 | 8,249,006 | 8,112,979 |
| Less : Allowance for expected credit losses | (505,464) | (514,790) | (460,339) | (469,574) |
| Net | 3,379,867 | 3,319,138 | 7,788,667 | 7,643,405 |

Trade and other accounts receivable - related parties classify by outstanding ages as at 31 March 2024 and 31 December 2023 are as follows :

|  |  |  |  |
| --- | --- | --- | --- |
|  |  |  | (Unit : Thousand Baht) |
|  | Consolidated financial information | Separate financial information |
| Ages of accounts receivable | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| Less than 3 months | 189,994 | 208,182 | 2,079,873 | 2,200,652 |
| 3 - 6 months | 22,907 | 68,545 | 308,827 | 238,230 |
| 6 - 12 months | 1,975,325 | 2,075,181 | 2,470,716 | 2,757,070 |
| 12 - 24 months | 240,295 | 242,694 | 1,315,383 | 1,108,609 |
| More than 24 months | 1,456,810 | 1,239,326 | 2,074,207 | 1,808,418 |
| Total | 3,885,331 | 3,833,928 | 8,249,006 | 8,112,979 |

Disclosure aging separation of outstanding debt are in the Group's perspective to be consistent with the information used in the analysis of the allowance for expected credit losses.

As at 31 March 2024 included trade accounts receivable and contract assets for a construction project of Baht 1,938.80 million and Baht 649.44 million, respectively, totaling of Baht 2,588.24 million, which the construction work was partially completed in October 2022. Currently, the contractor is waiting for Notice to proceed letter from the government sector. The contractor requests the Company to extend construction instalment payment term including accrued interest until now. The contractor will make payment to the Company whenever all conditions are agreed by the government sector. Therefore, the Company’s management is unable to assess the potential on such circumstance and unable to be concluded.

1. **CONTRACT ASSETS AND CONTRACT LIABILITIES**

The Group has outstanding balances of contract assets and contract liabilities with customers as follows :

|  |  | (Unit : Thousand Baht) |
| --- | --- | --- |
|  | Consolidated financial information | Separatefinancial information |
|  | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| **Contract assets** |  |  |  |  |
| Contract assets - current |  |  |  |  |
| Earned revenues not yet billed - net | 23,343,466 | 23,593,109 | 16,336,716 | 16,478,681 |
| Retentions receivable | 5,453,878 | 5,374,442 | 2,898,375 | 2,901,180 |
| Costs to fulfil a contract asset | 2,134,628 | 1,732,007 | 2,127,446 | 1,720,515 |
| Total contract assets - current | 30,931,972 | 30,699,558 | 21,362,537 | 21,100,376 |
|  |  |  |  |  |
| Contract assets - non-current |  |  |  |  |
| Costs to fulfil a contract asset | 5,859,913 | 6,339,298 | 5,859,913 | 6,339,298 |
|  |  |  |  |  |
| **Total contract assets** | 36,791,885 | 37,038,856 | 27,222,450 | 27,439,674 |
|  |  |  |  |  |
| **Contract liabilities** |  |  |  |  |
| Contract liabilities - current |  |  |  |  |
| Receipts in excess of work in progress  | 3,857,356 | 2,998,704 | 1,233,756 | 971,080 |
| Customer advances under construction  contracts due for revenue recognition  within 1 year | 7,861,260 | 8,322,205 | 7,290,149 | 7,791,046 |
| Total contract liabilities - current | 11,718,616 | 11,320,909 | 8,523,905 | 8,762,126 |
|  |  |  |  |  |
| Contract liabilities - non-current |  |  |  |  |
| Customer advances under  construction contracts | 10,924,152 | 10,712,024 | 5,733,930 | 5,517,923 |
|  |  |  |  |  |
| **Total contract liabilities** | 22,642,768 | 22,032,933 | 14,257,835 | 14,280,049 |

* 1. Earned revenue not yet billed

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| Earned revenues not yet billed | 24,101,465 | 23,793,063 | 16,943,411 | 16,496,422 |
| Less : Allowance for expected  |  |  |  |  |
|  credit losses | (757,999) | (199,954) | (606,695) | (17,741) |
| Net | 23,343,466 | 23,593,109 | 16,336,716 | 16,478,681 |

Earned revenues not yet billed classify by outstanding ages are as follows :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidatedfinancial information | Separatefinancial information |
| Outstanding ages | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| Less than 3 months | 9,873,107 | 9,306,010 | 5,261,278 | 4,553,642 |
| 3 - 6 months | 3,088,560 | 5,646,275 | 1,891,761 | 4,449,476  |
| 6 - 12 months | 6,061,114 | 4,122,944 | 5,384,944 | 3,446,774 |
| More than 12 months | 5,036,684 | 4,717,834 | 4,405,428 | 4,046,530 |
| Total | 24,101,465 | 23,793,063 | 16,943,411 | 16,496,422 |
| Less : Allowance for expected  |  |  |  |  |
|  credit losses | (757,999) | (199,954) | (606,695) | (17,741) |
| Net | 23,343,466 | 23,593,109 | 16,336,716 | 16,478,681 |

Disclosure aging separation of outstanding debt are in the Group's perspective to be consistent with the information used in the analysis of the allowance for expected credit losses.

As at 31 March 2024, the Group and the Company has an outstanding balance of earned revenues
not yet billed expected to bill with customers within 1 year Baht 19,221.19 million and Baht 12,247.99 million, respectively (31 December 2023: Baht 19,211.72 million and Baht 12,174.86 million, respectively).

A reconciliation of allowance for expected credit losses of earned revenues not yet billed for three-month period ended 31 March 2024 as follows :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidated financial information | Separatefinancial information |
|  |  |  |
| As at 1 January 2024 | 199,954 | 17,741 |
| Recognize increase allowance for expected |  |  |
|  credit losses  | 558,045 | 588,954 |
| As at 31 March 2024 | 757,999 | 606,695 |

As at 31 March 2024, the consolidated financial information included the Company’s portion of earned revenues but not yet billed of Baht 66.08 million (Rupees 150 million) (31 December 2023 : Baht 62.27 million (Rupees 150 million)) which present variation orders claims for a construction project with a State Enterprise of an oversea joint venture between the Company and an oversea subsidiary. The joint venture completed the construction work in December 2018 and received the Taking Over Certificate and the Performance Certificate from the employer in 2019 and in 2020 respectively.

In June 2021, the employer made a partial payment for the construction work to the joint venture.

As at 31 March 2024, the joint venture is on process of negotiation for rights to collect payment for the remaining construction work from the employer through the Arbitration process. The recoverability of such earned revenues not yet billed is dependent on the outcome of the Arbitration dispute resolution.

* 1. Costs to fulfil contracts

Movement of costs to fulfill contracts for the period ended 31 March 2024 are as follows :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidated financial information | Separatefinancial information |
|  |  |  |
| As at 1 January 2024 | 8,071,305 | 8,059,813 |
| Less : Amortization during the period | (76,764) | (72,454) |
| As at 31 March 2024 | 7,994,541 | 7,987,359 |

* 1. Revenues recognized in relation to contract balances

During the three-month period ended 31 March 2024, the Group recognized revenues which was included in the contract liabilities (receipts in excess of contracted work in progress) of Baht 973.10 million (the separate financial information : Baht 971.08 million).

* 1. Revenues to be recognized for the remaining performance obligations

As at 31 March 2024, the Group expects to recognize revenues in the future in respect of performance obligations which are unsatisfied with customers for the significant contract and contract which has duration more than one-year totaling Baht 206,788.42 million (the separate financial information : Baht 103,904.02 million).

1. **SHORT-TERM LOANS AND ADVANCES TO RELATED PARTIES**

|  |  | (Unit : Thousand Baht) |
| --- | --- | --- |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| Subsidiaries | - | - | 1,072,798 | 1,021,021 |
| Associated companies and joint ventures | 564,372 | 510,597 | 259,845 | 239,983 |
| Related companies | 17,397 | 16,327 | - | - |
| Total | 581,769 | 526,924 | 1,332,643 | 1,261,004 |
| Less : Allowance for expected  credit losses | (17,397) | (16,327) | (955,583) | (931,529) |
| Short-term loans and advances to  related parties - net | 564,372 | 510,597 | 377,060 | 329,475 |

Movements in short-term loans and advances to related parties for the three-month period ended 31 March 2024 are as follows :

|  | (Unit : Thousand Baht) |
| --- | --- |
|  | Consolidated financial information |
|  |  | During the period |  |
|  | 1 January2024 | Increase | Translation adjustment | 31 March 2024 |
|  |  |  |  |  |
| Associated companies and  joint ventures | 510,597 | 46,619 | 7,156 | 564,372 |
| Related companies | 16,327 | - | 1,070 | 17,397 |
| Total | 526,924 | 46,619 | 8,226 | 581,769 |

|  | (Unit : Thousand Baht) |
| --- | --- |
|  | Separate financial information |
|  |  | During the period |  |
|  | 1 January2024 | Increase | Translation adjustment | 31 March 2024 |
|  |  |  |  |  |
| Subsidiaries | 1,021,021 | 49,745 | 2,032 | 1,072,798 |
| Associated company and  joint ventures | 239,983 | 19,862 | - | 259,845 |
| Total | 1,261,004 | 69,607 | 2,032 | 1,332,643 |

1. **INVESTMENTS IN SUBSIDIARIES, ASSOCIATED AND JOINT CONTROL COMPANIES, AND**

**JOINT VENTURES**

|  |  | (Unit : Thousand Baht) |
| --- | --- | --- |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March 2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |
| Investment in subsidiaries | - | - | 11,438,351 | 11,438,351 |
| Investment in associated and joint control companies | 966,821 | 859,410 | 3,751,822 | 3,751,822 |
| Investment in joint ventures | 191,465 | 275,669 | - | - |
|  Total | 1,158,286 | 1,135,079 | 15,190,173 | 15,190,173 |

* 1. Investment details

As at 31 March 2024, investments in subsidiaries, associates and joint control companies and joint ventures that have no change from the financial statements for the year ended 31 December 2023. In addition, there is no change in relationship with subsidiaries, associates and joint control companies, and joint ventures and other persons or other companies that are significant from the financial statements for the year ending 31 December 2023.

* 1. Investment in subsidiaries

 Dividend income from direct subsidiary

*Siam Concrete & Brick Product Co., Ltd.*

On 1 February 2024, the Board of Directors’ meeting of Siam Concrete & Brick Product Co., Ltd has passed a resolution to pay interim dividends from retained earnings as at 31 December 2022 of Baht 25 per share for 2,994,079 shares totaling Baht 74,851,975 to Company which the Company has already received on 26 March 2024.

* 1. Investments in associates and joint control companies

Movements of investments in associates and joint control companies for three-month period ended 31 March 2024 are as follows :

|  |  |
| --- | --- |
|  | (Unit : Thousand Baht) |
|  | Consolidated financial information | Separate financial information |
|  |  |  |
| Balance as at 1 January 2024 | 859,410 | 3,751,822 |
| Less : Share of profit from associated and joint control companies  | (5,435) | - |
| Add : Recognize profit from adjusting related transactions | 16,660 | - |
| Add : Translation adjustment for foreign currency financial information | 96,186 | - |
| Balance as at 31 March 2024  | 966,821 | 3,751,822 |

Significant projects under development which the Company invested through associated and joint control companies are as follows :

Bauxite Mining and the construction of Alumina Production Plant Project

The Company had investment through Sino Lao Aluminum Corporation which is located in Lao People's Democratic Republic. This associated company obtained the concession right from the Government of Lao People’s Democratic Republic for bauxite mining in the year 2008. The Company has investment in associated, trade accounts receivable, retentions receivable and loans to associated company in order to invest in such project totaling Baht 1,264.29 million. The associated company has been in process to obtain approval for the ESIA Certificate of the project. The associated company has already complied with the regulation of Minerals law and submitted documentation to the Ministry of Natural Resources and Environment. The associated company has received the approval for the ESIA Certificate from the Ministry of Natural Resources and Environment dated 21 March 2023. In addition, the Office of the Prime Minister of the Lao People’s Democratic Republic has supported the project and its development. The Ministry of Planning and Investment has been assigned to review conditions in the concession agreement for the compliance of applicable policies and laws. In parallel, the associated company is having ongoing discussions with potential investors and seeking partners for the development of the project.

On 15 June 2023, the Minister of Planning and Investment together with representatives of the Company to explore the Alumina Plant to monitor the progress of the project.

As of 31 March 2024, the Group’s management believes that the associated company will be able to proceed as planned to start its business. Therefore, the management of the Company believes that the investment will not be impaired.

Dhaka Elevated Expressway Project

The Company invested through First Dhaka Elevated Expressway Co., Ltd. which is the joint control company was established in the People's Republic of Bangladesh.

In the year 2011, the joint control company has entered into the concession agreement with Bangladesh Bridge Authority of the Government of the People’s Republic of Bangladesh which has the concession rights to constructs and operates of the Dhaka Elevated Expressway. The concession value is approximately Baht 41,192 million and the period is 25 years included 42 months of construction period by starting concession age since 1 January 2020 which was the joint control company has received the construction commencement letter.

As of 31 March 2024, the Company has investment in associated and in such project totaling Baht 3,068.34 million. The progress of construction work of 1st Tranche distance of 7.45 kilometers is 99.85% and the operation have partially commenced since 3 September 2023, the 2nd Tranche totally distances of 5.85 kilometers is 77.66% and 3rd Tranche totally distances of 6.43 kilometers is 12.05% and the Central Control Building is 100%.

As of 31 March 2024, the Group’s management believes that the joint control company has partially started its operation. Therefore, the Company’s management believes that the investment will no be impaired.

* 1. Investment in joint ventures

Movements in investments in joint ventures, which are accounted for by the equity method in the consolidated financial information for the three-month periods ended 31 March 2024 is as follows :

|  |  |  |  |
| --- | --- | --- | --- |
|  |  |  |  (Unit : Thousand Baht) |
|  |  |  | Consolidated information |
|  |  |  |  |
| Balance as at 1 January 2024 |  | 275,669 |
| Less : Share of loss from joint ventures |  | (14,411) |
| Less : Cash receipts for the profit sharing from joint venture | (83,094) |
| Add : Translation adjustment for foreign currency financial information | 13,301 |
| Balance as at 31 March 2024 |  | 191,465 |

*CMC/ITD/SONGDA Joint Venture*

As at 31 March 2024, the consolidated financial information included investment in CMC/ITD/SONG DA Joint Venture which is a joint venture accounted for by the equity method. The figures are based on financial information of a joint venture as of 30 September 2019 which has been reviewed by the joint venture’s auditor. The joint venture’s management was unable to prepare the financial information up to date since the joint venture and the project owner have been dispute regarding the termination of construction contract.

In the year 2019, CMC/ITD/SONGDA Joint Venture and the employer have been in dispute regarding the termination of construction contract. The Joint Venture and its employer have been appointed the Dispute Adjudication Board (DAB) to consider the dispute between counter parties. However, on 15 January 2021, DAB has considered the outcome of the dispute which conclude that the Notice of Termination from the employer is invalid and requiring the employer to release the performance securities to the Joint Venture.

In April 2021, the joint venture submitted a letter to the employer for further discussions in order to claim the right to receive the settlement regarding the value of construction work which has been done by the joint venture including the value of materials and supplies, and machinery which belong to the joint venture which it has located in the construction project. However, this matter was failed. The joint venture sent a letter to DAB requesting a decision dated 1 October 2021. With its decision published on 5 August 2022, DAB has decided that the employer is entitled to the payments with respect to the works completed by the joint venture and damages caused by the employer’s wrongful termination. However, the employer is taking this decision into consideration. The employer concluded to pay amount of USD 75 million accordance with the Settlement agreement. The joint venture has received partial payment amount of USD 58.5 million and the remaining will be gradually paid monthly within June 2024.

In September 2023, the joint venture partners agreed to share profits from the joint venture after reserved sufficient funds for suppliers, subcontractors, claims and any contingencies of the joint venture. Such share profits will be paid by monthly basis since September 2023 until May 2024 which the Company will receive such share profits for total amounts of USD 9 million.

As at 31 March 2024, the Company has received the mentioned accumulative profit sharing of USD 6 million.

During the first quarter of 2024, the Partners’ meeting of CMC/ITD/SONGDA Joint Venture, a joint venture of the Group, has passed a resolution to pay share profits for indemnity amounts of Baht 116.13 million (Equivalent USD 3.3 million) to the Company which were offset with total amount of investment by the equity method and comply with the termination clause under the Settlement Agreement dated 3 March 2023.

1. **OTHER FINANCIAL ASSETS**

|  |  |
| --- | --- |
|  | (Unit : Thousand Baht) |
|  | Consolidated financial information | Separatefinancial information |
|  | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| Investment at fair value through  profit or loss | 789,647 | 789,647 | 385,744 | 385,744 |
| Investment at fair value through other comprehensive income | 244,069 | 237,811 | 229,146 | 223,271 |
| Total other financial assets | 1,033,716 | 1,027,458 | 614,890 | 609,015 |

Movements in investments designated at fair value through other comprehensive income for the three-month period ended 31 March 2024 are as follows :

|  |  |
| --- | --- |
|  | (Unit : Thousand Baht) |
|  | Consolidated financial information | Separatefinancial information |
|  |  |  |
| Balance as at 1 January 2024 | 237,811 | 223,271 |
| Add : Gain from change in fair value of investments | 6,258 | 5,875 |
| Balance as at 31 March 2024 | 244,069 | 229,146 |

1. **LONG-TERM LOANS AND ADVANCES TO RELATED PARTIES**

As at 31 March 2024 and 31 December 2023, the outstanding balances of long-term loans and advances to related parties are as follows :

|  |  | (Unit : Thousand Baht) |
| --- | --- | --- |
|  | Consolidated financial information | Separatefinancial information |
|  | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| Subsidiaries | - | - | 1,316,288 | 1,201,176 |
| Joint control company | 947,174 | 888,742 | - | - |
| Total | 947,174 | 888,742 | 1,316,288 | 1,201,176 |
| Less : Allowance for expected  credit losses | - | - | (88,150) | (86,889) |
| Net | 947,174 | 888,742 | 1,228,138 | 1,114,287 |

Movements in the long-term loans and advances to related parties for the three-month periods ended
31 March 2024 are as follows :

|  | (Unit : Thousand Baht) |
| --- | --- |
|  | Consolidated financial information |
|  |  | During the period |  |
|  | 1 January2024 | Increase | Decrease | Translation adjustment | 31 March 2024 |
|  |  |  |  |  |  |
| Joint control company | 888,742 | - | - | 58,432 | 947,174 |

|  | (Unit : Thousand Baht) |
| --- | --- |
|  | Separate financial information |
|  |  | During the period |  |
|  | 1 January2024 | Increase | Decrease | Translation adjustment | 31 March 2024 |
|  |  |  |  |  |  |
| Subsidiaries | 1,201,176 | 115,112 | - | - | 1,316,288 |

1. **INVESTMENT PROPERTIES**

Investment properties for the three-month period ended 31 March 2024 that stated at fair value are as follows :

|  |  |
| --- | --- |
|  | (Unit : Thousand Baht) |
|  | Consolidated financial information | Separatefinancial information |
|  |  |  |
| Net book value as at 1 January 2024 and 31 March 2024 | 1,977,730 | 507,758 |

1. **PROPERTY, PLANT AND EQUIPMENT**

The movements in property, plant and equipment for the three-month periods ended 31 March 2024 are as follows :

|  |  |
| --- | --- |
|  | (Unit : Thousand Baht) |
|  | Consolidated financial information | Separatefinancial information |
|  |  |  |
| Net book value as at 1 January 2024 | 25,490,655 | 15,781,656 |
| Add : Increase | 474,302 | 99,922 |
| Add : Transfer from right-of-use assets | 50,815 | 50,815 |
| Less : Disposal / transfer out | (818,348) | (383,827) |
| Less : Depreciation for the period | (1,179,864) | (687,163) |
| Add : Accumulated depreciation for disposal of fixed assets | 517,094 | 203,440 |
| Add : Translation adjustment for foreign currency  financial information | 323,163 | 53,195 |
| Net book value as at 31 March 2024 | 24,857,817 | 15,118,038 |

As at 31 March 2024 and 31 December 2023, land and construction thereon, machinery and equipment of the subsidiaries company are under the guarantee as collaterals for loans from banks (Note 19 and Note 22 to the interim financial information).

1. **RIGHT-OF-USE ASSETS**

The movements in right-of-use assets for the three-month period ended 31 March 2024 are as follows :

|  |  |
| --- | --- |
|  | (Unit : Thousand Baht) |
|  | Consolidated financial information |  | Separatefinancial information |
|  |  |  |  |
| Net book value as at 1 January 2024 | 1,331,386 |  | 830,905 |
| Add : Increase | 3,292 |  | 3,103 |
| Less : Decrease | (6,110) |  | (6,110) |
| Less : Transfer to property, plant and equipment | (50,815) |  | (50,815) |
| Less : Amortization for the period | (84,415) |  | (43,979) |
| Add : Translation adjustment for foreign currency  financial information | 11,498 |  | 1,017 |
| Net book value as at 31 March 2024 | 1,204,836 |  | 734,121 |

1. **DEVELOPMENT COSTS FOR CONCESSION RIGHT - DAWEI PROJECT**

As at 31 March 2024 and 31 December 2023, the Group has costs for acquisition of the concession right and development costs for industrial estate and infrastructure in Dawei Special Economic Zone (“DSEZ”) as follows :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March 2024 | 31 December 2023 | 31 March 2024 | 31 December 2023 |
|  |  |  |  |  |
| Concession right | 183,713 | 172,419 | - | - |
| Costs of project under development | 7,679,137 | 7,676,809 | 5,205,964 | 5,205,964 |
|  Total | 7,862,850 | 7,849,228 | 5,205,964 | 5,205,964 |

Movements in development costs for concession right - Dawei project for the three-month periods ended
31 March 2024 are as follows :

|  |  |
| --- | --- |
|  | (Unit : Thousand Baht) |
|  | Consolidatedfinancial information | Separatefinancial information |
|  |  |  |
| Balance as at 1 January 2024 | 7,849,228 | 5,205,964 |
| Add : Adjustment from translation of foreign currency  financial information | 13,622 | - |
| Balance as at 31 March 2024 | 7,862,850 | 5,205,964 |

As at 31 March 2024, the Company and its subsidiaries have project costs for developing the industrial estate and related infrastructure and utilities in the Dawei Special Economic Zone (“DSEZ”) for obtaining concession right of Baht 7,862.85 million and Baht 5,205.96 million, respectively (31 December 2023: Baht 7,849.23 million and Baht 5,205.96 million, respectively). The Company has investment in subsidiary and long-term loans to the group of subsidiaries totaling of Baht 2,476.27 million and Baht 111.49 million, respectively, in the separate financial information.

The Group has obtained the concession right to develop the project from the Republic of Union of Myanmar’s government entity (which is managed by Dawei Special Economic Zone Management Committee : “DSEZ MC”). Moreover, the Group has begun the development of the area since 2010. In 2013, the project has been supported by the governments of Thailand and the Republic of the Union of Myanmar which had established the Special Purpose Vehicle (Dawei SEZ Development Company Limited or calling the“Special Purpose Vehicle : SPV”) to mutually promote the project and determine the development policies of the project. The DSEZ MC and the SPV of both governments has determined the right for the Group to reimburse the previous investment for development under the Tripartite Memorandum. The Group will receive the reimbursement from the new investors of each concession project, moreover, the amount received will be accorded to the Due Diligence of the cost that has been invested by the Group, which is evaluated by the independent party that selected, and authorized by the SPV.

The Company, the DSEZ MC and SPV has mutually agreed that the Due Diligence evaluated result will be directly send to the SPV to summarize the amount as per Term of Reference (“TOR”) relating to the investing auction for new investors of each project. The Group currently does not have right to access the details of the Due Diligence to claim the right from the other parties at present.

In 2015, the DSEZ MC has considered the development plan of DSEZ project demarcating it as the Dawei Special Economic Zone Initial Phase (“DSEZ Initial Phase”), in order to develop 27 square kilometers of industrial estate land and its related infrastructure and utilities, and the Dawei Special Economic Zone Full Phase (“DSEZ Full Phase”).

On 5 August 2015, the indirect subsidiaries in overseas and the investors (“the Concessionaires”) has signed 7 concession agreements for the rights to develop 8 concession projects of the Dawei Special Economic Zone Initial Phase (“DSEZ Initial Phase”) with the DSEZ MC. At same time, the DSEZ MC, the SPV and the Company are entered into the Supplemental Memorandum of Understanding to the Tripartite Memorandum to define the terms and conditions to the Company in order to obtain the Land Right Option for develop and operate the DSEZ Initial Phase and also to compensate the previous investment of the Group. However,
the Group shall exercise the Land Right Option when the Concessionaires and the DSEZ MC has fulfilled the Conditions Precedent of the DSEZ Initial Phase.

The Concessionaires have fulfilled all conditions except the Land Lease Agreements signing and concession fees payment because these are not agreed between the Concessionaires and the DSEZ MC on the details of Land lease agreements. The Concessionaires have report to the DSEZ MC to pay the concession fees of each project along with interest to the DSEZ MC when the Land Lease Agreements of each project have been agreed.

The details of situation and progress of each phase of the Dawei Special Economic Zone (“DSEZ”) are
as follows :

1. **Dawei Special Economic Zone Initial Phase (“DSEZ Initial Phase”)**
2. Land Lease Agreements from the Government of the Republic of Union of Myanmar and the annual concession fees

After obtained the concessions right, the Concessionaires have discussion with the DSEZ MC to
all Land Lease Agreements which have mutually consensus contents prior to further project development. So far only the Land Lease Agreement for the Initial Industrial Estate and Two-lane Road Connects the Dawei Special Economy Zone and the Thai-Myanmar border (Initial Industrial Estate and Two-lane Road) were sent to the Concessionaire, while the remaining infrastructure and utilities land lease agreements still have yet to be sent by the DSEZ MC. The Concessionaire therefore paid the Concession Fee plus interests to the DSEZ MC for such concession since the concession has a progress related to the discussion of Land Lease Agreements.

In addition, the Company also requested for the remaining draft 6 Land Lease Agreements for concessions related to the infrastructure and utilities are critical components integral in supporting the overall development success for the DSEZ Initial Phase and also informed the DSEZ MC that each concessionaire will pay each concession fee including interests to DSEZ MC upon receiving of its Land Lease Agreement which the respective content has been mutually agreed.

On 30 December 2020, the Concessionaires received the Notice of Termination for all Concession Agreements of the DSEZ Initial Phase from the DSEZ MC claiming that the Concessionaires had breached the conditions of the concession agreement relevant to the payment of annual concession fee and the conditions of the concession agreement for the Initial Industrial Estate and Two-lane Road which additional determined by the DSEZ MC. This requires the Concessionaires to enforce Italian-Thai Development Public Company Limited to sign the document releasing the Group’s right to reimburse the previous investments under the Tripartite Memorandum which is a condition set by the DSEZ MC unilaterally. However, the Company does not agree with the reason for termination of the Concession Agreements and in order to protect the right to reimburse investment costs mentioned in the aforementioned memorandum, the Concessionaires along with the consultation from its legal advisor, submitted the rebuttal of the Notice of Termination to elucidate to the DSEZ MC on 19 January 2021 and proposed a discussion on this matter. Thereafter, on 4 April 2021, the Concessionaires reiterated and submitted once again the confirmation for the rebuttal of the Notice of Termination to the DSEZ MC.

As the DSEZ is a project of strategic importance to the region and fully supported by the Governments of Thai and the Republic of the Union of Myanmar through the signed memorandums between the two governments as well as official meetings over the years to support and encourage its development along with the fact that Thai investors stay in overseas are protected from its foreign investment (Protection of Investment) under the bilateral and regional treaties. Given these factors, the Company also submitted an official letter to the Thai Government explaining the current situation and updating the project progress while consulting the relevant Thai government agencies accordingly.

Due to the current political situation in the Republic of the Union of Myanmar and COVID-19 pandemic, these have caused the delay in the negotiation between the Group and the Republic of Union of Myanmar Authority in order to find a common ground acceptable to all parties concerned. Nevertheless, in January 2023, a meeting took place amongst the DSEZ MC, the Company, and the Concessionaires. All parties agreed to continue the amicable discussions going forward.

On 30 January 2024, the Concessionaire held a courtesy call with the Thai Deputy Prime Minister and Minister of Foreign Affairs and submitted a letter explaining the background and report on the Dawei Project's current status; as well as, requested for the cooperation from the Ministry of Foreign Affairs in promoting foreign investment into the project. In addition, discussions focused on how to attract strategic potential investors to the project. Emphasis was made on the significance of the Dawei Project to Thailand for its regional geo-economic and political importance to the country.

1. Government Support for Construction of the Two-lane Road Connects the Special Economy Zone and the Thai-Myanmar border

In the meetings and ongoing cooperation between the Thai and the Republic of the Union of Myanmar governments, it is publicly known that the Thai Government has the policy to offer the
soft loan to the Republic of the Union of Myanmar Government for the construction of the Two-lane Road Connects the Special Economy Zone and the Thai-Myanmar border. Such detailed discussions are ongoing regarding to the terms and conditions.

1. **Dawei Special Economic Zone Full Phase (“DSEZ Full Phase”)**

Even the right for reimbursement of the Group’s previous investments for development of Industrial Estate and related infrastructure and utilities in the DSEZ is still accorded to the Tripartite Memorandum. However, the reimbursement amount relies on the Due Diligence report prepared by the independent advisor selected and authorized by the SPV which at the present, the Company does not have the right to access such Due Diligence report. In addition, it depends on the progress of the development of the DSEZ Full Phase which was supported by the Governments of Thai and the Republic of the Union of Myanmar to promote the other concession projects in the future as well as the investment from new investors who are interested in each concession project.

The Group’s management believe that the right to reimbursement under the Tripartite Memorandum and Supplemental Memorandum of Understanding to the Tripartite Memorandum which were jointly signed between the Company, DSEZ MC and SPV remains valid. Because of there are Government agencies of Thailand and the Republic of Myanmar which are included 1) Joint High-Level Committee, 2) Joint Cooperation Committee (JCC) and 3) Joint Task Force (JTF) still exist in order to push such projects in according to the government’s policy.

As at 31 March 2024, those projects are in negotiation process among all relevant parties.

1. **POTASH MINING RIGHT AND DEFERRED EXPLORATION AND DEVELOPMENT COSTS**

The Company invested in potash mining project through the group of subsidiary companies. The Company holds 90% and the Ministry of Finance holds 10% of the registered share capital. The Company has costs of acquiring right to survey and development the potash mining totaling Baht 2,293.49 million.

The subsidiary company has the right to do potash exploration in Udon Thani Province in Northeast of Thailand and has successfully identified two large potash resources at South Udon and North Udon. As at 31 March 2024 and 31 December 2023, the subsidiary had deferred of exploration and development costs amount of Baht 3,005.96 million and Baht 2,988.35 million, respectively.

Movement of deferred exploration and development costs for the three-month period ended 31 March 2024 are as follows :

|  | (Unit : Thousand Baht) |
| --- | --- |
|  | Consolidatedfinancial information |
|  |  |
| Deferred exploration expense |  |
| Balance as at 1 January 2024 | 1,280,729 |
| Expense for the period | 17,608 |
| Balance as at 31 March 2024 | 1,298,337 |
|  |  |
| Expense for require concession certificate |  |
| Balance as at 1 January 2024 | 1,707,620 |
| Expense for the period | - |
| Balance as at 31 March 2024 | 1,707,620 |
|  |  |
| Total deferred exploration and development costs | 3,005,957 |

The subsidiary filed an application for a mining concession certificate to the Department of Primary Industries and Mines (DPIM) in 2004. On 23 September 2022, the subsidiary was granted the third type mining concession, underground mining Potash type. According to the require for a concession certificate underground mining No. 1-4/2547 from the Director General of the DPIM for 4 plots of the South Udon mineral field, totaling the area 26,446 rai, 1 ngan, 49 square wa, which concession certificates has period of 25 years since 23 September 2022 and can require to extend the concession certificates additional for 5 years. On 7 October 2022, the subsidiary received all 4 certificates and paid for compensation amount of USD 5 million (equivalent to Baht 187.43 million) as conditions in obtaining the certificate.

On 5 October 2023, the subsidiary received an acknowledgement letter for commencement of mine operations from relevant authority already. Currently, the subsidiary is preparing for construction phase of such mining.

As of 31 March 2024, the subsidiary has commitments regarding such compensation and recorded as deferred expenses, in the account “Deferred exploration and development costs" and as accrued expense in the statement of financial position.

As at 31 March 2024, the subsidiary has obligations under one of the conditions stipulated in the concession certificate by paying compensation to the owner or right to possess the land in the total amount of Baht 1,088.73 million. The subsidiary company complied with the resolution of the Land Compensation Fund Committee regarding compensation, the conditions for the issuance of the Mining License, and relevant laws. This was done by depositing the Land Compensation amount into a commercial bank for the first installment, to be paid to the rightful owners who had not yet claimed their Land Compensation Fund, subject to future verification of the respective amounts for each plot of land. The subsidiary recognized the compensation in deferred expense which is recorded in the account “Deferred concession cost and cost of project under development” and is a liability which is recorded in the account “Liabilities payable as concession certificate” (Note 25 to the interim financial information) in the consolidated statement of financial position.

However, the subsidiary must comply with the conditions for the issuance of the Mining Licenses and other relevant laws to be able to operate a mining business, such as obtaining Public Liability Insurance for Mine, rehabilitation of mine area, and contribution to relevant funds. If the subsidiary fails to comply with the specified conditions without justifiable cause, the subsidiary must consent to revoke Mining License without any claiming damages. Nevertheless, the subsidiary has already begun to implement some of the aforementioned conditions in part.

As at 31 March 2024, the management of the group company believed that the subsidiary will be able to operate under the specified conditions and able to operate mining business on time. Therefore, the Company's management believe that investment will not be impaired.

1. **DEFERRED CONCESSION COSTS AND COSTS OF PROJECT UNDER DEVELOPMENT**

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |
| Concession cost | 210,989 | 198,018 | - | - |
| Costs of project under development | 2,514,921 | 2,490,924 | 2,293,181 | 2,283,471 |
|  Total | 2,725,910 | 2,688,942 | 2,293,181 | 2,283,471 |

In 2013, an overseas subsidiary signed two Concession agreements with the Ministry of Transportation and Communications, Government of the Republic of Mozambique for the construction and operation of a Heavy Haul Railway Line and associated Deep-Sea Port in Macuse for the export of coal and other goods The project investment costs were estimated at USD 3,200 million or equivalent to Baht 96,000 million, allowing for the concession period of 30 years (including construction period).

In 2020, the management of the subsidiary decided to revise its business plan to develop the project in two phases. Phase 1 is the development of a multi-cargo port to the Macuse Port and Phase 2 includes the construction of the Railway from Moatize-Chitima railway to Macuse port. The advantages from starting the development of Phase 1 first include shorter construction period and lower investment costs. Management of subsidiary will start Phase 2 development when the economics of the project can be justified.

As at 31 March 2024, the Company and its subsidiaries have deferred concession costs and costs of project under development in the Republic of Mozambique of Baht 2,725.91 million and Baht 2,293.18 million, respectively. The Company has investment in subsidiary and granted long-term loan to the group of subsidiaries totaling of Baht 419.55 million, in the separate financial information.

The progress of project development in Phase 1 are as follows :

**The development of general cargo seaport at Macuse**

During the year 2021, the subsidiary company obtained the Environmental and Social Impact Assessment license (ESIA License) for the construction of such seaport and launched a tender bidding process for the Engineering Procurement and Construction Contractor (EPC Contractor). In addition, the subsidiary’s management has signed the initial loan agreement of USD 25 million, funding for phase 1 development.
The Company has used a deposit of USD 5 million equivalent to Baht 169.86 million as collateral for the subsidiary company for issuing Standby Letter of Credit according to the conditions in the agreement. Currently, the subsidiary has started resettlement activities in order to construct in the port area and received partial loans.

In 2024, the subsidiary has commenced building of housing in accordance with the community resettlement plan and already processed community movement. The subsidiary is in process of the port development area and site preparation for port construction.

As at 31 March 2024, the management of the Company believes that cost of project under development of such construction project in the Republic of Mozambique has no impairment indicator.

1. **BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS**

The outstanding balances of bank overdrafts and short-term loans from financial institutions as at 31 March 2024 and 31 December 2023 are as follows :

|  |  |  |
| --- | --- | --- |
|  | Consolidated financial information | Separate financial information |
|  | Interest rate per annum | (Unit : Thousand Baht) | Interest rate per annum | (Unit : Thousand Baht) |
|  | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |  |  |  |  |
| Bank overdrafts | 6.60 - 10.75 | 6.10 - 7.56 | 661,319 | 996,279 | MOR | MOR | 47,746 | 48,927 |
| Short-term loans from |  |  |  |  |  |  |  |  |
| financial institutions | 4.40 - 10.75 | 4.40 - 10.75 | 6,325,342 | 5,742,465 | 3.25 - 9.00 | 4.65 - 9.00 | 3,774,065 | 3,667,300 |
| Total |  |  | 6,986,661 | 6,738,744 |  |  | 3,821,811 | 3,716,227 |

These represent loans obtained from local and overseas financial institutions in the following currencies :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Million) |
|  | Consolidated financial information | Separatefinancial information |
| Currencies | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |
| THB | 4,165 | 3,961 | 3,590 | 3,518 |
| INR | 4,487 | 3,932 | - | - |
| BDT | 553 | 478 | 553 | 478 |

These loans are subject to interest at domestic market rates for Thai Baht currency loans and at the market rates of each country.

As at 31 March 2024 and 31 December 2023, part of loans amounting to Baht 2,269.46 million and Baht 2,163.19 million, respectively, have been used to finance certain specific projects (Project Finance). The lending banks had set a condition for the Company to process cash transactions from the projects through the Company’s accounts with those banks.

As at 31 March 2024 and 31 December 2023, bank overdrafts and short-term credit facilities that have not been drawn down amounted to Baht 5,966.21 million and Baht 5,405.54 million, respectively.

Assets used as collateral for debts as at 31 March 2024 and 31 December 2023 are as follows :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Million Baht) |
|  | Consolidated financial information | Separate financial information |
|  | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |
| Inventory | 76.32 | 73.05 | 76.32 | 73.05 |
| Shareholder’s certificates of subsidiary and other company | 1,814.15 | - | 1,814.15 | - |
| Property, plant and equipment | 801.46 | 709.50 | 801.46 | 709.50 |
| Land awaiting development | 165.00 | 165.07 | - | - |
| Investment property | 1,216.37 | 124.15 | 1,092.22 | - |
| Total | 4,073.30 | 1,071.77 | 3,784.15 | 782.55 |

1. **TRADE AND OTHER ACCOUNTS PAYABLES - RELATED PARTIES**

##### As at 31 March 2024 and 31 December 2023, the outstanding balance of trade and other accounts payable - related parties are as follows :

|  |  | (Unit : Thousand Baht) |
| --- | --- | --- |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |
| Subsidiaries | - | - | 1,652,684 | 1,480,684 |
| Associated companies and joint ventures | 301,792 | 277,403 | 202,460 | 178,743 |
| Related companies | 2,476,875 | 2,628,722 | 2,461,821 | 2,615,246 |
| Total trade accounts payable  - related parties | 2,778,667 | 2,906,125 | 4,316,965 | 4,274,673 |

1. **SHORT-TERM LOANS AND ADVANCES FROM RELATED PARTIES**

The outstanding balances as at 31 March 2024 and 31 December 2023 are as follows :

|  |  |  | (Unit : Thousand Baht) |
| --- | --- | --- | --- |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |
| Subsidiaries | - | - | 1,189,303 | 1,171,385 |
| Associated companies and joint ventures | 28,924 | - | 28,924 | - |
| Total  | 28,924 | - | 1,218,227 | 1,171,385 |

Movements in short-term loans and advance from related parties for the three-month period ended 31 March 2024 are summarized as follows :

|  |  | (Unit : Thousand Baht) |
| --- | --- | --- |
|  | Consolidatedfinancial information | Separatefinancial information |
|  |  |  |  |  |
| Balance as at 1 January 2024 | - | 1,171,385 |
| Add : Additional borrowings | 28,924 | 77,490 |
| Less : Repayments | - | (68,525) |
| Add : Translation adjustment for foreign  |  |  |
|  currency financial information | - | 37,877 |
| Balance as at 31 March 2024 | 28,924 | 1,218,227 |

1. **LONG-TERM LOANS**

As at 31 March 2024 and 31 December 2023, the outstanding balances of long-term loans are as follows :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |
| Outstanding balances | 23,055,023 | 23,933,776 | 19,018,901 | 19,733,931 |
| Less : Current portion | (17,507,352) | (17,673,664) | (14,740,747) | (14,982,577) |
| Less : Reclassification from unable to maintain financial ratios | - | (1,526,680) | - | (1,526,680) |
| Net  | 5,547,671 | 4,733,432 | 4,278,154 | 3,224,674 |

##### Movements in the long-term loans for the three-month period ended 31 March 2024 are summarized below :

|  |  |
| --- | --- |
|  | (Unit : Thousand Baht) |
|  | Consolidatedfinancial information | Separatefinancial information |
|  |  |  |
| Balance as at 1 January 2024 | 23,933,776 | 19,733,931 |
| Add : Additional borrowings | 295,598 | 11,021 |
| Less : Repayments | (1,299,122) | (726,051) |
| Add : Translation adjustment for foreign currency  financial information | 124,771 | - |
| Balance as at 31 March 2024 | 23,055,023 | 19,018,901 |

The long-term loans as at 31 March 2024 and 31 December 2023 are as follows :

|  |  |  |  |  | (Unit : Million Baht) |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  | Consolidatedfinancial information | Separatefinancial information |
| Loan | Credit amount  | Interest rate (%) | Repayment condition | Guarantee | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |  |  |  |
| **Parent Company** |  |  |  |  |  |  |  |
| 1 | Baht 1,918 million  | MLR | Repayable within 2024 - 2025 | Assignment of collection from construction contract | 1,918 | 1,918 | 1,918 | 1,918 |
| 2 | Baht 2,791 million | MLR - 1% per annum | Repayable within 2024 - 2025 or uponcompletion of the project, whichever isearlier | Assignment of collection fromconstruction contract | 2,483 | 2,580 | 2,483 | 2,580 |
| 3 | Baht 1,689 million | MLR - 1.25% per annum | Repayable within 2027 or uponcompletion of the project, whichever isearlier | Assignment of collection fromconstruction contract and land | 1,219 | 1,366 | 1,219 | 1,366 |
| 4 | Baht 2,200 million (\*) | MLR - 1.47% per annum | Repayable within 2024 or uponcompletion of the project, whichever isearlier | Assignment of collection fromconstruction contract | 2,200 | 2,200 | 2,200 | 2,200 |
| 5 |  Baht 3,316 million (\*) | MLR - 1.50% per annum | Repayable within 2024 - 2025 or uponcompletion of the project, whichever isearlier | Assignment of collection fromconstruction contract | 3,316 | 3,694 | 3,316 | 3,694 |
| 6 | Baht 198 million | MLR - 1.67% per annum | Repayable within 2024 | - | 198 | 229 | 198 | 229 |
| 7 | Baht 4,450 million | MLR - 1.87% per annum | Repayable within 2024 - 2025 or uponcompletion of the project, whichever isearlier  | Assignment of collection fromconstruction contract | 4,450 | 4,454 | 4,450 | 4,454 |
| 8 | Baht 68 million | 2.75% per annum | Repayable within 2027 or uponcompletion of the project, whichever isearlier  | - | 68 | 78 | 68 | 78 |
| 9 | Baht 82 million (\*) | 3.00% per annum | Repayable within 2026 | - | 82 | 85 | 82 | 85 |
| 10 | Baht 109 million (\*) | 4.75% per annum | Repayable within 2027 | - | 109 | 111 | 109 | 111 |
| Total | Baht 16,821 million |  |  |  | 16,043 | 16,715 | 16,043 | 16,715 |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
| **Joint operation** |  |  |  |  |  |  |  |
| 1 | Baht 530 million | MLR - 1.50% per annum | Repayable within 60 months after the first drawdown | Assignment of collection fromconstruction contract | 530 | 530 | 530 | 530 |
| 2 | Baht 3,124 million | MLR - 1.50% per annum | Repayable within 72 months after the first drawdown | Assignment of collection fromconstruction contract | 992 | 998 | 992 | 998 |
| 3 | Baht 1,454 million  | MLR - 1.50 % per annum | Repayable by allocated from receivedpayment | Assignment of collection fromconstruction contract | 1,454 | 1,491 | 1,454 | 1,491 |
|  |  |  |  |  |  |  |  |
| **Subsidiaries** |  |  |  |  |  |  |  |
| 1 | Baht 292 million  | MLR - 2.1% to MLR - 3.15 % per annum | Repayable within 2024 - 2026  | Guaranteed by machinery and equipment | 101 | 117 | - | - |
| 2 | Baht 1,000 million  | MLR - 1.50% per annum | Repayable within 34 months after the first drawdown | Assignment of collection fromconstruction contract | 1,000 | 1,058 | - | - |
| 3 | Baht 854 million | MLR - 1.50% per annum | Repayable within 2024 - 2026 | Guaranteed by parent companymachinery and Assignment ofcollection from constructioncontract | 854 | 943 | - | - |
| 4 | BDT 2,195 million | Floating rate of Bank of Bangladeshplus 6% per annum | Repayable per contract | Guaranteed by parent company | 377 | 341 | - | - |
| 5 | Baht 400 million  | 3.25% - 4.35% per annum | Repayable within 2024 - 2025 | Guaranteed by shareholders | 400 | 500 | - | - |
|  |  |  |  |  |  |  |  |  |
| 6 | Rupee 2,124 million  | 8.70% - 10.25% per annum | Repayable within 2024 - 2030 | Land and movable assets of Project CMRL-UG01 & 02 | 1,011 | 882 | - | - |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |
| 7 | USD 25 million | 0.95% per annum | Repayable within 15 years after the first drawdown | Stand by letter of Credit USD 5 million | 293 | 359 | - | - |
|  |  |  |  | Total | 23,055 | 23,934 | 19,019 | 19,734 |
|  |  |  |  | Less : Current portion | (17,507) | (19,200) |  (14,741) | (16,509) |
|  |  |  |  | Net | 5,548 | 4,734 | 4,278 | 3,225 |

(\*) According to the agreements, The Group is required to comply with certain covenants pertaining to maintain of certain financial ratios and other conditions as specified in the agreements.

As at 31 March 2024 and 31 December 2023, The Group had unused credit line total amount as follows :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |
| THB | 3,194.78 | 3,334.86 | 3,019.78 | 2,909.86 |
| USD | 14.50 | 14.50 | - | - |
| BDT | 1,099.78 | 1,099.78 | - | - |

The Group placed collateral as deposit bank, investment property, property, plant, building and equipment, assignment of collection, and registration of business collateral agreement as specified with the financial institution. However, bank deposit as such collateral can be revoked according to the purposes and conditions specified in the loan agreements.

Assets used as collateral for debts as at 31 March 2024 and 31 December 2023 as follows :

|  |  |  |
| --- | --- | --- |
|  |  | (Unit : Thousand Baht) |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | 31 March2024 | 31 December 2023 | 31 March2024 | 31 December 2023 |
|  |  |  |  |  |
| Deposit bank | 243.69 | 320.97 | 151.11 | 151.11 |
| Property, plant and equipment | 3,897.09 | 3,807.94 | - | - |
| Investment property | 56.03 | 56.03 | 56.03 | 56.03 |
| Total | 4,196.81 | 4,184.94 | 207.14 | 207.14 |

1. **RELATED PARTY TRANSACTIONS**

During the first quarter of 2024, the Group have no change in relationship with subsidiaries, associates and joint control companies, and joint ventures and other persons or other companies that are significant from the financial statements for the year ending 31 December 2023.

The Group has significant business transactions with related parties, which have been conducted on commercial terms and based on agreed upon in the ordinary course of businesses between the Company and those related parties as follows :

| Types of transaction | Pricing policy |
| --- | --- |
|  |  |
| Turn-key construction service income | Cost plus margin |
| Construction service income, exclusive the procurements  of materials | Cost or cost plus margin |
| Land rental income | Mutually agreed rate |
| Sales of equipment | Cost or mutually agreed price |
| Sales of investment | Market price |
| Purchases of construction materials | Approximate market price |
| Turn-key construction expenses | Cost plus margin |
| Hire of construction services, exclusive procurements of materials | Cost |
| Purchases of investments | Approximate net book value |
| Purchases of assets | Mutually agreed price |
| Interest on loans with related parties | Mutually agreed rate |
| Rental expenses | Mutually agreed rate |

The significant related party transactions during the period are summarized as follows :

|  |  | (Unit : Million Baht) |
| --- | --- | --- |
|  | Consolidatedfinancial information | Separatefinancial information |
|  | For the three-month periods ended 31 March |
|  | 2024 | 2023 | 2024 | 2023 |
|  |  |  |  |  |
| Transactions with subsidiaries |  |  |  |  |
| Construction services, sales and other income | - | - | 227 | 481 |
| Purchases of construction materials and services | - | - | 360 | 250 |
| Sales of equipment | - | - | - | 3 |
|  |  |  |  |  |
| Transactions with associated and joint control  companies, and joint ventures |  |  |  |  |
| Construction services, sales and other income | 225 | 422 | 212 | 16 |
| Purchases of construction materials and services | 122 | 46 | 103 | 15 |
|  |  |  |  |  |
| Transactions with related parties |  |  |  |  |
|  Construction services, sales and other income | 57 | 51 | 48 | 42 |
|  Purchases of construction materials and services | 201 | 711 | 164 | 677 |
|  |  |  |  |  |
| Key management personnel compensation  |  |  |  |  |
|  Short-term employee benefits | 43 | 41 | 31 | 31 |
|  Post-employment benefits | 6 | 4 | 1 | 1 |

Furthermore, the Company also has significant transactions with its related parties in respect of accounts receivable, loans, advances and accounts payable. The outstanding balances of such transactions are presented as separate items in the statement of financial position.

1. **DEBENTURES**

Movements in debentures for the three-month period ended 31 March 2024 are as follows :

|  |
| --- |
|  (Unit : Thousand Baht) |
|   | Consolidated and Separate financial information |
|  |  |
| Balance as at 1 January 2024 | 14,387,248 |
| Add : Amortization of debentures issuing costs | 12,054 |
| Balance as at 31 March 2024 | 14,399,302 |

In January 2024, the Bondholders’ approved the waiver of maintenance of Debt to Equity (D/E) Ratio and the extension of Bond’s redemption date for the all series of Bonds of the Company, including Bonds No. 1/2019 Due 2024 (“ITD242A”), Bonds No. 1/2021 Tranche 2 Due 2024 (“ITD24DA”), Bonds No. 1/2022 Due 2025 (“ITD254A”), Bonds No. 1/2023 Tranche 1 Due 2024 (“ITD24DB”), and 5. Bonds No. 1/2023 Tranche 2 Due 2026 (“ITD266A”). The details have been disclosed in Note 49 to the financial statements for the year ended 31 December 2023.

1. **LIABILITIES PAYABLE AS CONCESSION CERTIFICATE**

|  |  |
| --- | --- |
|  |  (Unit : Thousand Baht) |
|  | Consolidated financial information |
|  |  |
| Balance as at 1 January 2024 | 1,095,092 |
| Less : Paid during the period | (6,358) |
| Balance as at 31 March 2024 | 1,088,734 |
| Less : Current portion | (169,269) |
| Net | 919,465 |

These liabilities are the Company’s commitment relating to compensation payable to land title deed’s owner for the mining Potash project as mentioned in Note 17 to the interim financial information.

1. **INCOME TAX**

Current income tax is the expected tax payable or claimable tax benefit on the taxable profit for the period, using income tax rate enacted at the end of the reporting period, and any adjustment to income tax payable in respect of previous years, which is different from profit or loss in the consolidated and separate financial information. In addition, the income tax of an overseas entity which is calculated based on local tax regulation that calculate from the cash collection, the revenues or the net profit based on tax rate, whichever is higher.

1. **GUARANTEES**

As at 31 March 2024, the Group has letter of guarantees totaling approximately Baht 74,564.63 million issued by financial institutions on behalf of the Company and subsidiaries in respect of certain performance bonds required in the normal course of business. The Company and its subsidiaries do not expect to incur losses from these guarantees.

As at 31 March 2024, the Company has outstanding guarantees that issued to financial institutions approximately Bah 18,568.74 million to bank overdraft, loan, letter of guarantee, letter of credit, trust receipt and promissory note by those financial institutions to the subsidiaries and joint venture. The Company issued guarantees in proportion to its shareholding (except for Italthai Trevi Co. Ltd., Italthai Marine Co., Ltd.,
ITD-ITD Cem Joint Venture, ITD-Cemindia Joint Venture for which the Company issued full guarantees for
the credit facilities).

1. **COMMITMENTS**
	1. As at 31 March 2024, the Company, subsidiaries and joint ventures have outstanding commitments with major subcontractors classified by currencies as follows :

|  |  |
| --- | --- |
|  | (Unit : Million Baht) |
|  | Baht Equivalent |
|  | Consolidatedfinancial information | Separatefinancial information |
| Currencies |  |  |
| THB | 13,919.75 | 13,288.02 |
| INR | 11,171.71 | - |
| BDT | 699.59 | 699.59 |

* 1. As at 31 March 2024, the Company and subsidiaries have the following outstanding commitments for purchases of lands, materials, machinery and related services, and service contracts classified by currencies as follows :

|  |  |
| --- | --- |
|  | (Unit : Million Baht) |
|  | Baht Equivalent |
|  | Consolidatedfinancial information | Separatefinancial information |
| Currencies |  |  |
| THB | 1,193.70 | 1,001.57 |
| USD | 547.01 | 23.92 |
| INR | 338.79 | - |
| BDT | 17.03 | 17.03 |
| EUR | 362.11 | 357.51 |
| SGD | 0.03 | - |

* 1. As at 31 March 2024, the Company has outstanding commitments in respect of the un-call portion of investments in 6 subsidiary companies of Baht 2.25 million, USD 0.31 million, MMK 344.17 million and investment in a joint control company as shareholder agreement of BDT 6,642.32 million.
	2. As at 31 March 2024, the Company has outstanding commitments of USD 8.35 million for share purchase agreement with a joint shareholder of an associated company.
	3. A subsidiary company has significant commitments with respect to obtaining potash mining concession as follows :
* The subsidiary company shall pay an annual subsidizing to the Education Fund for the Department of Primary Industries and Mines of USD 0.20 million.
* The subsidiary must pay subsidies for mining inspections with a limit of Baht 50 million.
* The subsidiary is required to provide insurance during the mining project throughout the concession period the total amount is not less than Baht 500 million.
* The subsidiary is required to deposit collateral for rehabilitation of the mining area throughout the project life and to heal those affected by the mining in the total amount of Baht 1,851 million.
* Subsidiary must establish 7 funds in accordance with the prevention and monitoring environmental impacts, totaling of Baht 1,900 million throughout the project life.
	1. Several indirect subsidiary companies entered into service agreements for project consultant with commitment to pay fee at the rate as specified in agreements.
	2. An oversea subsidiary has a commitment to pay fees for the Environmental and Social Impact Assessment license (ESIA License) for the construction of Deep-Sea Port and Heavy Haul Railway at USD 0.81 million and USD 3.90 million, respectively.
	3. Indirect overseas subsidiaries have a commitment to pay Concession Fee for all concession project of the Dawei Special Economic Zone Initial Phase to Dawei SEZ Management Committee totaling USD 12.96 million and shall pay a recurring annual concession fee as stipulated in Concession Agreements.
1. **CONTINGENT LIABILITIES**

The Group has received notices from various customers claims for compensation for breaches of contracts totaling Baht 4,974.56 million (the Company of Baht 4,461.84 million). Currently, these claims are under consideration of Civil Court of Baht 4,912.89 million and Arbitration Tribunal of Baht 61.67 million. The Group is unable to estimate the timings of cash outflows (if any) in respect of such claims since the results of the claims are depending on the decisions of the Court and Arbitration Tribunal which outcome cannot presently be concluded. However, the Group’s management believed that such claims will not cause significant damages to the Group because some cases are brought without proper justifiable grounds. The Group’s management does not make any provision for liabilities in the accounts.

1. **SEGMENT REPORTING**

The operations of the Group are principally engaged in a single industry segment, construction services and the most of selling and service are conducted in the following geographical segments.

Segment reporting is reported in the same manner as internal reports presented to the chief operation decision maker (who is considered to be the managing director) for use in resource allocation and performance evaluation.

The chief operating decision maker considers the segment reporting is presented as following :

|  |  (Unit : Million Baht) |
| --- | --- |
|  | Consolidated financial information |
|  | For the three-month periods ended 31 March |
|  | Thailand | India | Bangladesh | Other countries | Total | Eliminate | Grand Total |
|  | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 | 2024 | 2023 |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Revenues from construction work |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Revenues from third parties |  6,393  |  7,408  |  9,894  |  6,845  |  335  |  846  |  324  |  320  |  16,946 |  15,419  |  -  |  -  | 16,946 |  15,419  |
| Inter-segment revenues |  352  |  301  |  -  |  3  |  -  |  423  |  -  |  -  |  352  |  727  |  (352) |  (727) |  -  |  -  |
| Total gross segment revenues |  6,745  |  7,709  |  9,894  |  6,848  |  335  |  1,269  |  324  |  320  | 17,298 |  16,146  |  (352) |  (727) |  16,946 |  15,419 |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Revenues from sales and services |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Revenues from third parties |  1,163  |  1,281  |  -  |  -  |  -  |  -  |  464  |  513  |  1,627  |  1,794  |  -  |  -  |  1,627  |  1,794  |
| Inter-segment revenues |  233  |  454  |  -  |  -  |  -  |  -  |  -  |  -  |  233  |  454  |  (233) |  (454) |  -  |  -  |
| Total gross segment revenues |  1,396  |  1,735  |  -  |  -  |  -  |  -  |  464  |  513  |  1,860  |  2,248  |  (233) |  (454) |  1,627  | 1,794 |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Gross profit (loss) | 1,136 |  627  |  979  |  740  |  (955) |  749  | 195 |  167  | 1,355 |  2,283  |  4  |  (424) | 1,359 | 1,859 |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
|  |
| Revenues disaggregated by pattern  of revenue recognition |
| Over time |  6,745  |  7,709  |  9,894  |  6,848  |  335  |  1,269  |  324  |  320  |  17,298  |  16,146  |  (352) |  (727) |  16,946 |  15,419  |
| At point in time |  1,396  |  1,735  |  -  |  -  |  -  |  -  |  464  |  513  |  1,860  |  2,248  |  (233) |  (454) |  1,627  |  1,794  |
| Total |  8,141  |  9,444  |  9,894  |  6,848  |  335  |  1,269  |  788  |  833  |  19,158  |  18,394  |  (585) |  (1,181) |  18,573  | 17,213 |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| Interest income |  |  |  |  |  |  |  |  |  |  |  |  |  293  | 36 |
| Gain on fair value measurement of derivatives |  |  |  |  |  |  |  |  |  |  |  |  |  14  | 1 |
| Depreciation and amortization |  |  |  |  |  |  |  |  |  |  |  |  | (1,341) | (1,124) |
| Allowance for impairment loss |  |  |  |  |  |  |  |  |  |  |  |  | (680) | (82) |
| Financial costs |  |  |  |  |  |  |  |  |  |  |  | (762) | (681) |
| Share of loss from investment in  associated and joint control companies,  and joint ventures  |  |  |  |  |  |  |  |  |  |  |  |  | (20) | (42) |
| Income tax expense |  |  |  |  |  |  |  |  |  |  |  |  | (304) | (374) |
| Profit for the period |  |  |  |  |  |  |  |  |  |  |  |  | 325 | 404 |

1. **FINANCIAL INSTRUMENTS**

***Foreign currency risk***

The significant balances of financial assets and liabilities denominated in foreign currencies as at 31 March 2024 are summarized below :

|  |  |  |  |
| --- | --- | --- | --- |
|  | Consolidated financial information | Separatefinancial information |  |
|  | Financial | Financial | Financial  | Financial | Averaged exchange rate |
| Currencies | assets | liabilities | assets | liabilities | as at 31 March 2024 |
|  | (Million) | (Million) | (Million) | (Million) | (Baht per foreign currency unit) |
|  |  |  |  |  |  |
| USD | 40 | 12 | 86 | 11 | 36.4651 |
| EUR | - | 1 | - | - | 39.6486 |
| LAK | - | 113 | - | - | 0.0017 |
| BDT | - | - | 1,123 | - | 0.3307 |
| JPY | - | - | 79 | - | 0.2377 |

As at 31 March 2024, significant financial assets and liabilities in denominated assets and liabilities of the Company and its subsidiaries which are unhedged are summarized as follows :

|  |  |
| --- | --- |
|  | Consolidated financial information |
|  | USD | EUR | LAK | JPY |
|  | Million | Million | Million | Million |
|  |  |  |  |  |
| Trade accounts receivable  and loans to related companies | 40 | - | - | - |
| Trade accounts payable | 12 | 1 | 113 | - |

|  |  |
| --- | --- |
|  | Separate financial information |
|  | USD | BDT | JPY |
|  | Million | Million | Million |
|  |  |  |  |
| Trade accounts receivable  and loans to related companies | 86 | 1,123 | 79 |
| Trade accounts payable | 11 | - | - |

In addition, the Company and subsidiaries have foreign currency exposure risk with respect to their investments in subsidiaries, associated and joint control companies and joint ventures in overseas which are not covered by the hedges against foreign currency risk.

1. **FAIR VALUE MEASUREMENT**

The financial assets and liabilities that are measured at fair value as at 31 March 2024 are as follows :

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  | (Unit : Thousand Baht) |
|  | Consolidated financial information |
|  | Level 1 |  | Level 2 |  | Level 3 |  | Total |
| **Assets** |  |  |  |  |  |  |  |
| Financial assets |  |  |  |  |  |  |  |
| Other financial assets | 244,069 |  | - |  | 789,647 |  | 1,033,716 |
| Derivatives assets | - |  | 14 |  | - |  | 14 |
|  |  |  |  |  |  |  |  |
| Non-financial assets |  |  |  |  |  |  |  |
| Investment properties | - |  | 1,977,730 |  | - |  | 1,977,730 |
| Total | 244,069 |  | 1,977,744 |  | 789,647 |  | 3,011,460 |

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  |  |  |  |  | (Unit : Thousand Baht) |
|  | Separate financial information |
|  | Level 1 |  | Level 2 |  | Level 3 |  | Total |
| **Assets** |  |  |  |  |  |  |  |
| Financial assets |  |  |  |  |  |  |  |
| Other financial assets | 229,146 |  | - |  | 385,744 |  | 614,890 |
| Derivatives assets | - |  | 14 |  | - |  | 14 |
|  |  |  |  |  |  |  |  |
| Non-financial assets |  |  |  |  |  |  |  |
| Investment properties | - |  | 507,758 |  | - |  | 507,758 |
| Total | 229,146 |  | 507,772 |  | 385,744 |  | 1,122,662 |

There were no transfers within the fair value hierarchy and there were no changes in valuation techniques during the period.

1. **AUTHORISATION OF FINANCIAL INFORMATION**

The interim consolidated financial information were authorised for issue by board of directors on 15 May 2024.