

**SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
INTERIM FINANCIAL INFORMATION
MARCH 31, 2023
AND AUDITOR'S REPORT
ON THE REVIEW OF INTERIM FINANCIAL INFORMATION**

Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Syntec Construction Public Company Limited

I have reviewed the interim consolidated financial information of Syntec Construction Public Company Limited and its subsidiaries, and the interim separate financial information of Syntec Construction Public Company Limited. These comprise the consolidated and separate statements of financial position as at March 31, 2023, the related consolidated and separate statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with the Thai Accounting Standard 34, "Interim Financial Reporting." My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".



Other matters

The consolidated and separate statements of financial position of Syntec Construction Public Company Limited and its subsidiaries, and of Syntec Construction Public Company Limited as at December 31, 2022, presented herewith for comparative purpose, were audited by another auditor in the same firm as myself whose report dated on February 24, 2023, expressed an unqualified opinion. The consolidated and separate statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period ended March 31, 2022, of Syntec Construction Public Company Limited and its subsidiaries and of Syntec Construction Public Company Limited, presented herewith for comparative purpose, were reviewed by another auditor in the same firm as myself whose report dated on May 12, 2022, stated that nothing has come to the auditor's attention that cause the auditor to believe that the accompanying interim consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No.34, "Interim Financial Reporting"



Mr. Wichian Proongpanish

Certified Public Accountant (Thailand) No. 5851

Karin Audit Company Limited

May 12, 2023.

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2023

(Unit : Thousand Baht)

	Notes	Consolidated		Separate	
		March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
		"REVIEWED"		"REVIEWED"	
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents		623,130	242,794	502,593	104,285
Other current financial assets	4	1,952,378	1,932,596	1,951,412	1,931,632
Trade accounts receivable	3, 5	654,518	685,190	647,558	679,511
Other current receivables		107,016	113,092	86,954	90,510
Current contract assets	3, 6	1,268,101	1,252,800	1,268,101	1,252,800
Short-term loans	3	-	-	126,300	117,300
Inventories	7	171,600	107,336	170,170	105,771
Advance payments to subcontractors		185,181	232,401	185,181	232,401
TOTAL CURRENT ASSETS		4,961,924	4,566,209	4,938,269	4,514,210
NON-CURRENT ASSETS					
Other non-current financial assets	3	665,267	736,680	665,267	736,680
Investment in subsidiaries	8	-	-	1,566,481	1,566,481
Non-current contract assets	6	108,630	176,594	108,630	176,594
Property investments		484,567	487,946	6,569	6,674
Property, plant and equipment	9	2,937,476	2,956,661	519,763	510,131
Right of use assets	10	596,870	608,482	19,643	26,964
Intangible assets		17,994	17,198	16,423	15,612
Withholding tax		192,826	168,811	172,607	149,572
Pledged deposit at bank	21	21,001	21,166	1,000	1,165
Deferred tax assets		10,926	-	10,926	-
Other non-current assets		14,816	15,877	7,339	9,000
TOTAL NON-CURRENT ASSETS		5,050,373	5,189,415	3,094,648	3,198,873
TOTAL ASSETS		10,012,297	9,755,624	8,032,917	7,713,083

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2023

(Unit : Thousand Baht)

	Notes	Consolidated		Separate	
		March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
		"REVIEWED"		"REVIEWED"	
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
Trade accounts payables	3, 11	333,013	255,964	321,350	244,833
Other current payables	3, 12	663,804	338,435	624,967	283,663
Short-term loans from related parties and persons	3	1,200	1,200	-	-
Current portion of long-term loans	14	171,341	151,521	-	-
Current portion of lease liabilities	3	20,294	25,157	19,840	24,883
Corporate income tax payable		439	238	-	-
Current provisions for employee benefits		13,036	15,660	12,947	14,733
Contract liabilities	6	556,764	602,317	556,764	602,317
Retention payables from subcontractors	3, 13	307,359	305,252	307,359	305,252
Undue value added tax		98,418	101,699	98,418	101,699
Other current provisions	15	42,094	47,129	42,094	47,129
Other current liabilities		24,269	24,113	6,373	5,305
TOTAL CURRENT LIABILITIES		2,232,031	1,868,685	1,990,112	1,629,814
NON-CURRENT LIABILITIES					
Long-term loans	14	1,283,700	1,324,090	-	-
Lease liabilities	3	496,493	488,904	9,644	5,086
Deferred tax liabilities		902	24,963	-	24,760
Non-current provisions for					
employee benefits		174,936	171,317	168,913	165,726
Other non-current provisions	15	40,225	39,807	34,449	34,154
Deposit from customers		18,531	20,283	-	-
TOTAL NON-CURRENT LIABILITIES		2,014,787	2,069,364	213,006	229,726
TOTAL LIABILITIES		4,246,818	3,938,049	2,203,118	1,859,540

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2023

		(Unit : Thousand Baht)			
		Consolidated		Separate	
		March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
Notes	"REVIEWED"	"REVIEWED"	"REVIEWED"	"REVIEWED"	"REVIEWED"
LIABILITIES AND EQUITY					
SHAREHOLDER'S EQUITY					
Share capital					
Authorized share capital					
	1,590,957,300 ordinary shares of Baht 1 each	1,590,957	1,590,957	1,590,957	1,590,957
Issued and paid - up share capital					
	1,590,957,300 ordinary shares of Baht 1 each	1,590,957	1,590,957	1,590,957	1,590,957
Share premium					
	Share premium on ordinary shares	24	24	24	24
Discount from changes in the ownership interests in subsidiary					
		(6,870)	(6,870)	-	-
Retained earnings					
Appropriated					
	Legal reserves	160,000	160,000	160,000	160,000
	Unappropriated	3,151,201	3,137,200	3,724,002	3,690,616
	Other components of shareholders' equity	354,816	411,946	354,816	411,946
TOTAL EQUITY ATTRIBUTABLE TO OWNERS					
	OF THE PARENT COMPANY	5,250,128	5,293,257	5,829,799	5,853,543
	Non-controlling interests	515,351	524,318	-	-
TOTAL SHAREHOLDERS' EQUITY		5,765,479	5,817,575	5,829,799	5,853,543
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		10,012,297	9,755,624	8,032,917	7,713,083

STATEMENTS OF COMPREHENSIVE INCOME

"REVIEWED"

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

Notes	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2023	2022	2023	2022
Revenues				
Contract revenues	1,632,989	847,089	1,632,989	847,089
Revenue from rendering of services	95,436	87,794	-	11,810
Revenue from Sales	2,348	-	-	-
Gain on disposal and write off of assets	3,843	1,205	3,843	1,205
Reversal allowance for credit losses	-	74,379	-	74,379
Interest income	12	62	1,184	660
Other income	71,520	10,551	70,113	10,957
Total revenues	1,806,148	1,021,080	1,708,129	946,100
Expenses				
Contract costs	1,606,462	876,407	1,606,462	876,407
Cost of rendering of services	72,639	82,351	-	17,560
Cost of Sales	551	-	-	-
Distribution costs	13,024	9,352	5,815	5,284
Administrative expenses	84,867	81,938	58,992	55,651
Other expenses	417	29,713	294	29,713
Finance costs	19,518	18,090	455	2,100
Total expenses	1,797,478	1,097,851	1,672,018	986,715
Profit before income tax expense	8,670	(76,771)	36,111	(40,615)
Income tax expense (revenue)	3,636	6,236	2,725	6,138
Profit for the period	5,034	(83,007)	33,386	(46,753)

STATEMENTS OF COMPREHENSIVE INCOME

"REVIEWED"

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

		(Unit : Thousand Baht)				
		Consolidated		Separate		
Notes		2023	2022	2023	2022	
Other comprehensive income						
Items that will not be reclassified						
subsequently to profit or loss :-						
Gains (loss) on investment in equity designated at fair value						
	through other comprehensive income	3	(71,413)	22,551	(71,413)	22,551
Income tax relating to components of other comprehensive						
	income that will not be reclassified to profit or loss		14,283	(4,510)	14,283	(4,510)
Total items that will not be reclassified						
	subsequently to profit or loss		(57,130)	18,041	(57,130)	18,041
Other comprehensive income for the period, net of tax						
			(57,130)	18,041	(57,130)	18,041
Total comprehensive income for the period						
			(52,096)	(64,966)	(23,744)	(28,712)
Profit (loss) attributable to :-						
	Owners of the parent		14,001	(71,481)	33,386	(46,753)
	Non - controlling interests		(8,967)	(11,526)	-	-
	Profit for the period		5,034	(83,007)	33,386	(46,753)
Total comprehensive income (loss) attributable to :-						
	Owners of the parent		(43,129)	(53,440)	(23,744)	(28,712)
	Non - controlling interests		(8,967)	(11,526)	-	-
	Total comprehensive income for the period		(52,096)	(64,966)	(23,744)	(28,712)
Earnings per share						
	Basic (in Baht)	18	0.009	(0.045)	0.021	(0.029)

STATEMENTS OF CHANGES IN EQUITY

"REVIEWED"

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

(Unit : Thousand Baht)

Consolidated													
Equity attributable to owners of the parent													
Notes	Retained earnings							Other components of shareholder's equity			Total equity attributable to owners of the parent	Non controlling interests	Total shareholders' equity
	Issued and paid share capital	Treasury shares	Share premium on ordinary shares	Discount from changes in the ownership interests in subsidiary	Appropriated		Unappropriated	Gain (loss) on investment in equity designated at fair value through other comprehensive income	Total of shareholder's equity other components				
					Legal reserve	Treasury shares reserve							
Balance as at January 1, 2023	1,590,957	-	24	(6,870)	160,000	-	3,137,200	411,946	411,946	5,293,257	524,318	5,817,575	
Total comprehensive income (expense) for the period	-	-	-	-	-	-	14,001	(57,130)	(57,130)	(43,129)	(8,967)	(52,096)	
Ending balance as at March 31, 2023	<u>1,590,957</u>	<u>-</u>	<u>24</u>	<u>(6,870)</u>	<u>160,000</u>	<u>-</u>	<u>3,151,201</u>	<u>354,816</u>	<u>354,816</u>	<u>5,250,128</u>	<u>515,351</u>	<u>5,765,479</u>	
Balance as at January 1, 2022	1,600,000	(22,900)	24	(6,870)	160,000	22,900	3,519,907	327,754	327,754	5,600,815	549,524	6,150,339	
Total comprehensive income (expense) for the period	-	-	-	-	-	-	(71,481)	18,041	18,041	(53,440)	(11,526)	(64,966)	
Ending balance as at March 31, 2022	<u>1,600,000</u>	<u>(22,900)</u>	<u>24</u>	<u>(6,870)</u>	<u>160,000</u>	<u>22,900</u>	<u>3,448,426</u>	<u>345,795</u>	<u>345,795</u>	<u>5,547,375</u>	<u>537,998</u>	<u>6,085,373</u>	

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CHANGES IN EQUITY
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

"UNAUDITED"
 "REVIEWED"

(Unit : Thousand Baht)

	Separate									
	Notes	Retained earnings					Other components of shareholder's equity			Total shareholders' equity
		Issued and paid share capital	Treasury shares	Share premium on ordinary shares	Legal reserve	Treasury shares reserve	Unappropriated	Gain (loss) on investment in equity designated at fair value through	Total	
								other comprehensive income	of shareholder's equity other components	
Balance as at January 1, 2023	1,590,957	-	24	160,000	-	3,690,616	411,946	411,946	5,853,543	
Total comprehensive income (expense) for the period	-	-	-	-	-	33,386	(57,130)	(57,130)	(23,744)	
Ending balance as at March 31, 2023	<u>1,590,957</u>	<u>-</u>	<u>24</u>	<u>160,000</u>	<u>-</u>	<u>3,724,002</u>	<u>354,816</u>	<u>354,816</u>	<u>5,829,799</u>	
Balance as at January 1, 2022	1,600,000	(22,900)	24	160,000	22,900	3,980,232	327,754	327,754	6,068,010	
Total comprehensive income (expense) for the period	-	-	-	-	-	(46,753)	18,041	18,041	(28,712)	
Ending balance as at March 31, 2022	<u>1,600,000</u>	<u>(22,900)</u>	<u>24</u>	<u>160,000</u>	<u>22,900</u>	<u>3,933,479</u>	<u>345,795</u>	<u>345,795</u>	<u>6,039,298</u>	

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CASH FLOWS
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

"UNAUDITED"
 "REVIEWED"

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2023	2022	2023	2022
Cash flows from operating activities				
Profit for the period	5,034	(83,007)	33,386	(46,753)
Adjustments to reconcile profit to cash receipts (payments)				
(Reversal) of allowance for credit losses	-	(74,379)	-	(74,379)
Depreciation and amortization	71,932	82,387	31,398	38,788
Interest income	(12)	(62)	(1,184)	(660)
Interest expense	19,518	18,090	455	2,100
Gain on disposal of fixed assets	(3,844)	(1,457)	(3,844)	(1,457)
Loss on write-off of equipment	1	252	1	252
Unrealized gains from changes in fair value of investment in debt securities	(4,521)	(860)	(4,519)	(860)
Estimated costs of rectification in the period of guarantee work (reversal)	5,000	4,100	5,000	4,100
Provision for litigation (reversal)	418	410	295	410
Provision for employee benefit	5,262	6,608	4,835	6,027
Tax expense	3,636	6,236	2,725	6,138
Impairment loss on right-of-use assets	-	29,303	-	29,303
	<u>102,424</u>	<u>(12,379)</u>	<u>68,548</u>	<u>(36,991)</u>
Changes in operating assets and liabilities				
Trade accounts receivables	30,672	(294,349)	31,953	(291,935)
Other current receivables	6,076	(34,524)	3,656	(31,793)
Contract assets	52,663	52,541	52,663	55,642
Inventories	(64,264)	14,599	(64,399)	14,446
Advance payments to subcontractors	47,220	(161,593)	47,220	(161,593)
Other non-current assets	1,061	1,181	1,663	1,252
Trade accounts payables	77,049	(22,163)	76,517	(20,323)
Contract liabilities	(45,553)	361,149	(45,553)	361,149
Undue value added tax	(3,281)	16,178	(3,281)	16,178
Deposit received from customers	(2,665)	2,172	-	-
Retention payables from subcontractors	2,107	(1,900)	2,107	(1,900)
Other current payables	325,232	(101,694)	341,301	(103,678)
Other current liabilities	1,069	111	1,069	111
Payment of estimated costs of rectification in the period of guarantee work	(10,035)	(7,293)	(10,035)	(7,293)
Payment of provisions for employee benefits	(4,267)	(1,123)	(3,433)	(1,123)
Net cash generated from operation	<u>515,508</u>	<u>(189,087)</u>	<u>499,996</u>	<u>(207,851)</u>
Withholding tax paid	(48,154)	(28,847)	(47,163)	(27,880)
Net cash from operating activities	<u>467,354</u>	<u>(217,934)</u>	<u>452,833</u>	<u>(235,731)</u>

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CASH FLOWS
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2023

"UNAUDITED"
 "REVIEWED"

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2023	2022	2023	2022
Cash flows from investing activities				
Interest received	12	7	1,084	608
Purchase of other current financial assets	(250,000)	(100,000)	(250,000)	(100,000)
Proceeds from other current financial assets	234,739	309,840	234,739	309,840
Proceeds from short-term loans from related parties	-	-	(9,000)	-
Pledged deposit at bank Increase (Decrease)	165	-	165	-
Purchase of property, plant and equipment	(30,242)	(7,115)	(28,190)	(6,242)
Purchase of property investments	(1,534)	(38)	-	-
Purchase of intangible assets	(2,408)	(217)	(2,408)	(217)
Sale of equipment	7,679	1,457	7,679	1,457
Net cash from (used in) investing activities	(41,589)	203,934	(45,931)	205,446
Cash flows from financing activities				
Interest paid	(16,194)	(15,047)	(455)	(2,416)
Payment of long-term loans	(21,000)	-	-	-
Payment of lease liabilities	(8,235)	(10,243)	(8,139)	(10,163)
Net cash from (used in) financing activities	(45,429)	(25,290)	(8,594)	(12,579)
Net increase (decrease) in cash and cash equivalents	380,336	(39,290)	398,308	(42,864)
Cash and cash equivalents at 1 January	242,794	338,282	104,285	234,125
Cash and cash equivalents at 31 March	623,130	298,992	502,593	191,261
Supplemental cash flows information				
Non-cash transactions:				
Transfer construction in process to intangible asset	-	5,400	-	5,400
Lease liabilities from purchase of property, plant and equipment	7,653	-	7,653	-
Increase in right-of-use asset under lease	551	-	-	-
Cash and cash equivalents				
Consist of:				
Petty cash	199	235	-	-
Cash on hand	221	263	-	10
Cheque on hand	187,608	-	187,608	-
Cash at banks – current accounts	7,872	16,431	6,021	10,926
Cash at banks – savings accounts	426,400	280,978	308,134	179,240
Highly liquid short-term	830	1,085	830	1,085
Total	623,130	298,992	502,593	191,261

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION****MARCH 31, 2023****1 General information**

Syntec Construction Public Company Limited (“the Company”) is incorporated in Thailand and has its registered office at 555/7-11 Sukhumvit Soi 63 (Ekamai), Sukhumvit Road, Klongton Nua, Wattana, Bangkok and a branch office located at 61 Soi Langsuan, Lumpini, Pathumwan, Bangkok.

The Company was listed on the Stock Exchange of Thailand on February 12, 1993.

The Company’s major shareholders who hold more than 10% of total paid share capital as at March 31, 2023 were as follows:

	<i>(% of total paid share capital)</i>
Phahusutr Group	27.99

The principal activities of the Company are construction and real estate development for room service or service apartment.

2 Basis of preparation of interim financial information

The interim financial information are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 Interim Financial Reporting; However, additional line items are presented in the interim financial item to bring them into the full format similes to the annual financial statements.

This interim financial information is prepared to provide additional information from the latest annual financial statements. Therefore, emphasis is placed on providing information about new companies, events and situations so that the information presented does not duplicate what has been reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and the subsidiaries for the year ended December 31, 2022.

The interim financial statements are prepared and presented in Thai language. Any translation of this interim financial information into other languages shall be consistent with the Thai version of the interim financial information.

2.1 Significant accounting policies

The interim financial information is prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2022.

2.2 New financial reporting standards

Financial reporting standards that became effective for fiscal years beginning on or after January 1, 2023 does not have any significant impact on the Group’s financial statements.

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION

MARCH 31, 2023

2.3 Use of estimates and judgments

The preparation of interim financial statements in conformity with TFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgments made by management in applying the Group/Company accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements of the Company and its subsidiaries for the year ended December 31, 2022.

2.3.1 Measurement of fair value

Measuring the fair value of an asset or a liability, the Group/Company uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group/Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in the following notes:

Note 3	Measurement of other non-current financial assets
Note 4	Measurement of other current financial assets
Note 20	Financial instruments

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION

MARCH 31, 2023

3 Related parties

Related persons and companies are persons or companies that are related to the Group of the Company by being shareholders or having common shareholders or common directors. During the year 2023, there does not material changes.

During the three-month ended March 31, 2023 and 2022, the Group of the Company had significant business transactions with related persons and companies. Such business transactions are subject to commercial terms and criteria agreed between the Group and those related parties and companies. The significant business transactions with related persons and companies can be summarized as follows.

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2023	2022	2023	2022
Revenue				
Subsidiaries				
Rendering of service and others	-	-	1,080	1,140
Interest income	-	-	1,183	603
Related companies				
Contract revenues	-	1,637	-	1,637
Rental and service expenses	795	345	-	90
Expenses				
Subsidiaries				
Cost of service	-	-	-	4,183
Administrative expenses	-	300	804	1,252
Related companies				
Contract costs	-	894	-	894
Cost of service	4,878	4,258	-	-
Space rental and services	694	49	694	49
Interest expenses	6	-	-	-
Other service expenses	224	276	224	276
Purchase of steel	12,634	2,593	12,634	2,593

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SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

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	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2023	2022	2023	2022
Related person				
Administrative expenses	390	-	-	-
Interest expenses	6	-	-	-
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	10,526	11,265	10,526	11,265
Post-employment benefits	1,974	1,592	1,974	1,592
Total key management personnel compensation	<u>12,500</u>	<u>12,857</u>	<u>12,500</u>	<u>12,857</u>

Balance as at March 31, 2023 and December 31, 2022 with related parties were as follows:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
Assets				
<u>Trade accounts receivables - related parties</u>				
Related companies	<u>52,544</u>	<u>52,872</u>	<u>52,541</u>	<u>52,541</u>
<u>Retention receivables under construction contracts - related parties</u>				
Subsidiaries	-	-	-	-
Related companies	<u>39,647</u>	<u>39,647</u>	<u>39,647</u>	<u>39,647</u>
Total	<u>39,647</u>	<u>39,647</u>	<u>39,647</u>	<u>39,647</u>
<u>Other current receivables and advances</u>				
Subsidiaries	-	-	794	694
Related companies	-	-	-	-
Related persons	<u>426</u>	<u>625</u>	<u>296</u>	<u>585</u>
Total	<u>426</u>	<u>625</u>	<u>1,090</u>	<u>1,279</u>
Less allowance for credit losses	-	-	-	-
Net	<u>426</u>	<u>625</u>	<u>1,090</u>	<u>1,279</u>

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	(Unit : Thousand Baht)			
	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
<u>Unbilled construction in progress - related parties</u>				
Related companies	4,125	4,125	4,125	4,125
<u>Short-term loans to related parties</u>				
Subsidiaries	-	-	126,300	117,300
<u>Other non-current financial assets</u>				
<u>Equity securities measured at fair value through other comprehensive income</u>				
Related companies				
Cost	221,748	665,267	221,748	736,680
Profit (loss) from fair value adjustment	443,519	-	514,932	-
Fair value	665,267	665,267	736,680	736,680

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
<u>Liabilities</u>				
<u>Trade accounts payable - related parties</u>				
Related companies	2,901	18,298	2,901	18,298
<u>Other current payables - related parties</u>				
Related companies	556	1,379	33	15
<u>Short-term loans from related parties and persons</u>				
Related companies	600	600	-	-
Related persons	600	600	-	-
Total	1,200	1,200	-	-

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(Unit : Thousand Baht)

	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
<u>Retention payables from subcontractors related parties</u>				
Related companies	-	3,473	-	3,473
<u>Lease liabilities - related parties</u>				
Related companies	255,527	253,755	-	-

As at March 31,2023 and December 31, 2022, the Company had short- term loans to a subsidiary (“SCR Asset Management Co., Ltd.”) of Baht 91 million and Baht 85 million represented short-term loans under 20 loan agreements, requiring payable on demand. The principal and interest will be repaid within 2 years, interest charged at MLR-2.48% to MLR -2.75% per annum.

As at March 31,2023 and December 31, 2022, the Company had short- term loans to a subsidiary (“SHG Management Co., Ltd.”) of Baht 2.80 million and Baht 2.80 million represented short- term loans under 2 loan agreement, requiring payable on demand. The principal and interest will be repaid within 2 years, interest charged at MLR-2.50% per annum.

As at March 31,2023 and December 31, 2022, the Company had short-term loans to a subsidiary (“Delta Infra One Co, Ltd.”) of Baht 32.50 million and Baht 29.50 million represented short-term loans under 7 loan agreement, requiring payable on demand. The principal and interest will be repaid within 2 years, interest charged at MLR-2.50% per annum.

As at March 31, 2023 and December 31, 2022, the subsidiary had short- term loans from Shareholders of the subsidiary of Baht 1.20 million and Baht 1.20 million represented short- term loans under 6 loan agreements, requiring payable on demand. The principal and interest will be repaid within 2 years, interest charged at MLR-2.50% per annum.

The commitments with related parties

The Ordinary General Meeting of Shareholders of the Company held on April 28, 2023, resolved the approval of Directors’ remunerations for the year 2023 which were represented the meeting allowance of Baht 18,000 per time per person, and the annual audit committee directors’ remunerations of Baht 300,000 per person.

The Ordinary General Meeting of Shareholders of the Company held on April 29, 2022, resolved the approval of Directors’ remunerations for the year 2022 which were represented the meeting allowance of Baht 18,000 per time per person, and the annual audit committee directors’ remunerations of Baht 300,000 per person.

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4 Other current financial assets

(Unit : Thousand Baht)

	Consolidated			
	March 31, 2023		December 31, 2022	
	Cost	Fair value	Cost	Fair value
Other current financial assets				
Premium savings deposits	22,716	22,716	22,716	22,716
Mutual fund – debt securities	1,925,141	1,929,662	1,904,357	1,909,880
Total	1,947,857	1,952,378	1,927,073	1,932,596

(Unit : Thousand Baht)

	Separate			
	March 31, 2023		December 31, 2022	
	Cost	Fair value	Cost	Fair value
Other current financial assets				
Premium savings deposits	22,716	22,716	22,716	22,716
Mutual fund – debt securities	1,924,177	1,928,696	1,903,397	1,908,916
Total	1,946,893	1,951,412	1,926,113	1,931,632

As at March 31, 2023 and December 31, 2022, investments in mutual fund – debt securities of the Company amounted to Baht 142 million and Baht 141 million respectively, had been used as collateral for liabilities under letter of guarantee with two domestic commercial banks.

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MARCH 31, 2023

5 Trade accounts receivables

(Unit : Thousand Baht)

	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
Related companies	52,544	52,872	52,541	52,541
Other parties	745,166	775,510	738,209	770,162
Total	797,710	828,382	790,750	822,703
<u>Less</u> allowance for receivable credit losses	(143,192)	(143,192)	(143,192)	(143,192)
Net	654,518	685,190	647,558	679,511

For the three-month periods ended March 31, 2023, the movements of allowance for credit losses are as follows:

(Unit : Thousand Baht)

	Consolidated / Separate
Beginning balance	143,192
<u>Less</u> reversal allowance for credit losses	-
Ending balance	143,192

Aging analyses for trade accounts receivables were as follows:

(Unit : Thousand Baht)

	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
Within credit terms	618,003	569,294	613,946	566,662
Still litigation	144,353	193,138	144,353	193,138
Overdue:				
- Less than 3 months	7,137	32,563	5,122	30,477
- Over 3 months to 6 months	847	8,378	-	7,585
- Over 6 months to 12 months	-	111	-	-
- Over 12 months	27,370	24,898	27,329	24,841
Total overdue	35,354	65,950	32,451	62,903
Total	797,710	828,382	790,750	822,703

The normal credit term granted by the Group/Company ranges from 15 days to 45 days.

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6 Contract assets

6.1 Contract balance

	(Unit : Thousand Baht)	
	Consolidated / Separate	
	March 31, 2023	December 31, 2022
Contract assets		
Retentions receivables under construction contract	641,342	684,326
Unbilled construction in progress	735,389	745,068
Total	<u>1,376,731</u>	<u>1,429,394</u>
Current	1,268,101	1,252,800
Non-current	<u>108,630</u>	<u>176,594</u>
Total contract assets	<u>1,376,731</u>	<u>1,429,394</u>

6.2 Retentions receivables under construction contracts

	(Unit : Thousand Baht)	
	Consolidated / Separate	
	March 31, 2023	December 31, 2022
Retentions receivables under construction contract	655,228	698,212
<u>Less allowance for credit losses</u>	<u>(13,886)</u>	<u>(13,886)</u>
Net	<u>641,342</u>	<u>684,326</u>
Current	532,712	507,732
Non-current	<u>108,630</u>	<u>176,594</u>
Total	<u>641,342</u>	<u>684,326</u>

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6.3 Unbilled construction in progress

	(Unit : Thousand Baht)	
	Consolidated / Separate	
	March 31, 2023	December 31, 2022
Unbilled construction in progress	740,359	750,038
<u>Less</u> allowance for credit losses	(4,970)	(4,970)
Net	735,389	745,068

	(Unit : Million Baht)	
	Consolidated / Separate	
	March 31, 2023	December 31, 2022
Construction project contracts amount	49,806	48,314
Contract revenue recognized as revenue since commencing date to present	43,258	41,499
<u>Less</u> progress billings (as invoices)	(42,575)	(40,845)
Unbilled construction in progress	683	654
Unbilled construction in progress (Still litigation)	57	96
Unbilled construction in progress at the end of period	740	750
<u>Less</u> allowance for credit losses	(5)	(5)
Net	735	745
Excess of progress billing over work in progress (Contract liabilities)	(557)	(602)
Net	178	143

As at March 31, 2023, the Company has balance of unbilled construction in progress amount to Baht 683 million not (not including the litigation) which is expected to be paid within 1 year.

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7 Inventories

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
Construction materials	161,263	96,404	161,263	96,404
Spare parts and supplies	10,337	10,932	8,907	9,367
Total	171,600	107,336	170,170	105,771

8 Investments in subsidiaries

The Extraordinary General meeting of the subsidiary company (“Delta Infra One Co, Ltd.”), held on July 15, 2022, approved to increase the company’s authorized share capital from Baht 4 million to Baht 17 million in order to use as working capital of the subsidiary. The subsidiary registered the capital increase with the Ministry of Commerce on August 2, 2022.

The Extraordinary General meeting of the subsidiary company (“CSM Capital Partners Co., Ltd”), held on April 4, 2022, approved to increase the company’s authorized share capital from Baht 1,325 million to Baht 1,360 million in order to use as working capital of the subsidiary. The subsidiary registered the capital increase with the Ministry of Commerce on April 22, 2022.

9 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the three-month periods ended March 31, 2023 were as follows:

	(Unit : Thousand Baht)	
	Consolidated	Separate
Net book value at January 1, 2023	2,956,661	510,131
Acquisition and transfer in – at cost	37,895	35,843
Disposal	(3,836)	(3,836)
Depreciation for the period	(53,244)	(22,375)
Net book value at March 31, 2023	2,937,476	519,763

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Pledge:

As at March 31, 2023, land, buildings and building improvement of the Company in the carrying amount of Baht 94.65 million including indemnity from insurance of those assets were mortgaged as collateral against contingent liabilities due to the letter of guarantee issued by the domestic commercial banks.

As at March 31, 2023, land with existing structures of the subsidiary (SCR Asset Management Co., Ltd) in the carrying amount of Baht 622 million and structures to be constructed in the future was mortgaged as collateral against borrowings from the domestic commercial bank in the credit line amounting to Baht 620 million. (Note 14)

As at March 31, 2023, the residences in Eight Thonglor Project of the subsidiary (CSM Capital Partners Co., Ltd) in the carrying amount of Baht 1,463 million were mortgaged as collateral against borrowings from the domestic commercial bank in the credit line amounting to Baht 1,000 million. (Note 14)

10 Right-of-use assets - net

	(Unit: Thousand Baht)	
	Consolidated	Separate
For the three-month period ended March 31, 2022		
Net book value - Beginning	608,482	26,964
Depreciation for the period	551	-
Impairment loss	(12,163)	(7,321)
Net book value - Beginning	596,870	19,643

11 Trade accounts payables

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
Related companies	2,901	18,298	2,901	18,298
Other parties	330,112	237,666	318,449	226,535
Total	333,013	255,964	321,350	244,833

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12 Other current payables

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
Related companies	556	1,379	33	15
Other parties	663,248	337,056	624,934	283,648
Total	663,804	338,435	634,967	283,663
Other parties				
Other payables	30,487	45,692	8,530	8,273
Accrued value added tax	24,807	21,646	23,353	20,211
Accrued withholding tax	3,012	6,644	2,691	6,286
Other accrued expenses	79,259	121,331	64,677	107,134
Accrued estimated construction cost	525,683	141,743	525,683	141,744
Total	663,248	337,056	624,934	283,648

13 Retention payables from subcontractors

	(Unit : Thousand Baht)	
	Consolidated / Separate	
	March 31, 2023	December 31, 2022
Related companies	-	3,473
Other parties	307,359	301,779
Total	307,359	305,252

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14 Long-term loans

	(Unit : Thousand Baht)	
	Consolidated	
	March 31, 2023 (For three - month period)	December 31, 2022 (For the year period)
Beginning balance	1,475,611	1,535,034
Deduction	(21,000)	(60,000)
	1,454,611	1,475,034
(Profit) loss from changes in contract terms	-	(1,175)
Additional (deduction) the principal based on effective real interest rate method	430	1,752
Ending balance	1,455,041	1,475,611
<u>Less</u> current portion of long-term loans	(171,341)	(151,521)
Net	1,283,700	1,324,090

Loans from domestic financial institution

14.1 On December 2, 2014, a subsidiary (SCR Asset Management Co., Ltd.) entered into a loan agreement with a domestic financial institution in credit line of Baht 390.70 million. As of March 31, 2023, it was fully withdrawn, requiring monthly repayable interest from the date of the first drawdown and requiring monthly repayable principal within 10 years and 6 months. The first repayment shall be in 31st month of Baht 1.90 million to Baht 6.40 million. These loans were secured by 2 plots of land including structures, existing at the present and to be constructed in the future are mortgaged as collateral under the mortgage agreement dated December 15, 2017.

Under the above loan agreement contains certain restrictive conditions such as opening operating account with a commercial bank, shareholding of the major shareholder of the Company and the events of default or non-compliance with the loan agreements, which assumes that it is default. The default entitles the bank to accelerate the maturity of all amounts outstanding and immediately payable. Since the three-month periods 2019, the agreement requires certain financial ratio (DSCR) not less than 1.1.

On September 23, 2013, a subsidiary (SCR Asset Management Co., Ltd.) entered into a loan agreement with a local financial institution in credit line of Baht 224 million. As of March 31, 2023, loan was completely drawdown in the amount of Baht 206 million because the project is completed, requiring monthly repayable principal with interest within 8 years and 6 months. The first repayment at nineteenth month of Baht 1.3 million to Baht 4 million. These loans were secured by 11 plots of land including structures, existing at the present and to be constructed in the future are mortgaged as collateral under the mortgage agreement dated June 12, 2014, in the credit line amounting to Baht 229 million.

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Under the above loan agreements contains certain restrictive conditions such as opening operating account with a commercial bank, shareholding of the major shareholder of the Company and an event of default or non-compliance with the loan agreements, which assumes that it is default. This may entitle the bank has the right to accelerate the maturity of all outstanding loans immediately due. In addition, the agreements determined certain financial ratio of the subsidiary as follows:

	<u>Financial ratio per</u> <u>agreements</u>	<u>Financial ratio as at</u> <u>March 31,2023</u>
Financial ratio (DSCR)	Not less than 1.1	0.04

Domestic financial institutions will assess the Company’s information once a year. At the latest on September 28, 2022, the subsidiary received a notification to waive the conditions of DSCR under the loan agreement.

During the year 2022 domestic financial institutions has approved to change the terms of the loan agreement. According to the objectives of the subsidiary that requested the domestic financial institutions to relax the conditions for repayment of the original loan agreements, the details are as follows:

Credit line of Baht 390.70 million

1. The Company agrees to pay only interest for a period of 30 months starting from July 2020 to December 2022.
2. The Company agrees to repay the principal amounting to Baht 390.70 million to the domestic financial institutions within a period of 96 months, starting from January 2023 to December 2030.

Credit line of Baht 205 million

1. The Company agrees to pay only interest for a period of 37 months starting from May 2020 to May 2023.
2. The Company agrees to repay the principal amounting to Baht 94.18 million to the domestic financial institutions within a period of 22 months, starting from May 2023 to February 2025.

14.2 On April 7, 2016, the subsidiary (“CSM Capital Partners Co., Ltd.”) had entered into the loan agreement with a domestic commercial bank in the amount of Baht 1,550 million to support the development of Eight Thonglor Residences Project, requiring repayable the principal and interest within 4 years and 10 years from the date of the first drawdown. Interest rate is charged at MLR-2.10 to MLR-2.75 per annum. Such loan was secured by Eight Thonglor Residences Project of 137 units.

On April 28, 2020, the subsidiary (“CSM Capital Partners Co., Ltd.”) had entered into the 2-loan agreement with a domestic commercial bank in credit line of Baht 150 million and Baht 1,000 million, respectively. The purpose of the loan agreements is to repay the original loan agreements of April 7, 2016.

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During the year 2020 and 2021, Domestic financial institutions has approved the amendment of the loan agreement on April 28, 2020. According to the objectives of the subsidiary that requested the domestic financial institutions to relax the conditions for repayment of the original loan agreements, the details are as follows:

Credit line of Baht 150 million

The repayment of principal and payment of interest shall be paid within 2 years from the date of the first drawdown. Which will be due for repayment of the loan by April 2022. The interest rate is charged at MLR-2.48 per annum.

Credit line of Baht 1,000 million

The repayment of principal and payment of interest shall be paid within 11 years from the date of the first drawdown. Which will be due for repayment of the loan by April 2032. The interest rate is charged at MLR-2.25 to MLR-2.48 per annum.

The loan agreements were secured by Eight Thonglor Residences Project of 137 units.

Under the above loan agreements contain certain restrictive conditions such as increasing authorized shares, opening an DSRA account (Debt Service Reserve Account) with the bank amount of Baht 20 million and granting the right to claim deposits amount of Baht 90 million (for the memorandum of agreement on April 21, 2021) and maintaining debt to equity ratio, and the events of default of agreement or non-compliance with loan agreements that assumes to be default. This may entitle the bank has the right to accelerate the subsidiary repay all outstanding immediately. Since the year 2020, the loan agreements also require the subsidiary to maintain debt service coverage ratio (DSCR) not less than 1.1. In addition, the agreement determines certain financial ratios of the Company as follows:

	<u>Financial ratio per</u> <u>agreements</u>	<u>Financial ratio as at</u> <u>March 31, 2023</u>
Debt to equity ratio	Not more than 2.00	1.24
	<u>Financial ratio per</u> <u>agreements</u>	<u>Financial ratio as at</u> <u>March 31, 2023</u>
Financial ratio (DSCR)	Not less than 1.1	2.59

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15 Provisions

(Unit : Thousand Baht)

	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
Provision for the estimating costs of rectification and guarantee work	42,094	47,129	42,094	47,129
Provision for litigation	36,535	36,117	34,449	34,154
Estimated demolition cost	3,690	3,690	-	-
Total	82,319	86,936	76,543	81,283
Current	42,094	47,129	42,094	47,129
Non-current	40,225	39,807	34,449	34,154
Total	82,319	86,936	76,543	81,283

Movements of Provisions for the three-month period ended March 31 were as follows:

(Unit : Thousand Baht)

	Consolidated							
	Provision for the estimating costs of rectification and guarantee work		Provision for litigation		Estimated demolition cost		Total	
	2023	2022	2023	2022	2023	2022	2023	2022
As at January 1	47,129	14,942	36,117	31,538	3,690	3,690	86,936	50,170
Increase	5,000	4,100	418	410	-	-	5,418	4,510
Payment of provision	(10,035)	(7,293)	-	-	-	-	(10,035)	(7,293)
As at March 31	42,094	11,749	36,535	31,948	3,690	3,690	82,319	47,387

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(Unit : Thousand Baht)

	Separate					
	Provision for the estimating costs of rectification and guarantee work		Provision for litigation		Total	
	2023	2022	2023	2022	2023	2022
As at January 1	47,129	14,942	34,154	31,538	81,283	46,480
Increase	5,000	4,100	295	410	5,295	4,510
Payment of provision	(10,035)	(7,293)	-	-	(10,035)	(7,293)
As at March 31	42,094	11,749	34,449	31,948	76,543	43,697

16 Treasury shares and Treasury shares reserve

Treasury shares

The treasury shares account in equity comprises the cost of the Company’s own shares held by the Company.

On May 12, 2022, the Board of Directors' Meeting of the Company approved on the resale of repurchased shares. Number of shares resold 9.04 million shares or equal to 0.57% of the total of paid-up capital. The period for resale of shares will be from May 27, 2022 to June 15, 2022, and approve the reduction of the paid-up capital by writing off the unsold treasury shares after the redemption period

On June 27, 2022, the Company registered the capital reduction with the Ministry of Commerce according to the number of unallocated treasury shares of 9.04 million shares and transferred the treasury shares reserve to the unappropriated retained earnings of Baht 22.90 million. After the capital reduction, the company has 1,591 million ordinary shares. In 2018, the Board of Directors of the Company approved a treasury share plan (“Plan”) to re-purchase not more than 3.70%, or 60 million shares, of the Company’s shares then in issue. The purpose of the Plan is to manage the Company’s excess liquidity. The maximum amount approved for share purchase under the Plan is Baht 200 million and the price to be paid for the shares is not to exceed 115% of the average closing price on the Stock Exchange of Thailand (SET) over the 5 trading days before each share purchase is made. The Company could purchase the shares through the SET during the period from December 17, 2018 to June 16, 2019. The shares purchased may be resold after 6 months but within 3 years from the date of purchase.

Treasury shares reserve

The treasury shares reserve represents the amount appropriated from retained earnings equal to the cost of the Company’s own shares held by the Company. The treasury shares reserve is not available for dividend distribution.

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17 Segment information

Information about reportable segments:

(Unit: Million Baht)

	Segment 1		Segment 2		Segment 3		Segment 4	Total reportable segment	
	2023	2022	2023	2022	2023	2022	2023	2023	2022
For the three-month period Ended March 31									
Revenues from customer									
- External	1,706	925	97	96	1	-	2	1,806	1,021
- Inter - segments	2	2	1	-	1	6	-	4	8
- Eliminated	(2)	(2)	(1)	-	(1)	(6)	-	(4)	(8)
Total revenue	1,706	925	97	96	1	-	2	1,806	1,021
Recognition									
Point in time	73	78	97	96	1	-	2	173	174
Over time	1,633	847	-	-	-	-	-	1,633	847
Total revenue	1,706	925	97	96	1	-	2	1,806	1,021
Segment profit (loss) before income tax	34	(27)	(26)	(44)	(1)	(6)	2	9	(77)

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SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION

MARCH 31, 2023

(Unit: Million Baht)

	Segment 1		Segment 2		Segment 3		Segment 4	Total reportable segment	
	2023	2022	2023	2022	2023	2022	2023	2023	2022
Segment assets									
As at March 31 / December 31	<u>6,339</u>	<u>6,085</u>	<u>3,611</u>	<u>3,664</u>	<u>6</u>	<u>7</u>	<u>56</u>	<u>10,012</u>	<u>9,756</u>
Segment liabilities									
As at March 31 / December 31	<u>2,203</u>	<u>1,872</u>	<u>2,032</u>	<u>2,062</u>	<u>4</u>	<u>4</u>	<u>8</u>	<u>4,247</u>	<u>3,938</u>

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SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION

MARCH 31, 2023

Reconciliations of reportable segment profit or loss, assets

For the three-month periods ended March 31

	(Unit: Million Baht)	
	2023	2022
Profit or loss		
Total profit for reportable segments	9	(77)
Elimination of inter-segment profits	-	-
Profit before income tax	9	(77)

	(Unit: Million Baht)			
	Consolidated		Separate	
	March 31, 2023	December 31, 2022	March 31, 2023	December 31, 2022
Assets				
Segmental assets	7,075	6,799	5,947	5,636
Investments in subsidiaries	-	-	1,566	1,567
Property, plant and equipment	2,937	2,957	520	510
Total assets	10,012	9,756	8,033	7,713
Liabilities				
Total liabilities for reportable segments	4,247	3,938	2,203	1,860
Total liabilities	4,247	3,938	2,203	1,860

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION

MARCH 31, 2023

18 Basic earnings (loss) per share

The calculation of basic earnings (loss) per share for the three-month period ended March 31 were based on the profit (loss) for the periods (excluding other comprehensive income) attributable to shareholders of the Company and the weighted average number of ordinary shares outstanding during the periods as follows:

	(in thousands Baht/thousands share)			
	Consolidated		Separate	
	2023	2022	2023	2022
Profit (loss) for the period attributable to				
shareholders of the Company	14,001	(71,481)	33,386	(46,753)
Weighted average number of				
ordinary shares	1,590,957	1,590,957	1,590,957	1,590,957
Basic earnings (loss) per share	0.09	(0.045)	0.021	(0.029)
(Baht per share)				

19 Dividends

Year 2023.

On April 28, 2023, the annual general meeting of shareholders approved the omission of dividend payment for the company's operating results of the year 2022.

Year 2022.

On April 29, 2022, the annual general meeting of shareholders approved the payment of dividend at the rate of Baht 0.03 per share, totaling Baht 47.73 million, which the company has already paid to the shareholders on May 20, 2022.

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SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION

MARCH 31, 2023

20 Financial instruments

For financial assets, the book value and fair value as follows:

	(Unit : Million Baht)				
	Consolidated				
	Carrying amount	Fair Value			Total
		Level 1	Level 2	Level 3	
March 31, 2023:					
Asset					
Financial assets measured at fair value through profit or loss					
Mutual fund – debt securities	1,930	-	1,930	-	1,930
Financial assets measured at fair value through other comprehensive income					
Equity securities	665	665	-	-	665
	2,595	665	1,930	-	2,595
December 31, 2022:					
Asset					
Financial assets measured at fair value through profit or loss					
Mutual fund – debt securities	1,910	-	1,910	-	1,910
Financial assets measured at fair value through other comprehensive income					
Equity securities	737	737	-	-	737
	2,647	737	1,910	-	2,647

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SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION

MARCH 31, 2023

	(Unit : Million Baht)				
	Carrying	Separate			
	amount	Fair Value			Total
		Level 1	Level 2	Level 3	
March 31, 2023:					
Asset					
Financial assets measured at					
 fair value through profit or loss					
Mutual fund – debt securities	1,929	-	1,929	-	1,929
Financial assets measured at					
 fair value through other					
 comprehensive income					
Equity securities	665	665	-	-	665
	2,594	665	1,929	-	2,594
December 31, 2022:					
Asset					
Financial assets measured at					
 fair value through profit or loss					
Mutual fund – debt securities	1,909	-	1,909	-	1,909
Financial assets measured at					
 fair value through other					
 comprehensive income					
Equity securities	737	737	-	-	737
	2,646	737	1,909	-	2,646

The above fair value measured at the quoted prices in active markets.

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SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION

MARCH 31, 2023

21 Commitments with non-related parties

As at March 31, 2023 the Group/Company had commitments as follows:

	(Unit: Million Baht)	
	Consolidated	Separate
Capital commitments: -		
Not provide for		
Condominium	4	4
Camp and other buildings	11	11
Cost of construction building for service room	544	-
Total	559	15
Other commitments: -		
Subcontractor agreements	1,814	1,814
Letters of guarantee from banks for purchasing inventories, utilities usage, guarantee the work performance and advance received from customers	1,858	1,858
Total	3,672	3,672

The subsidiary (SCR Assets Management Co., Ltd.) had commitment under the technical consulting agreement and the service apartment management with other company, requiring consulting fee and service including conditions according to the agreements.

The subsidiary (CSM Capital Partners Co., Ltd.) had commitment under the room management agreement with other company, requiring management fee and conditions according to the agreements.

As at March 31, 2023 the Group had unutilized credit facilities obtaining from domestic financial institutions totaling Baht 2,103 million.

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION****MARCH 31, 2023****22 Contingent liabilities and assets****Litigations**

As at March 31, 2023, contingent liabilities were as follows:

- The Company was sued by other person regarding the tort and claiming a compensation of construction and guarantee in the amount of Baht 2.55 million at the sue date. Subsequently, the Court of Appeal ordered the Company to jointly demolish and pay damages of Baht 100,000 with interest rate 7.5% per annum from September 23, 2013, onwards and monthly damages of Baht 5,000 onwards until the demolition will be completed. On December 5, 2018, the Company has filed a petition to the Supreme Court, which on October 28, 2020, the Supreme Court ruled in accordance with the Appeal Court. On March 31, 2023, the Company already recorded the provision on the above lawsuits amounting to Baht 0.74 million. Currently, the case has been completed.
- On June 28, 2011, the Black case no. 2398/2554, the Company and Mivan (Thailand) Co., Ltd., as the plaintiff, sued National Housing Authority regarding false of construction agreement and claimed a compensation in the amount of Baht 850 million at the sue date. On September 7, 2012, as Black case no. 2206/2555, the Company sued National Housing Authority to the Federal Administrative Court. The sued amount was Baht 874 million and on July 7, 2015, the Black case no.1218/2558, the National Housing Authority as the plaintiff, sued the Company regarding false of construction agreement and claimed a compensation in the amount of Baht 63 million at the sue date. The Administrative Court ordered to include this consideration with Black Case No. 2206/2555, Subsequently, on August 10, 2018, the Administrative Court ordered the Company made a payment to the National Housing Authority of Baht 25.32 million with interest rate 7.5% per annum for the principal of Baht 21.25 million from July 7, 2015, until the settlement was completed and ordered the National Housing Authority returned three letters of guarantee to the Company. On September 6, 2018, the Company filed an appeal with the Court. As of May 12, 2023, the case has been in the process of the Court’s consideration, the result has not been finalized. However, on March 31, 2023, the Company already recorded the provision on the above lawsuits amounting to Baht 32.33 million (inclusive interest).
- On March 13, 2019, the Company was sued by one customer claiming damage a compensation of construction due to breach of contract amounting to Baht 247.65 million with interest rate 7.5% per annum from the filing date onward. Subsequently, on June 20, 2019, the Company submitted an answer to the court and counterclaimed the plaintiff with amounting to Baht 78.55 million. On 29 September 2022, the Court of First Instance dismissed the plaintiff to pay the Company 71.81 million baht plus interest Currently, the Company is in process of submitting an appealed to the court.

SYNTEC CONSTRUCTION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION****MARCH 31, 2023**

- On May 31, 2019, the Company and the subsidiary were sued for infringement and claiming damage a compensation by an insurance company regarding construction claim amounting to Baht 0.42 million. Subsequently, On November 24, 2020, the Court of First Instance dismissed the case against the Company and its subsidiary, On April 19, 2022, the Court of Appeal upheld the judgment of the Court of First Instance dismissing the lawsuit against the Company. Currently, the case is under consideration of the Supreme Court.
- On December 4, 2019, the Company was sued for breach of contract and claiming damage by a condominium juristic person claim amounting to Baht 4.20 million with interest rate of 7.5% per annum from the filing date onwards until the payment was completed. On March 22, 2023, the company has entered into a compromise agreement to pay Baht 0.50 million. Currently, the case has been completed.
- On November 19, 2020, the Subsidiary was sued for breach of contract and claiming damage by a company claim amounting to Baht 22.94 million with interest rate 7.5% per annum from the filing date onwards until the payment was completed. Subsequently, on January 19, 2021, the Subsidiary has submitted an answer to the court. On July 27, 2022, the Court of First Instance ordered the subsidiary to pay Baht 10 million plus interest at the rate of 7.5% starting from October 24, 2021 until April 10, 2021 and 5% per year from April 11, 2021 onwards. Currently, the case is under consideration of the Appeal Court.
- On December 16, 2020, the Company was sued for infringement and claiming damage a compensation by one non-related person claim amounting to Baht 3.45 million with interest rate 7.5% of damages Baht 1.55 million from the filing date onwards. Subsequently, the Company has submitted an answer to the court. On February 28, 2022, the Court of First Instance ordered the company to paying Baht 1.29 million with interest rate 5% per annum. On June 28, 2022, the Company appealed to the court. As of May 12, 2023, the case has been in the process of the Court's consideration, the result has not been finalized. However, on March 31, 2023, the Company already recorded the provision on the above lawsuits amounting to Baht 1.37 million (inclusive interest)
- On December 26, 2022, the Company was sued for breach of contract and claim amounting to Baht 35.16 million. On March 24, 2023, the Company submitted an answer to the court. On April 24, 2023, The Court fixes the day for settlement of issues. On November 28,29, 2023, an appointment is scheduled to take plaintiff's evidence. On November 30, 2023, an appointment is scheduled to take defendant's evidence.

23 Approval of Interim financial information

These interim consolidated and separate financial information were authorized for issue by the Board of Directors on May 12, 2023.