

Civil Engineering Public Company Limited and its subsidiaries
Review report and interim financial information
For the three-month period ended 31 March 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Civil Engineering Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Civil Engineering Public Company Limited and its subsidiaries as at 31 March 2022, the related consolidated statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Civil Engineering Public Company Limited for the same period (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

Klot Suwantarangsri
Certified Public Accountant (Thailand) No. 8025

EY Office Limited
Bangkok: 13 May 2022

Civil Engineering Public Company Limited and its subsidiaries

Statements of financial position

As at 31 March 2022

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>31 March 2022</u>	<u>31 December 2021</u>	<u>31 March 2022</u>	<u>31 December 2021</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		921,236	697,817	200,583	310,983
Trade and other receivables	2, 3	523,780	617,560	435,701	234,439
Contract assets					
Unbilled receivables	4	2,973,653	2,573,320	1,530,691	1,054,955
Retention receivables		381,818	276,471	165,278	116,942
Short-term loans to a related party	2	-	-	200,000	100,000
Inventories and construction supplies		258,291	205,401	135,521	68,848
Advance payment to contractors and deposit for purchases of goods	2	178,214	370,904	182,118	156,967
Other current financial assets	5	500,079	-	500,079	-
Other current assets		201,534	121,977	125,192	59,401
Total current assets		5,938,605	4,863,450	3,475,163	2,102,535
Non-current assets					
Restricted bank deposits	6	345,941	336,072	186,663	195,049
Investments in subsidiaries	7	-	-	700,980	699,980
Investment properties		136,184	140,236	-	-
Property, plant and equipment	9	893,051	946,027	240,210	254,178
Right-of-use assets		143,670	117,768	78,898	81,392
Intangible assets		3,929	4,161	3,889	4,139
Deferred tax assets		26,351	25,140	6,684	5,541
Other non-current assets		75,586	93,455	13,610	13,427
Total non-current assets		1,624,712	1,662,859	1,230,934	1,253,706
Total assets		7,563,317	6,526,309	4,706,097	3,356,241

The accompanying notes are an integral part of the interim financial statements.

Civil Engineering Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 March 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	10	1,393,928	1,646,067	553,161	556,607
Trade and other payables	2	1,531,587	1,420,858	991,679	652,138
Short-term loans from a related party	2	-	-	10,000	10,000
Current portion of lease liabilities		66,109	61,302	35,543	39,464
Current portion of long-term loans from financial institutions	11	204	289	204	289
Retention payables		255,019	214,978	68,197	57,375
Contract liabilities					
Construction revenue received in advance		-	11,320	-	11,320
Advances received from hirers		2,276,545	2,117,569	1,448,447	1,381,187
Income tax payable		17,935	10,983	2,955	15
Provision for liabilities arising from legal cases	12	47,828	48,025	-	-
Other current liabilities		49,663	26,818	17,030	7,847
Total current liabilities		5,638,818	5,558,209	3,127,216	2,716,242
Non-current liabilities					
Lease liabilities - net of current portion		118,290	107,152	30,777	35,285
Provision for warranty on construction projects		21,316	15,903	11,872	6,395
Provision for long-term employee benefits		73,361	72,366	35,842	35,171
Other non-current liabilities		582	582	-	-
Total non-current liabilities		213,549	196,003	78,491	76,851
Total liabilities		5,852,367	5,754,212	3,205,707	2,793,093

The accompanying notes are an integral part of the interim financial statements.

Civil Engineering Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 March 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital	13				
Registered					
700,000,000 ordinary shares of Baht 1 each		700,000	700,000	700,000	700,000
Issued and fully paid					
700,000,000 ordinary shares of Baht 1 each (31 December 2021: 500,000,000 ordinary shares of Baht 1 each)		700,000	500,000	700,000	500,000
Share premium	13	698,535	-	698,535	-
Deficit on business combination under common control		(77,880)	(77,880)	-	-
Retained earnings					
Appropriated - statutory reserve		35,000	35,000	35,000	35,000
Unappropriated		355,295	314,977	66,855	28,148
Total shareholders' equity		1,710,950	772,097	1,500,390	563,148
Total liabilities and shareholders' equity		7,563,317	6,526,309	4,706,097	3,356,241

The accompanying notes are an integral part of the interim financial statements.

Directors

(Unaudited but reviewed)

Civil Engineering Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three-month period ended 31 March 2022

(Unit: Thousand Baht, except earnings per share expressed in Baht)

	<u>Note</u>	Consolidated financial statements		Separate financial statements	
		<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Profit or loss:					
Revenues					
Revenues from construction services		1,608,864	1,110,992	991,570	384,368
Sales of construction materials		31,318	67,399	22,049	13,522
Rental income		4,100	3,803	11,252	13,591
Other income		5,137	4,626	3,740	11,999
Total revenues		<u>1,649,419</u>	<u>1,186,820</u>	<u>1,028,611</u>	<u>423,480</u>
Expenses					
Cost of construction services		1,477,809	966,391	908,217	306,185
Cost of sales of construction materials		29,038	63,832	19,422	13,158
Cost of rent		2,528	2,590	4,633	8,596
Administrative expenses		81,711	64,348	49,219	37,186
Total expenses		<u>1,591,086</u>	<u>1,097,161</u>	<u>981,491</u>	<u>365,125</u>
Operating profit		<u>58,333</u>	<u>89,659</u>	<u>47,120</u>	<u>58,355</u>
Finance income		150	166	1,969	70
Finance cost		(1,187)	(1,794)	(541)	(914)
Operating profit		<u>57,296</u>	<u>88,031</u>	<u>48,548</u>	<u>57,511</u>
Income tax expenses		(16,978)	(18,883)	(9,841)	(11,469)
Profit for the period		<u>40,318</u>	<u>69,148</u>	<u>38,707</u>	<u>46,042</u>
Other comprehensive income:					
Other comprehensive income for the period		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u>40,318</u>	<u>69,148</u>	<u>38,707</u>	<u>46,042</u>
Basic earnings per share	14				
Profit attributable to equity holders of the Company		<u>0.06</u>	<u>0.14</u>	<u>0.06</u>	<u>0.09</u>

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Civil Engineering Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	Consolidated financial statements					
	Issued and		Deficit on business combination under common control	Retained earnings		Total shareholders' equity
	fully paid-up share capital	Share premium		Appropriated	Unappropriated	
Balance as at 1 January 2021	500,000	-	(77,880)	28,500	608,811	1,059,431
Total comprehensive income for the period	-	-	-	-	69,148	69,148
Dividend paid	-	-	-	-	(300,000)	(300,000)
Balance as at 31 March 2021	500,000	-	(77,880)	28,500	377,959	828,579
Balance as at 1 January 2022	500,000	-	(77,880)	35,000	314,977	772,097
Total comprehensive income for the period	-	-	-	-	40,318	40,318
Increase share capital (Note 13)	200,000	720,000	-	-	-	920,000
Transaction costs (Note 13)	-	(21,465)	-	-	-	(21,465)
Balance as at 31 March 2022	700,000	698,535	(77,880)	35,000	355,295	1,710,950

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Civil Engineering Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	Separate financial statements				
	Issued and fully paid-up share capital	Share premium	Retained earnings		Total shareholders' equity
			Appropriated	Unappropriated	
Balance as at 1 January 2021	500,000	-	28,500	394,333	922,833
Total comprehensive income for the period	-	-	-	46,042	46,042
Dividend paid	-	-	-	(300,000)	(300,000)
Balance as at 31 March 2021	500,000	-	28,500	140,375	668,875
Balance as at 1 January 2022	500,000	-	35,000	28,148	563,148
Total comprehensive income for the period	-	-	-	38,707	38,707
Increase share capital (Note 13)	200,000	720,000	-	-	920,000
Transaction costs (Note 13)	-	(21,465)	-	-	(21,465)
Balance as at 31 March 2022	700,000	698,535	35,000	66,855	1,500,390

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Civil Engineering Public Company Limited and its subsidiaries**Cash flow statements****For the three-month period ended 31 March 2022**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Cash flows from operating activities				
Profit before tax	57,296	88,031	48,548	57,511
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	67,547	61,403	22,921	19,002
Gain on sales/write-off of machinery and equipment	(3,214)	(3,855)	(1,890)	(2,836)
Provision for warranty on construction projects	5,477	170	5,477	-
Provision for long-term employee benefits	1,310	1,344	671	679
Unrealised loss (gain) on foreign exchange	(197)	1,856	-	-
Gain on fair value adjustments of financial assets	(79)	-	(79)	-
Finance income	(150)	(166)	(1,969)	(70)
Finance cost	1,187	1,794	541	914
Profit from operating activities before changes in operating assets and liabilities	129,177	150,577	74,220	75,200
Operating assets (increase) decrease				
Trade and other receivables	93,588	252,683	(202,407)	(5,465)
Unbilled receivables	(400,333)	(338,255)	(475,736)	(74,501)
Retention receivables	(105,347)	(23,175)	(48,336)	(18,016)
Inventories and construction supplies	(52,890)	(53,012)	(66,673)	(7,663)
Advance payment to contractors and deposit for purchases of goods	192,691	31,083	(25,152)	19,233
Other current assets	(51,009)	(17,382)	(64,433)	(7,725)
Other non-current assets	60	(790)	(184)	(408)
Operating liabilities increase (decrease)				
Trade and other payables	109,960	176,352	339,118	60,656
Retention payables	40,041	11,373	10,822	10,550
Construction revenue received in advance	(11,320)	18,590	(11,320)	15,912
Advances received from hirers	158,976	1,106,112	67,260	1,141,208
Other current liabilities	22,845	66,034	9,183	74,965
Payment of warranty claim	(64)	(1,171)	-	(86)
Payment of long-term employee benefits	(314)	(120)	-	(120)
Other non-current liabilities	-	86	-	-
Cash flows from (used in) operating activities	126,061	1,378,985	(393,638)	1,283,740
Cash paid for interest expenses	(789)	(1,191)	(960)	(3,189)
Proceed from refund of corporate income tax	15,596	-	-	-
Cash paid for corporate income tax	(32,208)	(25,583)	(4,037)	(15,741)
Net cash flows from (used in) operating activities	108,660	1,352,211	(398,635)	1,264,810

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Civil Engineering Public Company Limited and its subsidiaries**Cash flow statements (continued)****For the three-month period ended 31 March 2022**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Cash flows from investing activities				
Decrease (increase) in restricted bank deposits	(9,869)	(119,875)	8,386	(128,453)
Increase in short-term loans to a related party	-	-	(100,000)	-
Cash paid for acquisition of investments in open-end funds	(500,000)	-	(500,000)	-
Cash paid for purchases of building improvements and equipment	(5,370)	(23,238)	(2,057)	(9,149)
Cash paid for purchases of intangible assets	(21)	-	-	-
Proceeds from sales of machinery and equipment	7,724	10,986	2,262	8,645
Cash paid for investment in a subsidiary	-	-	(1,000)	-
Cash received from interest	341	204	3,115	67
Net cash flows used in investing activities	(507,195)	(131,923)	(589,294)	(128,890)
Cash flows from financing activities				
Increase (decrease) in short-term loans from financial institutions	(252,139)	(65,480)	(3,446)	24,647
Decrease in short-term loans from a related party	-	-	-	(20,000)
Payment of lease liabilities	(18,991)	(25,584)	(12,109)	(11,612)
Repayment of long-term loans from financial institutions	(85)	(3,032)	(85)	(275)
Proceeds from increase in share capital	920,000	-	920,000	-
Transaction costs on issue of shares	(26,831)	-	(26,831)	-
Net cash flows from (used in) financing activities	621,954	(94,096)	877,529	(7,240)
Net increase (decrease) in cash and cash equivalents	223,419	1,126,192	(110,400)	1,128,680
Cash and cash equivalents at beginning of period	697,817	274,266	310,983	92,659
Cash and cash equivalents at end of period	921,236	1,400,458	200,583	1,221,339

Supplemental disclosures of cash flow information

Non-cash transactions

Increase in right-of-use assets due to entering into

lease agreements	34,232	25,283	3,271	16,485
Transfer property, plant and equipment to investment properties	-	7,765	-	-
Transfer right-of-use assets to property, plant and equipment	1,667	33,800	1,667	8,582
Transfer investment properties to property, plant and equipment	2,033	-	-	-

The accompanying notes are an integral part of the interim financial statements.

Civil Engineering Public Company Limited and its subsidiaries
Notes to interim consolidated financial statements
For the three-month period ended 31 March 2022

1. General information

1.1 Basis for preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

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

1.2 Basis for consolidation

The interim consolidated financial statements include the financial statements of Civil Engineering Public Company Limited ("the Company") and its subsidiaries companies ("the subsidiaries") (collectively "the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2021, with change in shareholding structure of subsidiaries during the current period as described in Note 7 to interim financial statements.

1.3 Significant accounting policies

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

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Group's financial statements.

2. Related party transactions

During the period, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Summaries significant business transactions with related parties as follows.

(Unit: Thousand Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Sales of construction materials	-	-	11,025	4,790
Rental income	-	-	11,090	13,364
Distribution income	-	-	366	522
Management fee income	-	-	1,143	8,642
Wages income	-	-	7,859	11,333
Interest income	-	-	1,899	-
Cost of construction services	-	-	21,519	11,394
Purchase of construction materials	-	-	218,901	-
Management fee	-	-	1,558	1,344
Interest expenses	-	-	136	463
<u>Transactions with related parties</u>				
Rental income	98	98	-	-
Rental expenses	1,633	1,633	619	619
<u>Transactions with joint arrangements</u>				
Revenue from construction services	49,732	-	42,651	-
Management fee income	306	-	306	-
Cost of construction services	45,762	-	38,964	-

(Unaudited but reviewed)

The balances of the accounts between the Group and those related parties are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
		(Audited)		(Audited)
<u>Trade and other receivables - related parties (Note 3)</u>				
Subsidiaries	-	-	185,984	150,968
Related companies (joint arrangements)	3,666	147,023	71	2,516
Total trade and other receivables - related parties	3,666	147,023	186,055	153,484
<u>Deposit for purchases of goods - related party</u>				
Subsidiary	-	-	34,222	41,044
<u>Trade and other payables - related parties</u>				
Subsidiaries	-	-	158,378	75,918
Related companies (joint arrangement)	12,196	147,481	-	-
Total trade and other payables - related parties	12,196	147,481	158,378	75,918
<u>Lease liabilities - related parties</u>				
Related companies (by common directors)	5,238	5,743	4,096	4,435
Related party (Directors and close relative)	85,143	85,973	20,152	20,201
Total lease liabilities - related parties	90,381	91,716	24,248	24,636

Short-term loans to a related party

(Unit: Thousand Baht)

		Separate financial statements			
		Balance as at	Increase	Decrease	Balance as at
Short-term loans	Related by	31 December 2021	during the period	during the period	31 March 2022
to a related party		(Audited)			
Civil Construction Services					
& Products Company					
Limited	Subsidiary	100,000	100,000	-	200,000

Short-term loans to the subsidiary are unsecured, carrying interest at a rate of 5.5% per annum and repayable at call.

(Unaudited but reviewed)

Short-term loans from a related party

(Unit: Thousand Baht)

		Separate financial statements			
Short-term loans		Balance as at	Increase	Decrease	Balance as at
from a related party	Related by	31 December 2021	during the period	during the period	31 March 2022
		(Audited)			
The C.E.C. Construction					
Company Limited	Subsidiary	10,000	-	-	10,000

Short-term loans from the subsidiary are unsecured, carrying interest at a rate of 5.5% per annum and repayable at call.

Benefits of key directors and management

(Unit: Thousand Baht)

		For the three-month periods ended 31 March			
		Consolidated		Separate	
		financial statements		financial statements	
		<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Short-term employee benefits		5,207	7,899	5,207	7,899
Post-employment benefits		241	237	241	237
Total		5,448	8,136	5,448	8,136

Guarantee obligations with related parties

The Group had outstanding guarantee obligations with its related parties, as described in Note 16.4 to the interim financial statements.

3. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
		(Audited)		(Audited)
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	3,595	144,507	12,507	8,370
Past due				
Up to 3 months	-	-	17,299	31,709
3 - 6 months	-	-	31,709	21,137
6 - 12 months	-	-	35,501	18,199
Over 12 months	-	-	3,835	-
Total trade receivables - related parties, net	3,595	144,507	100,851	79,415
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	393,552	270,452	195,039	67,428
Past due				
Up to 3 months	75,751	171,933	41,993	2,081
3 - 6 months	25,402	12,408	1,430	137
6 - 12 months	11,710	13,150	195	9,419
Over 12 months	13,396	2,188	10,909	1,670
Total trade receivables - unrelated parties	519,811	470,131	249,566	80,735
Total trade receivables	523,406	614,638	350,417	160,150
<u>Other receivables</u>				
Other receivables - related parties	71	2,516	83,305	71,173
Other receivables - unrelated parties	185	95	30	22
Interest receivables - related parties	-	-	1,899	2,896
Interest receivables - unrelated parties	118	311	50	198
Total other receivables	374	2,922	85,284	74,289
Total trade and other receivables	523,780	617,560	435,701	234,439

The Group has assigned the rights of claim on certain trade receivables arising from construction contracts to financial institutions for repayments of short-term and long-term loans, as described in Notes 10 and 11 to the interim financial statements, respectively.

(Unaudited but reviewed)

4. Contract assets - unbilled receivables

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
	(Audited)		(Audited)	
Period to expected billing				
In up to 3 months	1,433	1,028	600	294
In over 3 and up to 12 months	1,541	1,545	931	761
Total unbilled receivables	2,974	2,573	1,531	1,055

Rights over collection of certain unbilled receivables from construction projects of the Group have been used to secure the credit facilities obtained from financial institutions as described in Notes 10 and 11 to the interim financial statements.

5. Other current financial assets

	(Unit: Thousand Baht)
	Consolidated /
	Separate
	financial statements
	31 March 2022
<u>Financial assets measured at fair value through profit or loss</u>	
Investments in open-end funds	500,079

The Company has investments in mutual fund. The fund focuses on investing in bonds issued by the government or corporate, money market instrument and deposit at banks.

Fair value shown above is a level 2 fair value measurement.

6. Restricted bank deposits

These represent saving deposits and fixed deposits pledged with the financial institutions to secure credit facilities and guarantees facilities obtained from financial institutions of the Group.

7. Investments in subsidiaries

Company's name	Paid-up capital		Shareholding percentage		Cost	
	31 March	31 December	31 March	31 December	31 March	31 December
	2022	2021	2022	2021	2022	2021
			(%)	(%)		(Audited)
Civil Construction Services & Products Company Limited	500,000	500,000	100	100	499,980	499,980
The C.E.C. Construction Company Limited	200,000	200,000	100	100	200,000	200,000
CCSP-THECEC Joint Venture	-	-	100	-	-	-
CIVIL S.T.T. Company Limited	1,000	-	100	-	1,000	-
Total					700,980	699,980

In 2021, Civil Construction Services & Products Company Limited, a subsidiary, and The C.E.C. Construction Company Limited, a subsidiary, established CCSP-THECEC Joint Venture, which is principally engaged in the provision of construction services, in which the subsidiaries hold 51% and 49% interest, respectively in the joint venture. The Company treats this joint venture as a subsidiary in the consolidated financial statement preparation. In January 2022, the joint venture entered into the contractual agreement with the hirer.

On 25 February 2022, the Company's Board of Directors' meeting passed a resolution to establish CIVIL S.T.T. Company Limited, which is principally engaged in the provision of construction services. This company has a registered share capital of Baht 1 million (10,000 ordinary shares of Baht 100 each). The Company registered the establishment with the Ministry of Commerce on 25 March 2022.

8. Joint arrangement - Joint operation

On 31 March 2022, financial information of the Company only and the joint arrangement which is the joint operation are presented including in the separate financial statements as below.

	(Unit: Thousand Baht)			
		The joint		Separate financial
	The Company only	arrangement	Elimination entries	statements
Summarised information about financial position:				
Current assets	3,327,282	150,152	(2,271)	3,475,163
Non-current assets	1,230,934	-	-	1,230,934
Current liabilities	2,979,845	149,642	(2,271)	3,127,216
Non-current liabilities	78,491	-	-	78,491
Unappropriated retained earnings	66,344	511	-	66,855

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the three-month period ended 31 March 2022

	The Company only	The joint arrangement	Elimination entries	Separate financial statements
Summarised information about profit or loss:				
Total revenues	986,224	42,651	(264)	1,028,611
Total expenses	(939,670)	(42,085)	264	(981,491)
Operating profit	46,554	566	-	47,120
Finance income	1,969	-	-	1,969
Finance cost	(541)	-	-	(541)
Profit before income tax expenses	47,982	566	-	48,548
Income tax expenses	(9,727)	(114)	-	(9,841)
Profit for the period	38,255	452	-	38,707

9. Property, plant and equipment

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2021	946,027	254,178
Acquisitions during the period - at cost	6,445	3,310
Transfer from investment properties	2,033	-
Transfer from right-of-use assets	1,667	1,667
Depreciation for the period	(58,611)	(18,573)
Disposals/write-off - net book value	(4,510)	(372)
Net book value as at 31 March 2022	893,051	240,210

As at 31 March 2022, the subsidiaries have pledged plant and equipment with net book value of approximately Baht 72 million as collateral against credit facilities obtained from financial institutions.

10. Short-term loans from financial institutions

These loans are guaranteed by related companies, directors of the Group, directors of the related companies and a family member of a director of the Group, and secured by the mortgage of land with structures thereon of the Group's directors, bank deposits of the Group and the transfer of rights of claim over collections for work done under construction contracts of the Group.

11. Long-term loans from financial institutions

These loans are guaranteed by related companies, directors of the Group, directors of the related companies and a family member of a director of the Group, and secured by the mortgage of land with structures thereon of the Group's directors and a family member of a director of the Company, bank deposits of the Group and, the transfer of rights of claim over collections of work done under construction contracts of the Group.

As at 31 March 2022, the Group has no long-term credit facilities which have not yet been drawn down.

12. Provision for liabilities arising from legal cases

The balance of account is a provision for a case in which the subsidiary was sued by a financial institution as a joint operator of a joint venture, which breached the conditions of the promissory notes relating to a payment to the financial institution. The Court ordered all joint operators and guarantors to pay a total of USD 1.4 million to the financial institution. Currently, the financial institution has not yet taken enforcement action to claim this compensation from the subsidiary. However, the management believes that the subsidiary will have significant obligations as result of this case, and the subsidiary has therefore set aside a provision for the case in its accounts.

13. Share capital

(Unaudited but reviewed)

During 19 to 21 January 2022, the Company made an initial public offering of 200,000,000 newly issued ordinary shares with a par value of Baht 1 each, at an offering price of Baht 4.6 per share, amounting to Baht 920 million. Subsequently, on 24 January 2022, the Company received full payments of the additional capital. On 25 January 2022, the Company registered the increase of its issued and paid-up share capital from Baht 500 million (500,000,000 ordinary shares with a par value of Baht 1 each) to Baht 700 million (700,000,000 ordinary shares with a par value of Baht 1 each) with the Ministry of Commerce. The Stock Exchange of Thailand approved the Company's ordinary shares as listed securities, with trading permitted on 27 January 2022.

The Company incurred transaction costs amounting to approximately Baht 22 million (net of income tax of Baht 5 million), and these expenses were recorded as a deduction against share premium.

14. Basic earnings per share

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

The following table set forth the computation of basic earnings per share:

	For the three-month period ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Profit for the period attributable to equity holders of the Company (Thousand Baht)	40,318	69,148	38,707	46,042
Weighted average number of ordinary share (Thousand shares)	644,444	500,000	644,444	500,000
Basic earnings per share (Baht per share)	0.06	0.14	0.06	0.09

15. Segment information

The Group is organised into business units based on their products and services. During the current period, the Group has not changed the organisation of their reportable segments from the last annual financial statements.

The revenue and profit information by segment in the consolidated financial statements are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 31 March									
	Construction		Sales of construction		Rental				Consolidated	
	services segment		materials segment		services segment		Eliminations		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenues from external customers	1,608,864	1,110,992	31,318	67,399	4,100	3,803	-	-	1,644,282	1,182,194
Inter-segment revenues	-	-	263,874	6,076	28,664	23,918	(292,538)	(29,994)	-	-
Total revenues	<u>1,608,864</u>	<u>1,110,992</u>	<u>295,192</u>	<u>73,475</u>	<u>32,764</u>	<u>27,721</u>	<u>(292,538)</u>	<u>(29,994)</u>	<u>1,644,282</u>	<u>1,182,194</u>
Segment profit	131,055	144,601	2,280	3,566	1,572	1,214	-	-	134,907	149,381
Unallocated revenues and expenses:										
Other income									5,137	4,626
Finance income									150	166
Administrative expenses									(81,711)	(64,348)
Finance cost									(1,187)	(1,794)
Income tax expenses									<u>(16,978)</u>	<u>(18,883)</u>
Profit for the period									40,318	69,148

16. Commitments and contingent liabilities**16.1 Project construction cost commitments**

As at 31 March 2022, the Group has entered into various agreements with subcontractors in respect of project construction cost totaling Baht 2,459 million (The Company only: Baht 783 million).

16.2 Service commitments

The Group had commitments under security services and cleaning services. The terms of the agreements are generally between 1 and 2 years.

As at 31 March 2022, future minimum payments required under these non-cancellable service contracts totaling Baht 3 million (The Company only: Baht 1 million).

16.3 Guarantees

- a) As at 31 March 2022, the subsidiaries have guaranteed bank credit facilities of the Company amounting to Baht 123 million.
- b) As at 31 March 2022, there were outstanding bank guarantees issued by banks on behalf of the Group in respect of certain performance bonds as required in the normal course of the Group's business. The details of the bank guarantees are as follows:

	(Unit: Thousand Baht)	
	The Group	The Company only
Guarantee of construction and bidding contracts	2,509,555	1,493,231
Guarantee of advance payment bond and retention	3,836,126	1,850,998
Other guarantees	46,462	7,286
Total	6,392,143	3,351,515

16.4 Litigation

During the current period, there have been no significant changes with respect to the litigation, disputes, and contingent liabilities as disclosed in Notes 34.5 to the consolidated financial statements for the year 2021.

17. Events after the reporting period

On 25 April 2022, the Company's Annual General Meeting approved a dividend payment to the shareholders at a rate of Baht 0.02 per share, for a total of Baht 14 million. Dividends will be distributed in May 2022.

18. Approval of interim financial information

These interim financial information were authorised for issue by the Company's Board of Directors on 13 May 2022.