

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
**AUDITOR'S REPORT AND INTERIM FINANCIAL INFORMATION**  
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021  
(UNAUDITED/REVIEWED ONLY)



## AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders of Qualitech Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Qualitech Public Company Limited and subsidiaries and of Qualitech Public Company Limited as at September 30, 2021, the related consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended September 30, 2021, consolidated and separate statements of changes in shareholders' equity, and consolidated and separate statements of cash flows for the nine-month periods then ended and the condensed notes to financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information, in all material respects, in accordance with Thai Accounting Standard No.34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my reviews.

### Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements No. 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements 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 on this reviewed interim financial information.

### Conclusion

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

D I A International Audit Co., Ltd.

(Mrs. Suvimol Chrityakierne)

C.P.A. (Thailand)

Registration No. 2982

November 11, 2021

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2021

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		September 30, 2021	December 31, 2020	September 30, 2021	December 31, 2020
		(Unaudited /Reviewed only)	(Audited)	(Unaudited /Reviewed only)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		36,302,613.61	27,265,522.09	18,497,229.73	21,665,715.73
Trade and other current receivables	6	70,571,098.89	99,029,961.23	65,759,814.22	97,121,675.48
Contract assets	7	72,055,684.75	66,290,814.88	72,542,678.21	65,857,325.88
Inventories		9,515,726.42	8,835,701.01	5,493,427.49	6,151,373.08
Other current financial assets	8	113,059,775.27	95,763,792.44	113,059,775.27	95,763,792.44
Assets classified as held for sale	9	0.00	13,737,747.24	0.00	10,249,385.00
<b>Total current assets</b>		<b>301,504,898.94</b>	<b>310,923,538.89</b>	<b>275,352,924.92</b>	<b>296,809,267.61</b>
<b>Non-current assets</b>					
Investment in subsidiaries	10	0.00	0.00	28,487,050.00	18,513,100.00
Property, plant and equipment	11	164,245,935.74	177,244,444.08	162,658,888.12	175,547,070.42
Right-of-use assets	12	14,343,440.80	14,924,254.27	14,343,440.80	14,924,254.27
Goodwill		4,844,339.37	4,844,339.37	0.00	0.00
Other intangible assets other than goodwill		1,933,584.07	2,260,027.37	1,933,584.07	2,260,027.37
Deferred tax assets		2,041,079.98	2,813,692.50	2,027,366.12	2,654,169.65
Income tax for refund		5,075,526.96	3,359,198.15	5,033,937.12	3,341,124.10
Others non-current assets	13	391,913.38	328,213.38	330,773.38	1,491,073.38
<b>Total non-current assets</b>		<b>192,875,820.30</b>	<b>205,774,169.12</b>	<b>214,815,039.61</b>	<b>218,730,819.19</b>
<b>Total assets</b>		<b>494,380,719.24</b>	<b>516,697,708.01</b>	<b>490,167,964.53</b>	<b>515,540,086.80</b>

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (Cont'd)

AS AT SEPTEMBER 30, 2021

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		September 30, 2021 (Unaudited /Reviewed only)	December 31, 2020 (Audited)	September 30, 2021 (Unaudited /Reviewed only)	December 31, 2020 (Audited)
<b>Liabilities and shareholders' equity</b>					
Current liabilities					
Trade and other current payables	14	33,237,956.05	32,929,927.26	33,122,107.30	32,842,146.49
Current portion of lease liabilities	15	3,029,768.27	3,003,458.44	3,029,768.27	3,003,458.44
Liabilities included with asset classified as held for sale	9	0.00	276,817.55	0.00	0.00
<b>Total current liabilities</b>		<b>36,267,724.32</b>	<b>36,210,203.25</b>	<b>36,151,875.57</b>	<b>35,845,604.93</b>
<b>Non-current liabilities</b>					
Lease liabilities	15	4,442,035.09	6,028,058.87	4,442,035.09	6,028,058.87
Non-current provisions for employee benefit	16	25,219,415.17	27,309,774.24	25,150,845.87	27,183,438.07
<b>Total non-current liabilities</b>		<b>29,661,450.26</b>	<b>33,337,833.11</b>	<b>29,592,880.96</b>	<b>33,211,496.94</b>
<b>Total liabilities</b>		<b>65,929,174.58</b>	<b>69,548,036.36</b>	<b>65,744,756.53</b>	<b>69,057,101.87</b>

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (Cont'd)

AS AT SEPTEMBER 30, 2021

Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2021	December 31, 2020	September 30, 2021	December 31, 2020
	(Unaudited /Reviewed only)	(Audited)	(Unaudited /Reviewed only)	(Audited)
<b>Liabilities and shareholders' equity</b>				
<b>Shareholders' equity</b>				
Share capital				
Authorized share capital				
98,568,485 common shares of				
	Baht 1 each	98,568,485.00	98,568,485.00	98,568,485.00
Issued and paid-up share capital				
98,568,485 common shares of				
	Baht 1 each	98,568,485.00	98,568,485.00	98,568,485.00
	Share premium on ordinary shares	75,175,543.40	75,175,543.40	75,175,543.40
	Equity-settled share-based payment reserve	10,680,188.03	10,680,188.03	10,680,188.03
Retained earnings				
	Appropriated - legal reserve	10,346,848.50	10,346,848.50	10,346,848.50
	Unappropriated	17 229,787,121.44	252,559,198.09	229,652,143.07
	<b>Total owners of the Company</b>	424,558,186.37	447,330,263.02	424,423,208.00
	Non-controlling interests	3,893,358.29	(180,591.37)	0.00
	<b>Total shareholders' equity</b>	428,451,544.66	447,149,671.65	424,423,208.00
	<b>Total liabilities and shareholders' equity</b>	494,380,719.24	516,697,708.01	490,167,964.53

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIODS ENDED SEPTEMBER 30, 2021

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2021	2020	2021	2020
Sales and services income		106,443,631.89	101,632,413.43	102,158,365.18	99,740,046.21
Cost of sale and services		(81,492,739.52)	(82,241,468.92)	(79,667,747.53)	(81,001,943.80)
Gross profit		24,950,892.37	19,390,944.51	22,490,617.65	18,738,102.41
Other income					
Dividend income		0.00	0.00	0.00	8,999,460.00
Others		795,439.71	717,399.77	1,613,346.62	914,898.99
Distribution costs		(2,759,376.31)	(2,978,979.52)	(2,315,597.91)	(2,818,455.54)
Administrative expenses		(17,121,037.19)	(16,855,366.42)	(16,566,899.91)	(16,404,537.14)
Profit from operating activities		5,865,918.58	273,998.34	5,221,466.45	9,429,468.72
Finance costs		(175,594.42)	(202,024.36)	(175,095.14)	(202,024.36)
Profit before income tax expense		5,690,324.16	71,973.98	5,046,371.31	9,227,444.36
Tax (expense) income	18	(375,781.18)	(102,823.39)	206,714.87	(102,823.39)
Profit (loss) for the period from continuing operations		5,314,542.98	(30,849.41)	5,253,086.18	9,124,620.97
Profit for the period from discontinued operations		0.00	329,472.75	0.00	0.00
Profit for the period		5,314,542.98	298,623.34	5,253,086.18	9,124,620.97
Other comprehensive income					
Components of other comprehensive income					
that will not be reclassified to profit or loss					
- Losses on remeasurments of defined benefit plans		2,671,326.86	0.00	2,584,645.26	0.00
- Income tax of other comprehensive income					
that will not be reclassified to profit or loss		(159,957.03)	0.00	(142,620.72)	0.00
Total components of other comprehensive income					
that will not be reclassified to profit or loss		2,511,369.83	0.00	2,442,024.54	0.00
Other comprehensive income for the period - net of tax		2,511,369.83	0.00	2,442,024.54	0.00
Total comprehensive income for the period		7,825,912.81	298,623.34	7,695,110.72	9,124,620.97

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
**STATEMENTS OF COMPREHENSIVE INCOME (Cont'd)**  
 FOR THE THREE-MONTH PERIODS ENDED SEPTEMBER 30, 2021  
 (UNAUDITED/REVIEWED ONLY)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)		
	Note	2021	2020	2021	2020
Profit (loss) attributable to :					
Owners of the Company					
From continuing operations		5,348,393.99	69,046.99	5,253,086.18	9,124,620.97
From discontinued operations		0.00	329,439.80	0.00	0.00
Total		5,348,393.99	398,486.79	5,253,086.18	9,124,620.97
Non-controlling interests					
From continuing operations		(33,851.01)	(99,896.40)	0.00	0.00
From discontinued operations		0.00	32.95	0.00	0.00
Total		(33,851.01)	(99,863.45)	0.00	0.00
Grand total		5,314,542.98	298,623.34	5,253,086.18	9,124,620.97
Total comprehensive income (expense) attributable to :					
Owners of the Company		7,859,756.89	398,486.79	7,695,110.72	9,124,620.97
Non-controlling interests		(33,844.08)	(99,863.45)	0.00	0.00
Grand total		7,825,912.81	298,623.34	7,695,110.72	9,124,620.97
Earnings per share					
Basic earnings per share					
Profit from continuing operations		0.054	0.001	0.053	0.093
Profit from discontinued operations		0.000	0.003	0.000	0.000
		0.054	0.004	0.053	0.093
Weighted average number of common shares		98,568,485	98,568,485	98,568,485	98,568,485

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2021	2020	2021	2020
Sales and services income		281,202,228.81	301,533,022.64	269,077,944.70	295,858,153.13
Cost of sale and services		(225,289,457.37)	(236,907,742.30)	(220,194,981.65)	(232,982,400.50)
Gross profit		55,912,771.44	64,625,280.34	48,882,963.05	62,875,752.63
Other income					
Dividend income		0.00	0.00	0.00	8,999,460.00
Gains (losses) on dissolution of subsidiary		(38,434.21)	0.00	3,136,890.59	0.00
Others		1,906,657.23	2,108,455.52	2,701,220.07	2,567,702.89
Distribution costs		(7,589,796.52)	(8,503,949.24)	(6,787,789.78)	(8,052,408.91)
Administrative expenses		(49,083,764.54)	(50,149,760.92)	(46,781,002.70)	(48,822,253.80)
Profit from operating activities		1,107,433.40	8,080,025.70	1,152,281.23	17,568,252.81
Finance costs		(529,260.19)	(553,785.89)	(527,778.64)	(553,785.89)
Profit before income tax expense		578,173.21	7,526,239.81	624,502.59	17,014,466.92
Tax (expense) income	18	(1,191,179.48)	511,965.90	(484,182.81)	526,058.24
Profit (loss) for the period from continuing operations		(613,006.27)	8,038,205.71	140,319.78	17,540,525.16
Profit for the period from discontinued operations		0.00	564,368.43	0.00	0.00
Profit (loss) for the period		(613,006.27)	8,602,574.14	140,319.78	17,540,525.16
Other comprehensive income					
Components of other comprehensive income					
that will not be reclassified to profit or loss					
- Losses on remeasurements of defined benefit plans		2,671,326.86	0.00	2,584,645.26	0.00
- Income tax of other comprehensive income					
that will not be reclassified to profit or loss		(159,957.03)	0.00	(142,620.72)	0.00
Total components of other comprehensive income					
that will not be reclassified to profit or loss		2,511,369.83	0.00	2,442,024.54	0.00
Other comprehensive income for the period - net of tax		2,511,369.83	0.00	2,442,024.54	0.00
Total comprehensive income for the period		1,898,363.56	8,602,574.14	2,582,344.32	17,540,525.16

Notes to financial statements are parts of these financial statements



QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME (Cont'd)

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021

(UNAUDITED/REVIEWED ONLY)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)		
	Note	2021	2020	2021	2020
Profit (loss) attributable to :					
Owners of the Company					
From continuing operations		(641,318.30)	8,212,761.25	140,319.78	17,540,525.16
From discontinued operations		0.00	564,311.99	0.00	0.00
Total		(641,318.30)	8,777,073.24	140,319.78	17,540,525.16
Non-controlling interests					
From continuing operations		28,312.03	(174,555.54)	0.00	0.00
From discontinued operations		0.00	56.44	0.00	0.00
Total		28,312.03	(174,499.10)	0.00	0.00
Grand total		(613,006.27)	8,602,574.14	140,319.78	17,540,525.16
Total comprehensive income (expense) attributable to :					
Owners of the Company		1,870,044.60	8,777,073.24	2,582,344.32	17,540,525.16
Non-controlling interests		28,318.96	(174,499.10)	0.00	0.00
Total		1,898,363.56	8,602,574.14	2,582,344.32	17,540,525.16
Earnings (loss) per share					
Basic earnings (loss) per share					
Profit (loss) from continuing operations		(0.007)	0.083	0.001	0.178
Profit from discontinued operations		0.000	0.006	0.000	0.000
		(0.007)	0.089	0.001	0.178
Weighted average number of common shares		98,568,485	98,568,485	98,568,485	98,568,485

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
 FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021  
 (UNAUDITED/REVIEWED ONLY)

		Consolidated financial statements (Baht)								
Note	Owners of the Company					Total owners of the Company	Non-controlling interests	Total shareholders' equity		
	Issued and paid-up share capital	Share premium	Equity-settled share-based payment reserve	Retained earnings						
				Appropriated	Unappropriated					
	Beginning balance of the year 2021	98,568,485.00	75,175,543.40	10,680,188.03	10,346,848.50	252,559,198.09	447,330,263.02	(180,591.37)	447,149,671.65	
	Changes in shareholders' equity for the nine-month periods:									
	Ordinary shares	10	0.00	0.00	0.00	0.00	0.00	4,048,517.00	4,048,517.00	
	Subsidiary's dissolution	9	0.00	0.00	0.00	0.00	0.00	(2,886.30)	(2,886.30)	
	Dividend paid	17	0.00	0.00	0.00	(24,642,121.25)	(24,642,121.25)	0.00	(24,642,121.25)	
	Profit (loss) for the period		0.00	0.00	0.00	(641,318.30)	(641,318.30)	28,312.03	(613,006.27)	
	Other comprehensive expense for the period		0.00	0.00	0.00	2,511,362.90	2,511,362.90	6.93	2,511,369.83	
	Ending balance of the year 2021		<u>98,568,485.00</u>	<u>75,175,543.40</u>	<u>10,680,188.03</u>	<u>10,346,848.50</u>	<u>229,787,121.44</u>	<u>424,558,186.37</u>	<u>3,893,358.29</u>	<u>428,451,544.66</u>
	Beginning balance of the year 2020		98,568,485.00	75,175,543.40	10,680,188.03	10,346,848.50	261,692,265.53	456,463,330.46	33,690.51	456,497,020.97
	Effects from accounting policy	5	0.00	0.00	0.00	0.00	(6,635,642.20)	(6,635,642.20)	0.00	(6,635,642.20)
	Beginning balance of the year 2020, restated		<u>98,568,485.00</u>	<u>75,175,543.40</u>	<u>10,680,188.03</u>	<u>10,346,848.50</u>	<u>255,056,623.33</u>	<u>449,827,688.26</u>	<u>33,690.51</u>	<u>449,861,378.77</u>
	Changes in shareholders' equity for the nine-month periods:									
	Acquire of common shares in subsidiaries		0.00	0.00	0.00	0.00	0.00	5,551.28	5,551.28	
	Dividend paid		0.00	0.00	0.00	0.00	(29,570,545.50)	(29,570,545.50)	0.00	(29,570,545.50)
	Profit (loss) for the period		0.00	0.00	0.00	0.00	8,777,073.24	8,777,073.24	(174,499.10)	8,602,574.14
	Interim dividend paid		0.00	0.00	0.00	0.00	(4,928,424.25)	(4,928,424.25)	(540.00)	(4,928,964.25)
	Ending balance of the year 2020		<u>98,568,485.00</u>	<u>75,175,543.40</u>	<u>10,680,188.03</u>	<u>10,346,848.50</u>	<u>229,334,726.82</u>	<u>424,105,791.75</u>	<u>(135,797.31)</u>	<u>423,969,994.44</u>

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
 FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021  
 (UNAUDITED/REVIEWED ONLY)

Note	Separate financial statements (Baht)					Total shareholders' equity	
	Issued and paid-up share capital	Share premium	Equity-settled share-based payment reserve	Retained earnings			
				Appropriated	Unappropriated		
Beginning balance of the year 2021	98,568,485.00	75,175,543.40	10,680,188.03	10,346,848.50	251,711,920.00	446,482,984.93	
Changes in shareholders' equity for the nine-month periods:							
Dividend paid	17	0.00	0.00	0.00	0.00	(24,642,121.25)	(24,642,121.25)
Profit for the period		0.00	0.00	0.00	0.00	140,319.78	140,319.78
Other comprehensive expense for the period		0.00	0.00	0.00	0.00	2,442,024.54	2,442,024.54
Ending balance of the year 2021		<u>98,568,485.00</u>	<u>75,175,543.40</u>	<u>10,680,188.03</u>	<u>10,346,848.50</u>	<u>229,652,143.07</u>	<u>424,423,208.00</u>
Beginning balance of the year 2020		98,568,485.00	75,175,543.40	10,680,188.03	10,346,848.50	252,069,010.98	446,840,075.91
Effects from accounting policy	5	0.00	0.00	0.00	0.00	(6,635,642.20)	(6,635,642.20)
Beginning balance of the year 2020, restated		98,568,485.00	75,175,543.40	10,680,188.03	10,346,848.50	245,433,368.78	440,204,433.71
Changes in shareholders' equity for the nine-month periods:							
Dividend paid		0.00	0.00	0.00	0.00	(29,570,545.50)	(29,570,545.50)
Profit for the period		0.00	0.00	0.00	0.00	17,540,525.16	17,540,525.16
Interim dividend paid		0.00	0.00	0.00	0.00	(4,928,424.25)	(4,928,424.25)
Ending balance of the year 2020		<u>98,568,485.00</u>	<u>75,175,543.40</u>	<u>10,680,188.03</u>	<u>10,346,848.50</u>	<u>228,474,924.19</u>	<u>423,245,989.12</u>

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021

(UNAUDITED/REVIEWED ONLY)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)		
	Note	2021	2020	2021	2020
<b>Cash flows from operating activities</b>					
Profit (loss) for the period		(613,006.27)	8,602,574.14	140,319.78	17,540,525.16
Adjustments					
Gain on revaluation of fair value		(295,982.83)	(378,469.25)	(295,982.83)	(319,964.04)
Unrealized gain on exchange rate		(19,639.47)	(2,179.22)	(25,831.95)	(1,452.29)
Expected credit losses (reversed)		1,529,438.37	150,372.00	1,529,438.37	(42,963.81)
(Increase) decrease in unbilled service income		(6,771,495.59)	15,190,384.94	(7,691,978.05)	15,384,469.10
(Gains) losses on dissolution of subsidiary		38,434.21	0.00	(3,136,890.59)	0.00
Depreciation		20,146,106.78	20,317,792.09	19,854,576.47	19,974,052.50
(Gains) loss on sale of equipment		871,598.69	(8,783.73)	871,597.69	18,184.63
Loss on impairment of properties foreclosed		0.00	2,388.29	0.00	2,388.29
Amortized other intangible assets other than goodwill		326,443.30	324,015.46	326,443.30	324,015.46
Amortized other assets		0.00	23,559.40	0.00	0.00
Provisions for employee benefits		1,933,730.40	1,782,815.32	1,906,297.22	1,774,406.44
Dividend income		0.00	0.00	0.00	(8,999,460.00)
Interest expenses		529,260.19	554,321.09	527,778.64	553,785.89
Tax expenses (income)		1,191,179.48	(375,931.62)	484,182.81	(526,058.24)
		<u>18,866,067.26</u>	<u>46,182,858.91</u>	<u>14,489,950.86</u>	<u>45,681,929.09</u>
(Increase) Decrease in portion of operating assets					
Trade and other current receivables		28,163,882.64	37,038,629.60	30,923,357.04	34,714,803.55
Inventories		(680,025.41)	293,089.27	657,945.59	369,892.07
Deposit at bank pledged as collateral		0.00	66,660.00	0.00	0.00
Other assets		(55,412.74)	1,225,966.87	(55,412.74)	1,287,106.87
Increase (Decrease) in portion of operating liabilities					
Trade and other current payables		(74,003.94)	(16,460,907.03)	59,459.07	(17,215,099.65)

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
**STATEMENTS OF CASH FLOWS (Cont'd)**  
 FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021  
 (UNAUDITED/REVIEWED ONLY)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)		
	Note	2021	2020	2021	2020
Cash generated (paid) from operation		46,220,507.81	68,346,297.62	46,075,299.82	64,838,631.93
Employee benefit paid		(1,660,005.75)	(3,380,408.47)	(1,660,005.75)	(1,789,132.00)
Interest paid		(222,017.05)	(216,783.19)	(222,017.05)	(216,783.19)
Income tax paid		(2,799,101.42)	(2,625,216.61)	(2,507,342.63)	(2,564,020.02)
Income tax refunded		814,529.61	9,466,306.44	814,529.61	9,466,306.44
<b>Net cash provided by (used in) operating activities</b>		42,353,913.20	71,590,195.79	42,500,464.00	69,735,003.16
<b>Cash flows from investing activities</b>					
Proceeds from equity securities of other parties		38,000,000.00	96,274,495.59	38,000,000.00	87,274,495.59
Payments for acquire of equity securities of other parties		(55,000,000.00)	(99,114,107.15)	(55,000,000.00)	(99,114,107.15)
Payments for loans to related parties		0.00	0.00	0.00	(3,000,000.00)
Proceeds from dissolution of subsidiary					
net of cash paid		13,422,495.48	0.00	13,386,275.59	0.00
Payments for acquire of subsidiary net of cash received		0.00	(3,878,094.62)	0.00	(5,483,500.00)
Payments for acquire of investment in subsidiaries		0.00	0.00	(8,749,950.00)	(8,930,000.00)
Proceeds from sales of equipment		599,214.96	296,784.53	599,214.96	224,847.68
Payments for equipment acquisition		(6,835,870.12)	(14,999,012.76)	(6,654,664.85)	(14,934,496.62)
Payments for right-of-use assets		(212,878.50)	(1,297,684.57)	(212,878.50)	(1,297,684.57)
Payments for other intangible assets acquisition					
other than goodwill		0.00	(555,000.00)	0.00	(555,000.00)
Dividend received from subsidiary		0.00	0.00	0.00	8,999,460.00
<b>Net cash provided by (used in) investing activities</b>		(10,027,038.18)	(23,272,618.98)	(18,632,002.80)	(36,815,985.07)
<b>Cash flows from financing activities</b>					
Payments for lease liabilities		(2,394,825.95)	(1,888,423.56)	(2,394,825.95)	(1,888,423.56)
Payments for dividend		(24,642,121.25)	(34,499,509.75)	(24,642,121.25)	(34,498,969.75)
Proceeds from non-controlling interests		3,750,050.00	0.00	0.00	0.00
Payments for non-controlling interests		(2,886.30)	0.00	0.00	0.00
<b>Net cash provided by (used in) financing activities</b>		(23,289,783.50)	(36,387,933.31)	(27,036,947.20)	(36,387,393.31)
<b>Net increase (decrease) in cash and cash equivalents</b>					
before effects of expected credit losses		9,037,091.52	11,929,643.50	(3,168,486.00)	(3,468,375.22)
Effects of expected credit losses of cash equivalents		0.00	(741,772.82)	0.00	(548,437.01)
<b>Net increase (decrease) in cash and cash equivalents</b>		9,037,091.52	11,187,870.68	(3,168,486.00)	(4,016,812.23)
<b>Cash and cash equivalents as at the beginning of the period</b>		27,265,522.09	50,103,286.48	21,665,715.73	44,487,687.86
<b>Transfer cash and cash equivalents of subsidiaries</b>					
to assets classified as held for sale		0.00	(6,234,762.70)	0.00	0.00
<b>Cash and cash equivalents as at the end of the period</b>	19	36,302,613.61	55,056,394.46	18,497,229.73	40,470,875.63

Notes to financial statements are parts of these financial statements

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES

NOTES TO INTERIM FINANCIAL STATEMENTS

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021

(UNAUDITED/REVIEWED ONLY)

**1. GENERAL INFORMATION**

1.1 The Company was registered as a company limited on February 11, 1991, with registration No. 0105534013647 and on December 12, 2007, the Company has changed its status to public company limited with registration No. 0107550000220 and is listed company in the Market for Alternative Investment (MAI) on June 9, 2009.

1.2 Head office is located at 21/3 Banplong Road, Maptaphut, Muang, Rayong and three branches office are located at 1/37 Moo 1, Nongchak, Banbueng, Chonburi, at 50, Soi Pattanakarn 57, Prawet, Bangkok, and at 83/50 Moo 10, Nongkham, Siracha, Chonburi.

1.3 The Company engaged in business of provides the technical services testing, inspection and certification for operation safety of industry equipment, pressure vessel, industrial boiler, piping and steel structures which is important for the production process, storage, transport of the products in power generating, petrochemical industry and construction to comply with industrial standard and the government laws.

1.4 Coronavirus disease 2019 Pandemic

The Coronavirus disease 2019 (COVID-19) pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. Nevertheless, the Group's management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets, provisions and contingent liabilities. The degree of the impact severity is dependent upon the pandemic controlling measures imposed by government and the duration of the pandemic.

## 2. PREPARATION OF INTERIM FINANCIAL INFORMATION BASIS

2.1 The interim financial information has been prepared and presented the condensed form in conformity with TAS 34 "Interim Financial Reporting", guidelines promulgated by the Federation of Accounting Professions (FAP) and presented in accordance with the regulations of the Securities and Exchange Commission regarding the preparation and presentation of financial reporting under the Securities and Exchange Act B.E. 2535.

This interim financial information has been prepared for the purpose to provide the update information on the latest complete set of annual financial statements. Accordingly, it focuses on new activities, events, and circumstances and does not duplicate information previously reported. However, the statements of financial position, statements of comprehensive income, statements of changes in shareholders' equity and statements of cash flows are presented the same as previous annual financial statements. Therefore, this interim financial information should access to the most recent annual financial statements.

### 2.2 New Financial Reporting Standards

#### 2.2.1 Financial reporting standards that became effective in the current year

The revised financial reporting standards and interpretations, which are effective for the financial statements for fiscal year beginning on or after January 1, 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards that included in amendments to references to the Conceptual Framework in Financial Reporting Standards, Definition of a business, Definition of material, and Interest Rate Benchmark Reforms.

The adoption of these financial reporting standards does not have any significant impact on the Group's financial statements.

#### 2.2.2 Financial reporting standards that will become effective for fiscal years beginning on or after January 1, 2022

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after January 1, 2022. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and, for some standards, providing temporary reliefs or temporary exemptions for users.

The management of the Group believes that adoption of these amendments will not have any significant impact on the Group's financial statements.

### 3. INTERIM CONSOLIDATED FINANCIAL INFORMATION PREPARATION BASIS

3.1 The interim consolidated financial information has been prepared by including the interim financial statements of its subsidiary on which Qualitech Public Company Limited has ability to control in making financial and operating decisions up to the controllable is ceased as below :

	Registration		Percentage of investment %		Type of business
	in				
		September 30, 2021	December 31, 2020		
QLT International Company Limited	Thailand	0.00	99.99	Providing materials for engineering services, inspection	
Qualitech Myanmar Company Limited	Republic of the Union of Myanmar	80.00	80.00	Providing safety engineering services in Myanmar and engage in relevant business	
Duwell Intertrade Company Limited	Thailand	99.99	99.99	Providing materials and equipment for engineering services, inspection	
Qualitech Solution Energy Company Limited	Thailand	70.00	0.00	Producing and distributing electricity from solar power or other sources of energy	

3.2 The interim consolidated financial information has been prepared in conformity with the same accounting policy for the same accounts and accounting events of the Company and subsidiaries.

3.3 The balance of accounts and transactions between the Group unrealized gain between of the Company and net assets of subsidiaries have been eliminated from the interim consolidated financial statements.

3.4 According to the minutes of the Board of directors' meeting No. 6/2020 held on August 12, 2020, passed the resolution to dissolve the operation of subsidiary (QLT International Co., Ltd.). The management of the Company believe that the subsidiary will able to liquidate the dissolution to be completed in the year 2020. Therefore, in the third quarter of 2020, in the consolidated financial statements preparation, the Company has reclassified assets and liabilities in such subsidiary to present as assets classified as held for sale and liabilities included with assets classified as held for sale and reclassified revenues and expenses in subsidiary to present as profit (losses) on discontinued operations (note 9).

On November 17, 2020, the subsidiary has already registered for dissolution and on April 8, 2021, and has completely registered the liquidation.



#### 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These interim financial statements have been prepared by using the accounting policy and estimates of the financial statements for the year ended December 31, 2020, there is revision as follows :

##### Trade and other current receivables/contract assets

Accounting Treatment Guidance regarding the "Temporary relief measures on accounting alternatives in response to the impacts of COVID-19 situation" had been announced in the Royal Gazette on April 22, 2020 which is effective for the financial statements preparation for the reporting period ended from January 1, 2020 to December 31, 2020. The Group has elected to apply the temporary relief measures on accounting alternatives which do not take into forward looking information to determine expected credit losses in the case where the Group uses a simplified approach to measure the expected credit losses. As the accounting guidance already expired on December 31, 2020, the Group has assessed the impact from such temporary relief measures, there was no material impact on the financial statements

#### 5. CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING POLICY

During the year 2020, the Group has adopted financial reporting standard related to financial instruments. The cumulative effect of initially applying this standard is recognized as an adjustment to retained earnings as at January 1, 2020. Therefore, the comparative information was not restated.

Details of the effects to unappropriated retained earnings as at January 1, 2020 from the initial adoption financial reporting standards related to group of financial instruments are as follows :

	<b>Consolidated and Separate financial statements (Baht)</b>
Recognition of expected credit losses :	
Cash and cash equivalents	698,024.58
Trade and other current receivables	516,879.94
Contract assets	5,773,768.89
Related tax expense	<u>(353,031.21)</u>
Total	<u><u>6,635,642.20</u></u>

## 6. TRADE AND OTHER CURRENT RECEIVABLES

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2021	December 31, 2020	September 30, 2021	December 31, 2020
Trade accounts receivable	74,504,361.89	97,239,522.96	71,754,872.20	96,133,677.15
Other current receivables				
Retention receivable under				
contracts (Note 7)	4,023,832.83	10,779,219.13	4,023,832.83	10,779,219.13
Prepaid expenses	6,669,742.00	4,458,669.42	4,873,711.57	4,458,669.42
Others	4,710,478.42	5,367,053.32	4,444,713.87	4,564,613.38
Total	89,908,415.14	117,844,464.83	85,097,130.47	115,936,179.08
Less Allowance for expected credit losses				
- Trade accounts receivable	(19,337,316.25)	(18,814,503.60)	(19,337,316.25)	(18,814,503.60)
Net	70,571,098.89	99,029,961.23	65,759,814.22	97,121,675.48

Billed trade accounts receivable separated on aging are as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2021	December 31, 2020	September 30, 2021	December 31, 2020
Undue trade accounts receivable	29,242,125.81	45,753,736.41	28,507,233.73	45,235,765.91
Overdue trade accounts receivable				
- Less than 3 months	21,569,085.67	29,835,986.08	20,159,408.56	29,280,279.30
- Over 3 months to 6 months	4,066,497.58	2,454,186.14	3,482,730.08	2,437,392.61
- Over 6 months to 9 months	1,753,720.79	2,170,677.51	1,753,720.79	2,170,677.51
- Over 9 months to 12 months	354,965.79	78,000.00	354,965.79	78,000.00
- Over 12 months	17,517,966.25	16,946,936.82	17,496,813.25	16,931,561.82
Total	74,504,361.89	97,239,522.96	71,754,872.20	96,133,677.15

## 7. CONTRACT ASSETS

### 7.1 Balance under contracts

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	September 30, 2021	December 31, 2020	September 30, 2021	December 31, 2020
Unbilled services income	77,907,710.97	71,136,215.38	78,394,704.43	70,702,726.38
Less Allowance for expected credit losses	(5,852,026.22)	(4,845,400.50)	(5,852,026.22)	(4,845,400.50)
Net	<u>72,055,684.75</u>	<u>66,290,814.88</u>	<u>72,542,678.21</u>	<u>65,857,325.88</u>
Retention receivable under contracts (Note 6, 13)	4,023,832.83	14,401,783.20	4,023,832.83	14,401,783.20
Less Allowance for expected credit losses	(3,622,564.07)	(3,622,564.07)	(3,622,564.07)	(3,622,564.07)
Net	<u>401,268.76</u>	<u>10,779,219.13</u>	<u>401,268.76</u>	<u>10,779,219.13</u>

### 7.2 Revenues expected to recognize for unsatisfied performance obligations

As at September 30, 2021 and December 31, 2020, the Group expects to have revenues to be recognize in the future for unsatisfied performance obligations (or partial unsatisfied) of contracts with customers in the amount of Baht 192.57 million and Baht 106.98 million respectively (Separate : Baht 191.92 million and Baht 104.32 million respectively).

## 8. OTHER CURRENT FINANCIAL ASSETS

	<u>Consolidated and Separate financial statements (Baht)</u>	
	September 30, 2021	December 31, 2020
Investment in equity securities	113,059,775.27	87,763,792.44
Cash at bank	<u>0.00</u>	<u>8,000,000.00</u>
Total	<u>113,059,775.27</u>	<u>95,763,792.44</u>

The increase and decrease of other current financial assets for the nine-month periods ended September 30, 2021 are as follows:

	<b>Consolidated and Separate financial statements (Baht)</b>
Book value as at January 1, 2021	95,763,792.44
Increase during the period	55,000,000.00
Decrease during the period	(38,000,000.00)
Gain (loss) on changes in fair value of investment	295,982.83
Book value as at September 30, 2021	<u>113,059,775.27</u>

#### 9. DISCONTINUED OPERATIONS OF COMPANY

According to the minutes of the Board of directors' meeting No. 6/2020 held on August 12, 2020, passed the resolution to dissolve the operation of subsidiary (QLT International Co., Ltd.). The management of the Company believe that the subsidiary will able to liquidate the dissolution to be completed in the year 2020. Therefore, the Company has reclassified assets and liabilities in such subsidiary to present as assets classified as held for sale and liabilities included with assets classified as held for sale and reclassified revenues and expenses to present as gains on discontinued operations.

On November 17, 2020, the subsidiary has already registered for dissolution and on April 8, 2021, the subsidiary has completely registered the liquidation.

**10. INVESTMENTS IN SUBSIDIARIES**

Company's name	Type of business	Relationship	Paid-up share capital	Percentage of shareholding		Separate financial statements (Baht)	
				September 30, 2021	December 31, 2020	Cost price	
				September 30, 2021	December 31, 2020	September 30, 2021	December 31, 2020
Qualitech Myanmar Company Limited	Providing safety engineering services in Myanmar and engage in relevant business	The Company held 80.00% share capital, has common director and management	200,000 USD	80.00	80.00	5,323,600.00	4,099,600.00
Duwell Intertrade Company Limited	Sales of materials and equipment use in engineering services, inspection	The Company held 99.99% share capital, has common director and management	9,930,000 Baht	99.99	99.99	14,413,500.00	14,413,500.00
Qualitech Solution Energy Company Limited	Producing and distributing electricity from solar power or other sources of energy	The Company held 70.00% share capital, has common director and management	12,500,000 Baht	70.00	0.00	8,749,950.00	0.00
Total						28,487,050.00	18,513,100.00

10.1 During the first quarter of 2021, a subsidiary (Qualitech Myanmar Company Limited.) has called for and received the payment for increase share capital amount of USD 50,000, total paid-up share capital amount of USD 200,000 (2,000 ordinary shares of USD 100 each). The subsidiary has registered the paid-up share capital on January 8, 2021.

10.2 During the second quarter of 2021, a subsidiary, (Qualitech Solution Energy Co., Ltd.) was established on April 9, 2021 with the registered share capital amount of Baht 50 million (divided into 500,000 ordinary shares at par value of Baht 100 each) by calling for and receiving the shares payment for company establishment at 25% of the par value of shares. The Company has held 349,998 shares or equal to the proportion of investment at 70% of total share capital.

10.3 The financial statements for the three-month and nine-month periods ended September 30, 2021 of above subsidiaries have been taken for preparing the consolidated financial statements were reviewed by the auditor.

## 11. PROPERTY, PLANT AND EQUIPMENT

11.1 The increase and decrease of property, plant and equipment for the nine-month periods ended September 30, 2021 are as follows:

	(Unit : Baht)	
	<b>Consolidated</b>	<b>Separate</b>
	<b>financial statements</b>	<b>financial statements</b>
Net book value as at January 1, 2021	177,244,444.08	175,547,070.42
Purchase during the period - cost	7,109,946.86	6,928,741.59
Disposal during the period - net book value as at disposal date	(1,532,675.91)	(1,532,674.91)
Depreciation for the period	(19,404,957.49)	(19,113,427.18)
Transfer from right-of-use assets	829,178.20	829,178.20
Net book value as at September 30, 2021	<u>164,245,935.74</u>	<u>162,658,888.12</u>

11.2 As at September 30, 2021 and December 31, 2020, land and building at cost of Baht 36.94 million in the consolidated and separate financial statements are mortgaged as collateral against overdrafts line amount of Baht 30 million and letter of guarantee line amount of Baht 30 million.

## 12. RIGHT-OF-USE ASSETS

12.1 The increase and decrease of right-of-use assets for the nine-month periods ended September 30, 2021 are as follows :

	<b>Consolidated and</b>
	<b>Separate financial</b>
	<b>statements (Baht)</b>
Net book value as at January 1, 2021	14,924,254.27
Purchase during the period - cost	989,514.02
Depreciation for the period	(741,149.29)
Transfer to property, plant and equipment	(829,178.20)
Net book value as at September 30, 2021	<u>14,343,440.80</u>

12.2 As at September 30, 2021 and December 31, 2020, vehicles at cost of Baht 16.01 million and Baht 16.27million in the consolidated and separate financial statements which is still pending the payment under leases (note 15).

**13. OTHER NON-CURRENT ASSETS**

	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>December 31, 2020</b>	<b>September 30, 2021</b>	<b>December 31, 2020</b>
Deposit receivable under contract	3,622,564.07	3,622,564.07	3,622,564.07	3,622,564.07
Others	403,152.81	331,165.55	342,012.81	1,494,025.55
<b>Total</b>	<b>4,025,716.88</b>	<b>3,953,729.62</b>	<b>3,964,576.88</b>	<b>5,116,589.62</b>
Less Allowance for expected credit losses	(3,622,564.07)	(3,622,564.07)	(3,622,564.07)	(3,622,564.07)
Less Provisions for impairment of assets	(11,239.43)	(2,952.17)	(11,239.43)	(2,952.17)
<b>Net</b>	<b>391,913.38</b>	<b>328,213.38</b>	<b>330,773.38</b>	<b>1,491,073.38</b>

**14. TRADE AND OTHER CURRENT PAYABLES**

	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>December 31, 2020</b>	<b>September 30, 2021</b>	<b>December 31, 2020</b>
Trade accounts payable	13,961,442.82	9,693,615.33	14,714,470.72	10,297,867.07
Other current payables				
Accrued expenses	14,422,175.85	18,894,301.13	13,965,027.11	18,455,076.87
Assets payables	608,125.04	387,623.30	608,125.04	387,623.30
Others	4,246,212.34	3,954,387.50	3,834,484.43	3,701,579.25
<b>Total</b>	<b>33,237,956.05</b>	<b>32,929,927.26</b>	<b>33,122,107.30</b>	<b>32,842,146.49</b>

**15. LEASE LIABILITIES**

15.1 Lease liabilities excluded future interest expenses as follows :

	<b>Consolidated and Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>December 31, 2020</b>
Hire purchase payable	7,813,219.00	9,536,206.00
Less Deferred interest expenses	(341,415.64)	(504,688.69)
<b>Total</b>	<b>7,471,803.36</b>	<b>9,031,517.31</b>
Less Current portion of long-term liabilities	(3,029,768.27)	(3,003,458.44)
<b>Net</b>	<b>4,442,035.09</b>	<b>6,028,058.87</b>

15.2 The increase and decrease of lease liabilities for the nine-month periods ended September 30, 2021 are as follows:

	<b>Consolidated and Separate financial statements (Baht)</b>
Book value as at January 1, 2021	9,031,517.31
Increase during the period	835,112.00
Repayment during the period	<u>(2,394,825.95)</u>
Book value as at September 30, 2021	<u><u>7,471,803.36</u></u>

15.3 The Company's right-of-use assets at cost are under the payment as indicated in agreement as follows:

	<b>Consolidated and Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>December 31, 2020</b>
Vehicles	<u>16,012,448.63</u>	<u>16,271,934.61</u>

## 16. NON-CURRENT PROVISIONS FOR EMPLOYEE BENEFIT

The increase and decrease of non-current provisions for employee benefit for the nine-month periods ended September 30, 2021 are as follows :

	(Unit : Baht)	
	<b>Consolidated financial statements</b>	<b>Separate financial statements</b>
Book value as at January 1, 2021	27,309,774.24	27,183,438.07
Recognized in other comprehensive income		
Gains on remeasurement of defined benefit plan	(2,671,326.86)	(2,584,645.26)
Recognized in profit or loss		
Current cost of services and interest	2,240,973.54	2,212,058.81
Employee benefits decrease	<u>(1,660,005.75)</u>	<u>(1,660,005.75)</u>
Book value as at September 30, 2021	<u><u>25,219,415.17</u></u>	<u><u>25,150,845.87</u></u>



## 17. DIVIDEND PAID

According to the annual general shareholders' meeting for the year 2021 held on April 8, 2021, passed the resolution to pay dividend from profit for the year 2020 to the shareholders at Baht 0.30 per share, amount of Baht 29.57 million which was already paid interim dividend at Baht 0.05 per share amount of Baht 4.93 million, the remaining to be paid at Baht 0.25 per share amount of Baht 24.64 million in which the Company has fully paid such dividend on April 30, 2021.

## 18. INCOME TAX

### 18.1 The calculation of current income taxes

#### Parent company

The Company calculated corporate income tax at the rate of 20% of profit (loss) before deducting with tax expenses and added back other expenses which shall not be allowed as expenses in tax calculation (if any) except the exempted profit derived from promoted activities (note 22).

#### Subsidiaries

Subsidiaries calculated corporate income tax at the rate of 20% of profit (loss) before deducting with tax expenses and added back other expenses which shall not be allowed as expenses in tax calculation (if any).

### 18.2 Tax expense (income) recognized in profit or loss for the three-month and nine-month periods ended September 30, 2021 and 2020 are as follows :

	<b>For the three-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>September 30, 2020</b>	<b>September 30, 2021</b>	<b>September 30, 2020</b>
<b>Current income tax</b>				
For the current year	454,023.37	41,490.51	0.00	0.00
<b>Deferred tax</b>				
Changes in temporary differences	(78,242.19)	102,823.39	(206,714.87)	102,823.39
Total	375,781.18	144,313.90	(206,714.87)	102,823.39
Income tax from discontinued operations	0.00	(41,490.51)	0.00	0.00
Total tax expense (income)	375,781.18	102,823.39	(206,714.87)	102,823.39

	For the nine-month periods			
	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
<b>Current income tax</b>				
For the current year	578,523.99	150,126.62	0.00	0.00
<b>Deferred tax</b>				
Changes in temporary differences	612,655.49	(526,058.24)	484,182.81	(526,058.24)
Total	1,191,179.48	(375,931.62)	484,182.81	(526,058.24)
Income tax from discontinued operations	0.00	(136,034.28)	0.00	0.00
Total tax expense (income)	1,191,179.48	(511,965.90)	484,182.81	(526,058.24)

## 19. ADDITIONAL DISCLOSURE OF STATEMENTS OF CASH FLOWS

### 19.1 Cash and cash equivalents

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
Cash	1,402,784.16	1,414,794.95	1,324,445.93	1,395,710.98
Cash at bank - current accounts	82,643.16	1,078,500.07	34,000.00	34,000.00
Cash at bank - savings deposit	34,817,186.29	53,304,872.26	17,138,783.80	39,589,601.66
Total	36,302,613.61	55,798,167.28	18,497,229.73	41,019,312.64
Less Allowance for expected credit losses	0.00	(741,772.82)	0.00	(548,437.01)
Net	36,302,613.61	55,056,394.46	18,497,229.73	40,470,875.63

### 19.2 Non-cash transaction

#### For the year 2021

#### Parent company

- 1) The Company entered into hire purchase vehicles agreement of Baht 0.99 million which was already made the initial installment in the amount of Baht 0.21 million. The remaining is presented as lease liabilities.
- 2) The Company has the outstanding for fixed assets acquisition amount of Baht 0.61 million which is presented as other current payable.

## 20. TRANSACTIONS WITH RELATED PERSONS AND PARTIES

Part of the Group's assets, liabilities, revenues and expenses arose from transaction with persons and related parties. Those transactions are based on the conditions as the group of companies concerned and in the normal course of business as detailed following :

### 20.1 General information

Name	Relationship	Description	Pricing policy
Subsidiary			
QLT International Company Limited	The Company held 99.99% share capital, has common director and management	Income - sale of material	At agreed price
		Income - rental	At agreed price
		Income - management service fee	At agreed price
		Materials supply	At agreed price
Qualitech Myanmar Company Limited	The Company held 80% share capital, has common director and management	Income - wages	Close to market value
		Income - management service fee	At agreed price
		Income - rental	At agreed price
Duwell Intertrade Company Company Limited	The Company held 99.99% share capital, has common director and management	Purchase of fixed assets	At agreed price
		Income - wages	Close to market value
		Income - rental	At agreed price
		Income - management service fee	At agreed price
		Income - other service charges	At agreed price
		Interest received	At the interest rate of 5.50% per annum
		Materials supply	Close to market value
		Contractor wages	Close to market value
Qualitech Solution Energy Company Limited	The Company held 70.00% share capital, has common director and management	Income - rental	At agreed price

20.2 Assets and liabilities transaction with related persons and parties are as follows :

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	September 30, 2021	December 31, 2020	September 30, 2021	December 31, 2020
QLT International Company Limited				
Trade and other current receivables	0.00	0.00	0.00	60,000.00
Trade and other current payables	0.00	0.00	0.00	32,153.50
Qualitech Myanmar Company Limited				
Trade and other current receivables	0.00	0.00	10,126.14	197,803.09
Contract assets	0.00	0.00	29,026.14	355,000.00
Duwell Intertrade Company Limited				
Trade and other current receivables	0.00	0.00	119,526.54	105,569.03
Contract assets	0.00	0.00	486,431.32	4,800.00
Trade and other current payables	0.00	0.00	1,698,546.15	1,281,094.96
Qualitech Solution Energy Company Limited				
Contract assets	0.00	0.00	3,000.00	0.00

20.3 Revenues and expenses transaction with related persons and parties for the three-month and nine-month periods ended September 30, 2021 and 2020 are as follows :

	<u>For the three-month periods</u>			
	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
QLT International Company Limited				
Other income - rental	0.00	0.00	0.00	13,457.94
Other income - management fee	0.00	0.00	0.00	84,112.14
Qualitech Myanmar Company Limited				
Service income - wages	0.00	0.00	0.00	27,500.00
Other income - management fee	0.00	0.00	29,648.31	98,038.50

	<b>For the three-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>September 30, 2020</b>	<b>September 30, 2021</b>	<b>September 30, 2020</b>
<b>Duwell Intertrade Company Limited</b>				
Service income - wages	0.00	0.00	19,500.00	0.00
Other income - rental	0.00	0.00	65,057.01	49,441.10
Other income - management fee	0.00	0.00	514,018.69	84,112.14
Other income - other service charges	0.00	0.00	68,273.82	0.00
Other income - interest received from loans	0.00	0.00	0.00	50,178.08
Cost of sales and services - material supply	0.00	0.00	2,510,485.00	2,137,195.00
Cost of sales and services - contractor wages	0.00	0.00	62,645.00	12,760.00
Cost of sales and services - Other service charge	0.00	0.00	11,363.80	0.00
<b>Qualitech Solution Energy Company Limited</b>				
Other income - rental	0.00	0.00	9,000.00	0.00

	<b>For the nine-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>September 30, 2020</b>	<b>September 30, 2021</b>	<b>September 30, 2020</b>
<b>QLT International Company Limited</b>				
Revenue - sales	0.00	0.00	0.00	6,760.00
Other income - rental	0.00	0.00	0.00	40,373.82
Other income - management fee	0.00	0.00	0.00	252,336.42
Cost of sales and services - material supply	0.00	0.00	0.00	1,517,184.00
Administrative expenses - material supply	0.00	0.00	0.00	12,276.00
<b>Qualitech Myanmar Company Limited</b>				
Service income - wages	0.00	0.00	1,242,001.39	84,500.00
Other income - management fee	0.00	0.00	85,104.69	201,450.00
Other income - tools rental	0.00	0.00	55,000.00	0.00

	<b>For the nine-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>September 30, 2020</b>	<b>September 30, 2021</b>	<b>September 30, 2020</b>
<b>Duwell Intertrade Company Limited</b>				
Service income - wages	0.00	0.00	56,000.00	0.00
Other income - rental	0.00	0.00	198,017.97	144,037.28
Other income - management fee	0.00	0.00	682,242.97	289,719.62
Other income - other service charges	0.00	0.00	68,273.82	0.00
Other income - interest received from loans	0.00	0.00	0.00	50,178.08
Cost of sales and services - material supply	0.00	0.00	6,338,018.75	3,641,834.00
Cost of sales and services - contractor wages	0.00	0.00	140,420.00	12,760.00
Cost of sales and services - other service charges	0.00	0.00	11,363.80	0.00
<b>Qualitech Solution Energy Company Limited</b>				
Other income - rental	0.00	0.00	18,000.00	0.00

20.4 Other transaction with related persons and parties for the three-month and nine-month periods ended September 30, 2021 and 2020 are as follows :

	<b>For the three-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>September 30, 2020</b>	<b>September 30, 2021</b>	<b>September 30, 2020</b>
<b>Duwell Intertrade Company Limited</b>				
Fixed assets - equipment	0.00	0.00	240,000.00	7,000.00

	<b>For the nine-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>September 30, 2020</b>	<b>September 30, 2021</b>	<b>September 30, 2020</b>
<b>Duwell Intertrade Company Limited</b>				
Fixed assets - equipment	0.00	0.00	498,250.00	93,500.00

## 21. EXPENSES ANALYZED BY NATURE

Expenses analyzed by nature for the three-month and nine-month periods ended September 30, 2021 and 2020 are as follows :

	<b>For the three-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>September 30, 2020</b>	<b>September 30, 2021</b>	<b>September 30, 2020</b>
Change in inventories	1,164,749.08	948,790.89	0.00	0.00
Employee benefit expenses	58,807,444.42	61,197,171.50	58,094,437.95	60,412,758.47
Depreciation	6,893,352.61	7,061,655.07	6,792,458.21	6,948,692.59
Supplies used	6,190,153.87	6,729,688.23	8,699,364.67	8,855,198.82
Contractor wage	9,323,865.22	8,692,114.23	9,440,236.53	8,703,578.66
Travelling and accommodation expenses	2,106,374.00	2,060,771.75	2,081,842.22	2,027,338.09
Office expenses	2,406,742.29	2,418,525.17	2,428,418.29	2,370,492.54
Official fee and consultant fee	633,589.59	1,006,294.58	550,897.91	925,953.05
Repairs and maintenance expenses	918,236.17	872,778.53	918,236.17	870,060.83
Directors' remuneration	389,700.00	687,200.00	389,700.00	687,200.00
Management benefit expenses	5,383,213.98	5,202,811.67	5,333,213.98	5,082,811.67
	<b>For the nine-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2021</b>	<b>September 30, 2020</b>	<b>September 30, 2021</b>	<b>September 30, 2020</b>
Change in inventories	(1,258,320.24)	161,216.88	0.00	0.00
Employee benefit expenses	165,992,596.19	179,891,040.99	163,510,327.09	175,740,104.88
Depreciation	20,146,106.78	20,319,696.13	19,854,576.47	19,975,956.54
Supplies used	16,178,217.86	20,564,709.56	22,451,337.25	25,700,302.25
Contractor wage	22,164,412.23	24,649,328.09	22,322,277.92	24,654,658.46
Travelling and accommodation expenses	6,080,225.62	6,090,072.15	5,990,863.12	5,812,193.16
Office expenses	7,552,417.72	7,966,127.38	7,400,386.11	7,750,139.59
Official fee and consultant fee	2,379,009.34	2,885,651.86	2,160,696.79	2,621,616.26
Repairs and maintenance expenses	2,706,813.61	2,304,043.88	2,698,763.94	2,292,712.48
Directors' remuneration	1,537,800.00	2,399,300.00	1,537,800.00	2,399,300.00
Management benefit expenses	15,197,865.13	15,277,685.90	15,027,865.13	14,842,685.90

## 22. RIGHTS AND PRIVILEGES UNDER PROMOTIONAL CERTIFICATE

The results of operation of the Group for the nine-month periods ended September 30, 2021 and 2020 separated into promoted business and non-promoted business as follows:

	Consolidated financial statements (Baht)					
	Promoted business		Non-promoted business		Total	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
Sales and services income	194,841,821.77	192,630,002.69	86,360,407.04	108,903,019.95	281,202,228.81	301,533,022.64
Cost of sale of services	(149,318,276.61)	(143,068,498.21)	(75,971,180.76)	(93,839,244.09)	(225,289,457.37)	(236,907,742.30)
Gross profit	45,523,545.16	49,561,504.48	10,389,226.28	15,063,775.86	55,912,771.44	64,625,280.34
Other income						
Gains (losses) on dissolution						
of subsidiary	0.00	0.00	(38,434.21)	0.00	(38,434.21)	0.00
Others	47,040.76	90,952.45	1,859,616.47	2,017,503.07	1,906,657.23	2,108,455.52
Distribution costs	(5,044,440.09)	(5,048,055.15)	(2,545,357.43)	(3,455,894.09)	(7,589,797.52)	(8,503,949.24)
Administrative expenses	(33,488,783.74)	(30,463,820.23)	(15,594,979.80)	(19,685,940.69)	(49,083,763.54)	(50,149,760.92)
Profit (loss) from operating						
activities	7,037,362.09	14,140,581.55	(5,929,928.69)	(6,060,555.85)	1,107,433.40	8,080,025.70
Finance costs	(414,648.20)	(315,161.64)	(114,611.99)	(238,624.25)	(529,260.19)	(553,785.89)
Profit (loss) before income tax	6,622,713.89	13,825,419.91	(6,044,540.68)	(6,299,180.10)	578,173.21	7,526,239.81
Tax (expense) income	0.00	0.00	(1,191,179.48)	511,965.90	(1,191,179.48)	511,965.90
Profit (loss) for the period from						
continuing operations	6,622,713.89	13,825,419.91	(7,235,720.16)	(5,787,214.20)	(613,006.27)	8,038,205.71
Profit for the period from						
discontinued operations	0.00	0.00	0.00	564,368.43	0.00	564,368.43
Profit (loss) for the period	6,622,713.89	13,825,419.91	(7,235,720.16)	(5,222,845.77)	(613,006.27)	8,602,574.14

Unidentifiable cost of sales and services, distribution costs, administrative expenses and finance costs were allocated to the separately income segment.

## 23. OPERATING SEGMENTS

Revenues separated by nature of sales and services for the three-month and nine-month periods ended September 30, 2021 and 2020 are as follows:

	Consolidated financial statements (Million Baht)			
	For the three-month periods		For the nine-month periods	
	September 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020
Non-Destructive Testing	53.63	48.80	144.39	140.97
Inspection and certificate	43.09	45.58	109.77	139.30
Others	9.72	7.25	27.04	21.26
Total	106.44	101.63	281.20	301.53



## 24. DISCLOSURE AND PRESENTATION OF FINANCIAL INSTRUMENTS

### Liquidity risk

As at September 30, 2021, the Group has the maturity details of non-derivatives financial liabilities which considered from undiscounted cash flows to be present value as follows:

(Unit : Million Baht)

	Consolidated financial statements			
	Less than 1 year	1 - 3 years	3 - 5 years	Total
Trade and other current payables	33.24	0.00	0.00	33.24
Lease liabilities	3.13	4.11	0.23	7.47
Total	36.37	4.11	0.23	40.71

(Unit : Million Baht)

	Separate financial statements			
	Less than 1 year	1 - 3 years	3 - 5 years	Total
Trade and other current payables	33.12	0.00	0.00	33.12
Lease liabilities	3.13	4.11	0.23	7.47
Total	36.25	4.11	0.23	40.59

## 25. HIERARCHY LEVELS OF FAIR VALUE

As at September 30, 2021, the Group presented carrying value of assets which measured at fair value separating by hierarchy of fair value as follows :

(Unit : Million Baht)

	Note	Consolidated and Separate financial statements			Total
		Level 1	Level 2	Level 3	
<b>Assets measured at fair value</b>					
Investment in equity instruments	8	113.06	0.00	0.00	113.06

## **26. COMMITMENT AND CONTINGENT LIABILITIES**

- 26.1 As at September 30, 2021 and December 31, 2020, the Group has commitment under purchase and hire agreement with several seller in the amount of Baht 24.23 million and Baht 22.30 million respectively (Separate : Baht 23.87 million and Baht 21.56 million respectively).
- 26.2 The subsidiary has commitment under lease office building agreement as at September 30, 2021 and December 31, 2020 for the amount of Baht 0.11 million and Baht 0.02 million respectively.
- 26.3 The Company has contingent liabilities from a local bank's issuance of letter of guarantee for the results of work to customers of the Group and guarantee the electricity usage to government agency, as at September 30, 2021 and December 31, 2020 total amount of Baht 11.56 million and Baht 22.60 million respectively. Contingent liabilities are guaranteed by mortgaging land with its construction (note 11).

## **27. EVENTS AFTER THE REPORTING PERIOD**

On October 26, 2021, there is a flame erupted around the chemical tank, resulting the damages to property of the employer which is the area of the Company's sub-contractor performance. At present, the Company is investigating the cause of such incidents and assessing the value of the damaged property by the employer. The management of the Company is unable to assess the contingent damages value that may occur.

## **28. INTERIM FINANCIAL STATEMENTS APPROVAL**

These interim financial information was approved and authorized for issue by the Board of directors of the Company on November 11, 2021.