

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
**AUDITOR'S REPORT AND INTERIM FINANCIAL INFORMATION**  
FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2022  
(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, 2022, the related consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended September 30, 2022, 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.

*S. Mangt.*

(Miss Suphaphorn Mangjit)

C.P.A. (Thailand)

Registration No. 8125

November 12, 2022

QUALITECH PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2022

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021
		(Unaudited /Reviewed only)	(Audited)	(Unaudited /Reviewed only)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		23,336,575.20	40,888,782.89	13,169,869.39	21,978,323.05
Trade and other current receivables	5	81,697,396.12	79,113,969.72	78,869,832.82	77,344,909.32
Contract assets	6	73,661,252.01	68,956,421.88	71,809,190.12	68,788,893.68
Inventories		9,748,251.09	10,537,814.76	5,414,643.58	6,165,323.87
Other current financial assets	7	0.00	120,664,562.16	0.00	120,664,562.16
<b>Total current assets</b>		<b>188,443,474.42</b>	<b>320,161,551.41</b>	<b>169,263,535.91</b>	<b>294,942,012.08</b>
<b>Non-current assets</b>					
Investments in associate	8	143,792,291.99	0.00	144,550,000.00	0.00
Investment in subsidiaries	9	0.00	0.00	28,414,873.20	24,914,893.20
Property, plant and equipment	10	147,845,241.43	159,227,303.08	146,309,958.02	157,686,229.96
Right-of-use assets	11	14,244,347.58	14,104,203.64	14,244,347.58	14,104,203.64
Goodwill		4,844,339.37	4,844,339.37	0.00	0.00
Other intangible assets other than goodwill		2,171,195.48	1,837,962.42	2,171,195.48	1,837,962.42
Deferred tax assets		2,601,364.46	3,229,321.88	2,803,334.00	3,432,703.84
Income tax for refund		6,382,565.24	3,127,975.31	6,367,225.29	3,119,382.07
Others non-current assets	12	16,890,080.50	351,615.00	1,793,940.50	290,475.00
<b>Total non-current assets</b>		<b>338,771,426.05</b>	<b>186,722,720.70</b>	<b>346,654,874.07</b>	<b>205,385,850.13</b>
<b>Total assets</b>		<b>527,214,900.47</b>	<b>506,884,272.11</b>	<b>515,918,409.98</b>	<b>500,327,862.21</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, 2022

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		September 30, 2022 (Unaudited /Reviewed only)	December 31, 2021 (Audited)	September 30, 2022 (Unaudited /Reviewed only)	December 31, 2021 (Audited)
<b>Liabilities and shareholders' equity</b>					
Current liabilities					
Trade and other current payables	13	41,384,413.29	39,351,735.72	39,990,339.07	40,123,013.84
Current portion of lease liabilities	14	3,172,102.31	2,931,238.07	3,172,102.31	2,931,238.07
Corporate income tax payable		320,738.99	0.00	0.00	0.00
<b>Total current liabilities</b>		<b>44,877,254.59</b>	<b>42,282,973.79</b>	<b>43,162,441.38</b>	<b>43,054,251.91</b>
Non-current liabilities					
Lease liabilities	14	3,441,080.92	3,745,482.42	3,441,080.92	3,745,482.42
Non-current provisions for employee benefit	15	25,460,742.92	23,706,061.70	25,361,007.79	23,627,748.24
Others non-current liabilities		688,750.00	0.00	0.00	0.00
<b>Total non-current liabilities</b>		<b>29,590,573.84</b>	<b>27,451,544.12</b>	<b>28,802,088.71</b>	<b>27,373,230.66</b>
<b>Total liabilities</b>		<b>74,467,828.43</b>	<b>69,734,517.91</b>	<b>71,964,530.09</b>	<b>70,427,482.57</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, 2022

Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021
	(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	252,741,798.95	238,587,773.18	249,182,814.96
	<b>Total owners of the Company</b>	<b>447,512,863.88</b>	<b>433,358,838.11</b>	<b>443,953,879.89</b>
	Non-controlling interests	5,234,208.16	3,790,916.09	0.00
	<b>Total shareholders' equity</b>	<b>452,747,072.04</b>	<b>437,149,754.20</b>	<b>443,953,879.89</b>
	<b>Total liabilities and shareholders' equity</b>	<b>527,214,900.47</b>	<b>506,884,272.11</b>	<b>515,918,409.98</b>

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, 2022

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2022	2021	2022	2021
Sales and services income		122,658,878.09	106,443,631.89	118,500,884.21	102,158,365.18
Cost of sale and services		(82,652,518.75)	(81,492,739.52)	(80,306,667.33)	(79,667,747.53)
Gross profit		40,006,359.34	24,950,892.37	38,194,216.88	22,490,617.65
Other income		660,356.06	795,439.71	798,099.76	1,613,346.62
Distribution costs		(2,407,066.02)	(2,759,376.31)	(2,090,682.50)	(2,315,597.91)
Administrative expenses		(23,345,187.87)	(17,121,037.19)	(22,153,822.88)	(16,566,899.91)
Profit from operating activities		14,914,461.51	5,865,918.58	14,747,811.26	5,221,466.45
Share of loss from investments in associate		(757,708.01)	0.00	0.00	0.00
Finance costs		(176,078.62)	(175,594.42)	(175,549.69)	(175,095.14)
Profit before income tax expense		13,980,674.88	5,690,324.16	14,572,261.57	5,046,371.31
Tax (expense) income	17	(1,064,312.32)	(375,781.18)	(902,682.36)	206,714.87
Profit for the period		12,916,362.56	5,314,542.98	13,669,579.21	5,253,086.18
Other comprehensive income					
Components of other comprehensive income					
that will not be reclassified to profit or loss					
- Losses on remeasuments of defined benefit plans		0.00	2,671,326.86	0.00	2,584,645.26
- Income tax of other comprehensive income					
that will not be reclassified to profit or loss		0.00	(159,957.03)	0.00	(142,620.72)
Total components of other comprehensive income					
that will not be reclassified to profit or loss		0.00	2,511,369.83	0.00	2,442,024.54
Other comprehensive income for the period - net of tax		0.00	2,511,369.83	0.00	2,442,024.54
Total comprehensive income (expense) for the period		12,916,362.56	7,825,912.81	13,669,579.21	7,695,110.72

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, 2022

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2022	2021	2022	2021
Profit (loss) attributable to :					
Owners of the Company		12,966,576.31	5,348,393.99	13,669,579.21	5,253,086.18
Non-controlling interests		(50,213.75)	(33,851.01)	0.00	0.00
Total		<u>12,916,362.56</u>	<u>5,314,542.98</u>	<u>13,669,579.21</u>	<u>5,253,086.18</u>
Total comprehensive income (expense) attributable to :					
Owners of the Company		12,966,576.31	7,859,756.89	13,669,579.21	7,695,110.72
Non-controlling interests		(50,213.75)	(33,844.08)	0.00	0.00
Total		<u>12,916,362.56</u>	<u>7,825,912.81</u>	<u>13,669,579.21</u>	<u>7,695,110.72</u>
Earnings (loss) per share					
Basic earnings (loss) per share		0.13	0.05	0.14	0.05
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, 2022

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2022	2021	2022	2021
Sales and services income		316,114,358.64	281,202,228.81	304,603,311.32	269,077,944.70
Cost of sale and services		(222,056,679.90)	(225,289,457.37)	(216,415,716.56)	(220,194,981.65)
Gross profit		94,057,678.74	55,912,771.44	88,187,594.76	48,882,963.05
Other income					
Gains (losses) on dissolution of subsidiary		0.00	(38,434.21)	0.00	3,136,890.59
Others		1,591,373.83	1,906,657.23	2,303,144.59	2,701,220.07
Distribution costs		(6,884,259.65)	(7,589,796.52)	(5,995,647.36)	(6,787,789.78)
Administrative expenses		(51,418,657.48)	(49,083,764.54)	(48,490,716.83)	(46,781,002.70)
Profit from operating activities		37,346,135.44	1,107,433.40	36,004,375.16	1,152,281.23
Share of loss from investments in associate		(757,708.01)	0.00	0.00	0.00
Finance costs		(538,511.89)	(529,260.19)	(536,942.38)	(527,778.64)
Profit before income tax expense		36,049,915.54	578,173.21	35,467,432.78	624,502.59
Tax expense	17	(2,241,020.70)	(1,191,179.48)	(1,702,335.53)	(484,182.81)
Profit (loss) for the period		33,808,894.84	(613,006.27)	33,765,097.25	140,319.78
Other comprehensive income					
Components of other comprehensive income					
that will not be reclassified to profit or loss					
- Losses on remeasuments of defined benefit plans		0.00	2,671,326.86	0.00	2,584,645.26
- Income tax of other comprehensive income					
that will not be reclassified to profit or loss		0.00	(159,957.03)	0.00	(142,620.72)
Total components of other comprehensive income					
that will not be reclassified to profit or loss		0.00	2,511,369.83	0.00	2,442,024.54
Other comprehensive income for the period - net of tax		0.00	2,511,369.83	0.00	2,442,024.54
Total comprehensive income (expense) for the period		33,808,894.84	1,898,363.56	33,765,097.25	2,582,344.32

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, 2022

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2022	2021	2022	2021
Profit (loss) attributable to :					
Owners of the Company		33,865,622.77	(641,318.30)	33,765,097.25	140,319.78
Non-controlling interests		(56,727.93)	28,312.03	0.00	0.00
Total		<u>33,808,894.84</u>	<u>(613,006.27)</u>	<u>33,765,097.25</u>	<u>140,319.78</u>
Total comprehensive income (expense) attributable to :					
Owners of the Company		33,865,622.77	1,870,051.53	33,765,097.25	2,582,344.32
Non-controlling interests		(56,727.93)	28,312.03	0.00	0.00
Total		<u>33,808,894.84</u>	<u>1,898,363.56</u>	<u>33,765,097.25</u>	<u>2,582,344.32</u>
Earnings (loss) per share					
Basic earnings (loss) per share		0.344	(0.007)	0.343	0.001
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, 2022  
 (UNAUDITED/REVIEWED ONLY)

<b>Consolidated financial statements (Baht)</b>								
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 2022	98,568,485.00	75,175,543.40	10,680,188.03	10,346,848.50	238,587,773.18	433,358,838.11	3,790,916.09	437,149,754.20
Changes in shareholders' equity for the nine-month periods:								
Ordinary shares-additional paid-up	9	0.00	0.00	0.00	0.00	0.00	1,500,020.00	1,500,020.00
Dividend paid	16	0.00	0.00	0.00	(19,711,597.00)	(19,711,597.00)	0.00	(19,711,597.00)
Profit (loss) for the period		0.00	0.00	0.00	33,865,622.77	33,865,622.77	(56,727.93)	33,808,894.84
Ending balance of the year 2022		<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>252,741,798.95</u>	<u>447,512,863.88</u>	<u>5,234,208.16</u>
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)
Changes in shareholders' equity for the nine-month periods:								
Ordinary shares-additional paid-up		0.00	0.00	0.00	0.00	0.00	4,048,517.00	4,048,517.00
Subsidiary's dissolution		0.00	0.00	0.00	0.00	0.00	(2,886.30)	(2,886.30)
Dividend paid		0.00	0.00	0.00	0.00	(24,642,121.25)	(24,642,121.25)	0.00
Profit (loss) for the period		0.00	0.00	0.00	0.00	(641,318.30)	(641,318.30)	28,312.03
Other comprehensive expense for the period		0.00	0.00	0.00	0.00	2,511,362.90	2,511,362.90	6.93
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>

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, 2022  
 (UNAUDITED/REVIEWED ONLY)

	Note	Separate financial statements (Baht)					
		Issued and paid-up share capital	Share premium	Equity-settled share-based payment reserve	Retained earnings		Total shareholders' equity
					Appropriated	Unappropriated	
Beginning balance of the year 2022		98,568,485.00	75,175,543.40	10,680,188.03	10,346,848.50	235,129,314.71	429,900,379.64
Changes in shareholders' equity for the nine-month periods:							
Dividend paid	16	0.00	0.00	0.00	0.00	(19,711,597.00)	(19,711,597.00)
Profit for the period		0.00	0.00	0.00	0.00	33,765,097.25	33,765,097.25
Ending balance of the year 2022		<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>249,182,814.96</u>	<u>443,953,879.89</u>
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		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>

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, 2022

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2022	2021	2022	2021
<b>Cash flows from operating activities</b>					
Profit (loss) for the period		33,808,894.84	(613,006.27)	33,765,097.25	140,319.78
Adjustments to reconcile profit (loss) to cash received (paid)					
Gain on revaluation of fair value		0.00	(295,982.83)	0.00	(295,982.83)
Unrealized (gain) loss on exchange rate		(67,789.38)	(19,639.47)	(52,859.85)	(25,831.95)
Expected credit losses (reversed)		(8,908,039.01)	1,529,438.37	(8,908,039.01)	1,529,438.37
(Increase) decrease in unbilled service income		(3,913,406.93)	(6,771,495.59)	(2,228,873.24)	(7,691,978.05)
(Gains) losses on dissolution of subsidiary		0.00	38,434.21	0.00	(3,136,890.59)
Share of loss from investments in associate		757,708.01	0.00	0.00	0.00
Depreciation		16,296,372.03	20,146,106.78	15,978,310.84	19,854,576.47
Loss on sale of equipment		243,640.37	871,598.69	310,515.59	871,597.69
Loss on impairment of properties foreclosed		1,681,860.21	0.00	1,681,860.21	0.00
Amortized other intangible assets other than goodwill		313,413.37	326,443.30	313,413.37	326,443.30
Provisions for employee benefits		1,365,500.67	1,933,730.40	1,345,648.51	1,906,297.22
Interest expenses		538,511.89	529,260.19	536,942.38	527,778.64
Tax expenses		2,241,020.70	1,191,179.48	1,702,335.53	484,182.81
		<u>44,357,686.77</u>	<u>18,866,067.26</u>	<u>44,444,351.58</u>	<u>14,489,950.86</u>
(Increase) Decrease in portion of operating assets					
Trade and other current receivables		5,741,956.63	28,163,882.64	6,785,530.00	30,923,357.04
Inventories		789,563.67	(680,025.41)	750,680.29	657,945.59
Other assets		(15,043,264.02)	(55,412.74)	(8,264.02)	(55,412.74)
Increase (Decrease) in portion of operating liabilities					
Trade and other current payables		2,790,532.59	(74,003.94)	328,192.44	59,459.07
Others non-current liabilities		688,750.00	0.00	0.00	0.00
		<u>688,750.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

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, 2022

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2022	2021	2022	2021
Cash generated (paid) from operation		39,325,225.64	46,220,507.81	52,300,490.29	46,075,299.82
Employee benefit paid		0.00	(1,660,005.75)	0.00	(1,660,005.75)
Interest paid		(149,331.34)	(222,017.05)	(149,331.34)	(222,017.05)
Income tax paid		(4,843,902.03)	(2,799,101.42)	(4,320,808.91)	(2,507,342.63)
Income tax refunded		0.00	814,529.61	0.00	814,529.61
<b>Net cash provided by (used in) operating activities</b>		<b>34,331,992.27</b>	<b>42,353,913.20</b>	<b>47,830,350.04</b>	<b>42,500,464.00</b>
<b>Cash flows from investing activities</b>					
Proceeds from equity securities of other parties		130,664,562.16	38,000,000.00	130,664,562.16	38,000,000.00
Payments for acquire of equity securities of other parties		(10,000,000.00)	(55,000,000.00)	(10,000,000.00)	(55,000,000.00)
Proceeds from dissolution of subsidiary net of cash paid		0.00	13,422,495.48	0.00	13,386,275.59
Payments for acquire of investment in subsidiaries		0.00	0.00	(3,499,980.00)	(8,749,950.00)
Payments for investments in associate		(144,550,000.00)	0.00	(144,550,000.00)	0.00
Proceeds from sales of equipment		5,042,446.44	599,214.96	4,916,946.44	599,214.96
Payments for equipment acquisition		(11,589,844.30)	(6,835,870.12)	(11,218,948.04)	(6,654,664.85)
Payments for right-of-use assets		(785,000.00)	(212,878.50)	(785,000.00)	(212,878.50)
Payments for other intangible assets acquisition other than goodwill		(36,250.00)	0.00	(36,250.00)	0.00
<b>Net cash provided by (used in) investing activities</b>		<b>(31,254,085.70)</b>	<b>(10,027,038.18)</b>	<b>(34,508,669.44)</b>	<b>(18,632,002.80)</b>
<b>Cash flows from financing activities</b>					
Payments for lease liabilities		(2,418,537.26)	(2,394,825.95)	(2,418,537.26)	(2,394,825.95)
Payments for dividend		(19,711,597.00)	(24,642,121.25)	(19,711,597.00)	(24,642,121.25)
Proceeds from non-controlling interests		1,500,020.00	3,750,050.00	0.00	0.00
Payments for non-controlling interests		0.00	(2,886.30)	0.00	0.00
<b>Net cash provided by (used in) financing activities</b>		<b>(20,630,114.26)</b>	<b>(23,289,783.50)</b>	<b>(22,130,134.26)</b>	<b>(27,036,947.20)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(17,552,207.69)</b>	<b>9,037,091.52</b>	<b>(8,808,453.66)</b>	<b>(3,168,486.00)</b>
<b>Cash and cash equivalents as at the beginning of the period</b>		<b>40,888,782.89</b>	<b>27,265,522.09</b>	<b>21,978,323.05</b>	<b>21,665,715.73</b>
<b>Cash and cash equivalents as at the end of the period</b>	18	<b>23,336,575.20</b>	<b>36,302,613.61</b>	<b>13,169,869.39</b>	<b>18,497,229.73</b>

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, 2022  
(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 50, Soi Pattanakarn 57, Prawet, Bangkok, at 83/50 Moo 10, Nongkham, Siracha, Chonburi, and at 333/22 United Tower Building, 16th floor, Soi Sukhumvit 55 (Thonglor), Klong Ton Neau, Wattana, Bangkok.
- 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.

**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.

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

## 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, 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 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 the financial statements for fiscal year beginning on or after January 1, 2023

The Federation of Accounting Professions announced for adoption a number of revised financial reporting standards, which are effective for fiscal years beginning on or after January 1, 2023. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards.

The management of the Group believes that adoption of these amendments will not have any significant impact on the Group's financial statements in the year in which they are initial adopted.

## 3. INTERIM CONSOLIDATED FINANCIAL INFORMATION PREPARATION BASIS

- 3.1 The interim financial information has been prepared by including financial information of Qualitech Public Company Limited and subsidiaries in which Qualitech Public Company Limited has controlled the entire financial policy and operations of subsidiaries since the controllable date until the control is ceased, and recognized investments in associate by using equity method as follows:

	Registration in	Percentage of investment %		Type of business
		September	December	
		30, 2022	31, 2021	
<u>Subsidiaries</u>				
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 Co., Ltd.	Thailand	99.99	99.99	Providing materials and equipment for engineering services, inspection
Qualitech Solution Energy Company Limited	Thailand	70.00	70.00	Producing and distributing electricity from solar power or other sources of energy
<u>Associate</u>				
Property Aim Solutions Company Limited.	Thailand	49.00	0.00	Providing real estate management services both purchase and sale, rent and related real estate services

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.

#### 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, 2021.



**5. TRADE AND OTHER CURRENT RECEIVABLES**

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2022</u>	<u>December 31, 2021</u>
Trade accounts receivable	76,616,838.03	88,701,320.69	75,518,023.84	87,288,615.35
Other current receivables				
Retention receivable under				
contracts (Note 6)	1,987,712.47	2,395,300.89	1,987,712.47	2,395,300.89
Prepaid expenses	5,011,996.08	4,166,890.84	4,933,719.40	4,101,379.22
Others	5,499,076.55	3,241,222.34	3,848,604.12	2,950,378.90
Total	<u>89,115,623.13</u>	<u>98,504,734.76</u>	<u>86,288,059.83</u>	<u>96,735,674.36</u>
Less Allowance for expected credit				
losses - trade accounts receivable	<u>(7,418,227.01)</u>	<u>(19,390,765.04)</u>	<u>(7,418,227.01)</u>	<u>(19,390,765.04)</u>
Net	<u>81,697,396.12</u>	<u>79,113,969.72</u>	<u>78,869,832.82</u>	<u>77,344,909.32</u>

Billed trade accounts receivable separated on aging are as follows :

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2022</u>	<u>December 31, 2021</u>
Undue trade accounts receivable	48,765,297.36	41,819,134.16	48,180,920.10	41,142,059.93
Overdue trade accounts receivable				
- Less than 3 months	18,630,677.85	26,717,836.88	18,157,880.70	26,236,941.27
- Over 3 months to 6 months	2,318,092.69	996,760.85	2,318,092.69	990,820.85
- Over 6 months to 9 months	635,403.78	509,0669.70	614,917.00	281,424.20
- Over 9 months to 12 months	69,630.00	1,597,765.60	69,630.00	1,597,765.60
- Over 12 months	6,197,736.35	17,060,756.50	6,176,583.35	17,039,603.50
Total	<u>76,616,838.03</u>	<u>88,701,320.69</u>	<u>75,518,023.84</u>	<u>87,288,615.35</u>

6. CONTRACT ASSETS

6.1 Balance under contracts

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021
Contract assets	78,460,615.52	74,547,208.59	76,608,553.63	74,379,680.39
Less Allowance for expected credit losses	(4,799,363.51)	(5,590,786.71)	(4,799,363.51)	(5,590,786.71)
Net	<u>73,661,252.01</u>	<u>68,956,421.88</u>	<u>71,809,190.12</u>	<u>68,788,893.68</u>
Retention receivable under contracts (Note 5, 11)	4,466,098.11	6,017,864.96	4,466,098.11	6,017,864.96
Less Allowance for expected credit losses	(2,478,385.64)	(3,622,564.07)	(2,478,385.64)	(3,622,564.07)
Net	<u>1,987,712.47</u>	<u>2,395,300.89</u>	<u>1,987,712.47</u>	<u>2,395,300.89</u>

6.2 Revenues expected to recognize for unsatisfied performance obligations

As at September 30, 2022 and December 31, 2021, 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 152.28 million and Baht 188.22 million respectively (Separate : Baht 152.28 million and Baht 187.58 million respectively). The Group expects to comply this performance obligation to be satisfied within 1 year (Separate : 1 year).

7. OTHER CURRENT FINANCIAL ASSETS

	<b>Consolidated and Separate financial statements (Baht)</b>	
	<b>September 30, 2022</b>	<b>December 31, 2021</b>
Investment in equity securities	0.00	120,664,562.16

The increase and decrease of other current financial assets for the nine-month periods ended September 30, 2022 are as follow :

	<b>Consolidated and Separate financial statements (Baht)</b>
Book value as at January 1, 2022	120,664,562.16
Increase during the period	10,000,000.00
Decrease during the period	(130,863,337.36)
Gain on the sale of investments	198,775.20
Book value as at September 30, 2022	0.00

## 8. INVESTMENTS IN ASSOCIATE

Company's name	Type of business	Relationship	Paid-up share capital (Baht)	Percentage of shareholding		Consolidated financial statements (Baht)		Separate financial statements (Baht)	
				September	December	Carrying amounts under equity method		Cost method	
				30, 2022	31, 2021	September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021
Property Aim Solutions Company Limited	Providing real estate management services both purchase and sale, rent and related real estate services	The Company held 49.00% share capital, Shareholders and directorship	3,000,000.00	49.00	0.00	143,792,291.99	0.00	144,550,000.00	0.00

8.1 According to the minutes of the Board of directors' meeting No. 6/2022 held on August 1, 2022, passed the resolution to approve the Company to acquire ordinary shares from the shareholders of Property Aim Solutions Co., Ltd., for 14,700 shares (at par value of Baht 100 each) equivalent to 49% of total share capital. Total acquisition price of Baht 144.55 million by gradually paid in 3 installments and on September 23, 2022, the Company has already paid for ordinary shares acquisition in full.

8.2 The financial statements for the nine-month periods ended September 30, 2022 of above associate have been taken for preparing the consolidated financial statements were reviewed by the auditor.

9. INVESTMENTS IN SUBSIDIARIES

Company's name	Type of business	Relationship	Paid-up share capital	Percentage of shareholding		Separate financial statements (Baht)	
				September 30, 2022	December 31, 2021	Cost price	
				September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021
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	5,323,600.00
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	17,500,000 Baht	70.00	70.00	12,249,930.00	8,749,950.00
Total						31,987,030.00	28,487,050.00
Less Provision for impairment of investment in Qualitech Myanmar Company Limited						(3,572,156.80)	(3,572,156.80)
Net						28,414,873.20	24,914,893.20

The financial statements for the three-month and nine-month periods ended September 30, 2022 of above subsidiaries have been taken for preparing the consolidated financial statements were reviewed by the auditor.

## 10. PROPERTY, PLANT AND EQUIPMENT

10.1 The increase and decrease of property, plant and equipment for the nine-month periods ended September 30, 2022 are as follow :

	<b>Consolidated financial statements (Baht)</b>	<b>Separate financial statements (Baht)</b>
Net book value as at January 1, 2022	159,227,303.08	157,686,229.96
Purchase during the period - cost	9,832,812.15	9,461,915.89
Disposal during the period - net book value as at disposal date	(7,307,961.40)	(7,249,336.62)
Depreciation for the period	(15,056,782.80)	(14,738,721.61)
Transfer from right-of-use assets	1,760,266.83	1,760,266.83
Transfer to other intangible assets other than goodwill	(610,396.43)	(610,396.43)
Net book value as at September 30, 2022	<u>147,845,241.43</u>	<u>146,309,958.02</u>

10.2 As at September 30, 2022 and December 31, 2021, 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.

## 11. RIGHT-OF-USE ASSETS

11.1 The increase and decrease of right-of-use assets for the nine-month periods ended September 30, 2022 are as follow :

	<b>Consolidated and Separate financial statements (Baht)</b>
Net book value as at January 1, 2022	14,104,203.64
Purchase during the period - cost	3,140,000.00
Depreciation for the period	(1,239,589.23)
Transfer to property, plant and equipment	(1,760,266.83)
Net book value as at September 30, 2022	<u>14,244,347.58</u>

11.2 As at September 30, 2022 and December 31, 2021, vehicles at cost of Baht 16.74 million and Baht 16.01 million in the consolidated financial statements which is still pending the payment under leases (note 14).

**12. OTHER NON-CURRENT ASSETS**

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2022</u>	<u>December 31, 2021</u>
Deposit receivable under contract	2,478,385.64	3,622,564.07	2,478,385.64	3,622,564.07
Properties foreclosed	1,206,860.21	11,187.65	1,206,860.21	11,187.65
Assets held under financial lease				
construction in progress	15,035,000.00	0.00	0.00	0.00
Others	1,855,080.50	351,615.00	1,793,940.50	290,475.00
Total	<u>20,575,326.35</u>	<u>3,985,366.72</u>	<u>5,479,186.35</u>	<u>3,924,226.72</u>
Less Allowance for expected credit losses	(2,478,385.64)	(3,622,564.07)	(2,478,385.64)	(3,622,564.07)
Less Provisions for impairment of assets	(1,206,860.21)	(11,157.65)	(1,206,860.21)	(11,157.65)
Net	<u>16,890,080.50</u>	<u>351,615.00</u>	<u>1,793,940.50</u>	<u>290,475.00</u>

**13. TRADE AND OTHER CURRENT PAYABLES**

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>September 30, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2022</u>	<u>December 31, 2021</u>
Trade accounts payable	17,275,926.84	15,730,316.96	18,221,287.39	16,865,751.45
Other current payables				
Accrued expenses	19,800,632.79	19,500,184.37	18,158,033.48	18,863,549.87
Assets payables	233,933.63	47,515.04	233,933.63	694,800.84
Others	4,073,920.03	4,073,719.35	3,377,084.57	3,698,911.68
Total	<u>41,384,413.29</u>	<u>39,351,735.72</u>	<u>39,990,339.07</u>	<u>40,123,013.84</u>

**14. LEASE LIABILITIES**

14.1 Lease liabilities excluded future interest expenses as follows :

	<b>Consolidated and Separate financial statements (Baht)</b>	
	<b>September 30, 2022</b>	<b>December 31, 2021</b>
Hire purchase payable	6,823,932.00	6,953,770.00
Less Future interest expenses of financial lease	(210,748.77)	(277,049.51)
Total	<u>6,613,183.23</u>	<u>6,676,720.49</u>
Less Current portion of lease liabilities	<u>(3,172,102.31)</u>	<u>(2,931,238.07)</u>
Net	<u><u>3,441,080.92</u></u>	<u><u>3,745,482.42</u></u>

14.2 The increase and decrease of lease liabilities for the nine-month periods ended September 30, 2022 are as follow :

	<b>Consolidated and Separate financial statements (Baht)</b>
Book value as at January 1, 2022	<u>6,676,720.49</u>
Increase during the period	2,355,000.00
Repayment during the period	<u>(2,418,537.26)</u>
Book value as at September 30, 2022	<u><u>6,613,183.23</u></u>

14.3 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, 2022</b>	<b>December 31, 2021</b>
Vehicles	<u>16,741,214.97</u>	<u>16,012,448.63</u>



**15. 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, 2022 are as follow :

	<u>Consolidated financial statements (Baht)</u>	<u>Separate financial statements (Baht)</u>
Book value as at January 1, 2022	23,706,061.70	23,627,748.24
Current cost of services and interest	1,754,681.22	1,733,259.55
Book value as at September 30, 2022	<u>25,460,742.92</u>	<u>25,361,007.79</u>

**16. DIVIDEND PAID**

According to the annual general shareholders' meeting for the year 2022 held on April 5, 2022, passed the resolution to pay dividend from profit for the year 2021 to the shareholders at Baht 0.20 per share, amount of Baht 19.71 million in which the Company has fully paid such dividend on April 28, 2022.

**17. INCOME TAX**

17.1 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 21).

**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).

17.2 Tax expense (income) recognized in profit or loss for the three-month and nine-month periods ended September 30, 2022 and 2021 are as follow:

	<b>For the three-month periods</b>			
	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
<b>Current income tax</b>				
Corporate income tax for the period	1,064,312.32	454,023.37	902,682.36	0.00
<b>Deferred tax</b>				
Changes in temporary differences	0.00	(78,242.19)	0.00	(206,714.87)
Total tax expense (income)	<u>1,064,312.32</u>	<u>375,781.18</u>	<u>902,682.36</u>	<u>(206,714.87)</u>
	<b>For the nine-month periods</b>			
	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
<b>Current income tax</b>				
Corporate income tax for the period	1,613,063.28	578,523.99	1,072,965.69	0.00
<b>Deferred tax</b>				
Changes in temporary differences	627,957.42	612,655.49	629,369.84	484,182.81
Total tax expense (income)	<u>2,241,020.70</u>	<u>1,191,179.48</u>	<u>1,702,335.53</u>	<u>484,182.81</u>

18. **ADDITIONAL DISCLOSURE OF STATEMENTS OF CASH FLOWS**

18.1 Cash and cash equivalents

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<b>September 30, 2022</b>	<b>September 30, 2021</b>	<b>September 30, 2022</b>	<b>September 30, 2021</b>
Cash	310,603.13	1,402,784.16	323,492.73	1,324,445.93
Cash at bank - current accounts	58,391.55	82,643.16	34,769.59	34,000.00
Cash at bank - savings deposit	22,967,580.52	34,817,186.29	12,811,607.07	17,138,783.80
<b>Total</b>	<b>23,336,575.20</b>	<b>36,302,613.61</b>	<b>13,169,869.39</b>	<b>18,497,229.73</b>

18.2 Non-cash transaction

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<b>September 30, 2022</b>	<b>September 30, 2021</b>	<b>September 30, 2022</b>	<b>September 30, 2021</b>
Transfer equipment to be properties foreclosed	1,206,860.21	0.00	1,206,860.21	0.00
Transfer equipment to be other intangible assets other than goodwill	610,396.43	0.00	610,396.43	0.00
Transfer right-of-use assets to be equipment	1,760,266.83	829,178.20	1,760,266.83	829,178.20
Right-of-use assets under lease liabilities	2,355,000.00	835,112.00	2,355,000.00	835,112.00
Payables from acquire of equipment	186,418.59	220,501.74	460,867.21	220,501.74

**19. 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 :

19.1 General information

<u>Name</u>	<u>Relationship</u>	<u>Description</u>	<u>Pricing policy</u>
<u>Subsidiary</u>			
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 Limited	The Company held 99.99% share capital, has common director and management	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
		Materials supply	Close to market value
		Contractor wages	Close to market value
		Purchase of fixed assets	At agreed price
Qualitech Solution Energy Company Limited	The Company held 70% share capital, has common director and management	Income - rental	At agreed price
		Income - management service fee	At agreed price
<u>Other related parties</u>			
Creative Solutions Energy Company Limited	Shareholding and common directors and executives in subsidiary	Management service fee	At agreed price
		Contractor wages	At agreed price

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

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021
Qualitech Myanmar Company Limited				
Trade and other current receivables	0.00	0.00	322,751.52	9,974.07
Contract assets	0.00	0.00	0.00	45,000.00
Duwell Intertrade Company Limited				
Trade and other current receivables	0.00	0.00	88,913.22	215,256.04
Contract assets	0.00	0.00	0.00	6,000.00
Trade and other current payables	0.00	0.00	1,065,148.62	2,276,943.95
Qualitech Solution Energy Company Limited				
Trade and other current receivables	0.00	0.00	27,400.00	3,000.00
Creative Solutions Energy Company Limited				
Trade and other current payables	21,400.00	0.00	0.00	0.00

19.3 Revenues and expenses transaction with related persons and parties for the three-month and nine-month periods ended September 30, 2022 and 2021 are as follows :

	For the three-month periods			
	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Qualitech Myanmar Company Limited				
Other income - management fee	0.00	0.00	33,366.18	29,648.31
Duwell Intertrade Company Limited				
Service income - wages	0.00	0.00	0.00	19,500.00
Other income - rental	0.00	0.00	63,485.84	65,057.01
Other income - management fee	0.00	0.00	56,074.77	514,018.69
Other income - other service charges	0.00	0.00	13,153.74	68,273.82
Cost of sales and services - material supply	0.00	0.00	2,517,235.00	2,510,485.00
Cost of sales and services - contractor wages	0.00	0.00	49,110.00	62,645.00
Cost of sales and services - other service charges	0.00	0.00	5,500.00	11,363.80

**For the three-month periods**

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Qualitech Solution Energy Company Limited				
Other income - rental	0.00	0.00	9,000.00	9,000.00
Other income - management fee	0.00	0.00	30,000.00	0.00
Creative Solutions Energy Company Limited				
Administrative expenses – management fee	30,000.00	0.00	0.00	0.00

**For the nine-month periods**

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Qualitech Myanmar Company Limited				
Service income - wages	0.00	0.00	472,000.00	1,242,001.39
Other income - management fee	0.00	0.00	94,265.04	85,104.69
Other income – tools rental	0.00	0.00	0.00	55,000.00
Duwell Intertrade Company Limited				
Service income - wages	0.00	0.00	43,000.00	56,000.00
Other income - rental	0.00	0.00	192,755.42	198,017.97
Other income - management fee	0.00	0.00	364,485.99	682,242.97
Other income - other service charges	0.00	0.00	41,651.92	68,273.82
Cost of sales and services - material supply	0.00	0.00	7,302,312.50	6,338,018.75
Cost of sales and services - contractor wages	0.00	0.00	76,230.00	140,420.00
Cost of sales and services - other service charges	0.00	0.00	5,500.00	11,363.80
Qualitech Solution Energy Company Limited				
Other income - rental	0.00	0.00	27,000.00	18,000.00
Other income - management fee	0.00	0.00	200,000.00	0.00
Creative Solutions Energy Company Limited				
Administrative expenses – management fee	170,000.00	0.00	0.00	0.00

19.4 Other transaction with related persons and parties for the three-month and nine-month periods ended September 30, 2022 and 2021 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, 2022</b>	<b>September 30, 2021</b>	<b>September 30, 2022</b>	<b>September 30, 2021</b>
Duwell Intertrade Company Limited				
Fixed assets – equipment	0.00	0.00	45,900.00	240,000.00
Creative Solutions Energy Company Limited				
Construction in progress-wages	21,750.00	0.00	0.00	0.00
	<b>For the nine-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2022</b>	<b>September 30, 2021</b>	<b>September 30, 2022</b>	<b>September 30, 2021</b>
Duwell Intertrade Company Limited				
Fixed assets – equipment	0.00	0.00	82,800.00	498,250.00
Creative Solutions Energy Company Limited				
Construction in progress-wages	435,000.00	0.00	0.00	0.00

20. **EXPENSES ANALYZED BY NATURE**

Expenses analyzed by nature for the three-month and nine-month periods ended September 30, 2022 and 2021 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, 2022</b>	<b>September 30, 2021</b>	<b>September 30, 2022</b>	<b>September 30, 2021</b>
Changes in inventories	1,254,181.45	1,164,749.08	0.00	0.00
Employee benefit expenses	55,079,492.65	58,807,444.42	54,117,511.63	58,094,437.95
Depreciation	5,418,929.55	6,893,352.61	5,305,789.74	6,792,458.21
Supplies used	4,891,175.81	6,190,153.87	7,401,587.18	8,699,364.67
Contractor wage	14,946,639.52	9,323,865.22	14,970,970.52	9,440,236.53
Travelling and accommodation expenses	2,339,900.91	2,106,374.00	2,279,499.23	2,081,842.22
Office expenses	3,358,458.60	2,406,742.29	3,254,619.50	2,428,418.29
Official fee and consultant fee	2,550,841.71	633,589.59	2,485,413.19	550,897.91
Repairs and maintenance expenses	1,347,432.04	918,236.17	1,341,651.73	918,236.17
Directors' remuneration	672,400.00	389,700.00	672,400.00	389,700.00
Management benefit expenses	7,574,302.16	5,383,213.98	7,424,302.16	5,333,213.98
	<b>For the nine-month periods</b>			
	<b>Consolidated financial statements (Baht)</b>		<b>Separate financial statements (Baht)</b>	
	<b>September 30, 2022</b>	<b>September 30, 2021</b>	<b>September 30, 2022</b>	<b>September 30, 2021</b>
Changes in inventories	(30,953.65)	(1,258,320.24)	0.00	0.00
Employee benefit expenses	158,063,259.15	165,992,596.19	155,172,783.70	163,510,327.09
Depreciation	16,296,372.03	20,146,106.78	15,978,310.84	19,854,576.47
Supplies used	14,625,004.64	16,178,217.86	21,801,507.77	22,451,337.25
Contractor wage	28,762,617.96	22,164,412.23	28,768,389.68	22,322,277.92
Travelling and accommodation expenses	6,337,858.22	6,080,225.62	5,997,101.94	5,990,863.12
Office expenses	9,065,214.17	7,552,417.72	8,639,526.88	7,400,386.11
Official fee and consultant fee	6,491,598.26	2,379,009.34	6,268,191.91	2,160,696.79
Repairs and maintenance expenses	3,426,487.01	2,706,813.61	3,396,351.28	2,698,763.94
Directors' remuneration	1,687,200.00	1,537,800.00	1,687,200.00	1,537,800.00
Management benefit expenses	18,802,089.92	15,197,865.13	18,502,089.92	15,027,865.13



## 21. RIGHTS AND PRIVILEGES UNDER PROMOTIONAL CERTIFICATE

The results of operation of the Group for the nine-month periods ended September 30, 2022 and 2021 separated into promoted business and non-promoted business as follows:

	Consolidated financial statements (Baht)					
	Promoted business		Non-promoted business		Total	
	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Sales and services income	144,113,307.02	194,841,821.77	172,001,051.62	86,360,407.04	316,114,358.64	281,202,228.81
Cost of sale of services	(99,704,636.87)	(149,318,276.61)	(122,352,043.03)	(75,971,180.76)	(222,056,679.90)	(225,289,457.37)
Gross profit	44,408,670.15	45,523,545.16	49,649,008.59	10,389,226.28	94,057,678.74	55,912,771.44
Other income						
Gains (losses) on dissolution of subsidiary	0.00	0.00	0.00	(38,434.21)	0.00	(38,434.21)
Others	241,942.32	47,040.76	1,349,431.51	1,859,616.47	1,591,373.83	1,906,657.23
Distribution costs	(2,820,463.23)	(5,044,440.09)	(4,063,796.42)	(2,545,357.43)	(6,884,259.65)	(7,589,797.52)
Administrative expenses	(22,872,448.31)	(33,488,783.74)	(28,546,209.17)	(15,594,979.80)	(51,418,657.48)	(49,083,763.54)
Profit (loss) from operating activities	18,957,700.93	7,037,362.09	18,388,434.51	(5,929,928.69)	37,346,135.44	1,107,433.40
Share of loss from investments in associate	0.00	0.00	(757,708.01)	0.00	(757,708.01)	0.00
Finance costs	(238,151.41)	(414,648.20)	(300,360.48)	(114,611.99)	(538,511.89)	(529,260.19)
Profit (loss) before income tax	18,719,549.52	6,622,713.89	17,330,366.02	(6,044,540.68)	36,049,915.54	578,173.21
Tax expense	0.00	0.00	(2,241,020.70)	(1,191,179.48)	(2,241,020.70)	(1,191,179.48)
Profit (loss) for the period	18,719,549.52	6,622,713.89	15,089,345.32	(7,235,720.16)	33,808,894.84	(613,006.27)

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

## 22. OPERATING SEGMENTS

22.1 Revenues separated by nature of sales and services for the three-month and nine-month periods ended September 30, 2022 and 2021 are as follows :

	<b>Consolidated financial statements (Million Baht)</b>			
	<b>For the three-month periods</b>		<b>For the nine-month periods</b>	
	<b>September 30, 2022</b>	<b>September 30, 2021</b>	<b>September 30, 2022</b>	<b>September 30, 2021</b>
Sales	3.50	3.94	8.46	10.27
Services income				
Non-Destructive Testing	55.93	53.63	149.72	144.39
Inspection and certificate	56.76	43.09	140.94	109.77
Others	6.47	5.78	16.99	16.77
Total	119.16	102.50	307.65	270.93
Total	122.66	106.44	316.11	281.20

22.2 For the nine-month periods ended September 30, 2022 and 2021, the Group has revenues from five major customers in the amount of Baht 119.75 million and Baht 111.76 million respectively.

## 23. DISCLOSURE AND PRESENTATION OF FINANCIAL INSTRUMENTS

### Liquidity risk

As at September 30, 2022 and December 31, 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)

	Note	<b>Consolidated financial statements</b>			
		<b>Less than 1 year</b>	<b>1 - 3 years</b>	<b>3 - years</b>	<b>Total</b>
<b>As at September 30, 2022</b>					
Trade and other current payables	13	41.38	0.00	0.00	41.38
Lease liabilities	14	3.26	2.84	0.51	6.61
Total		44.64	2.84	0.51	47.99
<b>As at December 31, 2021</b>					
Trade and other current payables	13	39.35	0.00	0.00	39.35
Lease liabilities	14	3.03	3.65	0.00	6.68
Total		42.38	3.65	0.00	46.03

(Unit : Million Baht)

		<b>Separate financial statements</b>			
	Note	Less than 1 year	1 - 3 years	3 - years	Total
<b>As at September 30, 2022</b>					
Trade and other current payables	13	39.99	0.00	0.00	39.99
Lease liabilities	14	3.26	2.84	0.51	6.61
Total		<u>43.25</u>	<u>2.84</u>	<u>0.51</u>	<u>46.60</u>
<b>As at December 31, 2021</b>					
Trade and other current payables	13	40.12	0.00	0.00	40.12
Lease liabilities	14	3.03	3.65	0.00	6.68
Total		<u>43.15</u>	<u>3.65</u>	<u>0.00</u>	<u>46.80</u>

#### 24. HIERARCHY LEVELS OF FAIR VALUE

As at September 30, 2022 and December 31, 2021, the Group presented carrying value of assets which measured at fair value separating by hierarchy of fair value as follows :

(Unit : Million Baht)

		<b>Consolidated and Separate financial statements</b>			
		Level 1	Level 2	Level 3	Total
<b>As at September 30, 2022</b>					
<b>Assets measured at fair value</b>					
Other current financial assets					
Investment in equity instruments		0.00	0.00	0.00	0.00
<b>As at December 31, 2021</b>					
<b>Assets measured at fair value</b>					
Other current financial assets					
Investment in equity instruments		120.66	0.00	0.00	120.66

**25. COMMITMENT AND CONTINGENT LIABILITIES**

- 25.1 As at September 30, 2022 and December 31, 2021, the Group has commitment under purchase and hire agreement in the amount of Baht 37.67 million and Baht 21.99 million in the consolidated financial statements and Baht 35.63 million and Baht 24.73 million in the separate financial statements respectively.
- 25.2 The subsidiary has commitment under lease office building agreement as at September 30, 2022 and December 31, 2021 for the amount of Baht 0.06 million and Baht 0.15 million respectively.
- 25.3 The Group 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, 2022 and December 31, 2021 total amount of Baht 7.89 million and Baht 10.59 million respectively in the consolidated and separate financial statements. Contingent liabilities are guaranteed by mortgaging land with its construction (note 10).
- 25.4 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. Currently, it is proceeding of the police officer for investigation and gathering file of a case 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.
- 25.5 The Company has a litigation arising from the employment of workers as at September 30, 2022 and December 31, 2021 amounting to Baht 5.48 million and Baht 1.87 million respectively. The case is currently in the process of the Court's trial, which the Company's management believes that it will not have a significant impact on the Company's financial position.

**26. INTERIM FINANCIAL INFORMATION APPROVAL**

This interim financial information was approved and authorized for issue by the Board of directors of the Company on November 12, 2022.