

**SAHAVIRIYA STEEL INDUSTRIES PUBLIC COMPANY LIMITED
AND SUBSIDIARIES**

AUDITOR'S REPORT AND INTERIM FINANCIAL INFORMATION

FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2021

(UNAUDITED/REVIEWED ONLY)



AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Board of directors of SAHAVIRIYA STEEL INDUSTRIES PUBLIC COMPANY LIMITED

I have reviewed the accompanying consolidated and separate statements of financial position of SAHAVIRIYA STEEL INDUSTRIES PUBLIC COMPANY LIMITED, AND ITS SUBSIDIARIES (the Group), and of SAHAVIRIYA STEEL INDUSTRIES PUBLIC COMPANY LIMITED (the "Company") as at 30 June 2021, the consolidated and separate statements of income and comprehensive income, statements of changes in shareholders' equity and statements of cash flows for the six-month periods then ended, and the condensed notes to financial statements (collectively, the "Interim financial information"). 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 information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion on this reviewed interim financial information.

Conclusion

Based on my reviews, 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.

Emphasis of Matter

1. Material uncertainty on going concern

As stated in notes 2 to financial statements, as at 30 June 2021, the Group and the Company have operating profit for the six-month periods the amount of Baht 410.0 million and Baht 304.4 million respectively, and the consolidated and separate statements of financial position also represented operating deficit as at the same date, amount of Baht 16,270.5 million and Baht 16,786.5 million respectively, and negative shareholders' equity of Baht 14,135.6 million and Baht 15,173.5 million respectively.

The Company needs to generate sufficient cash flows to meet both its working capital requirement and for settlement the liabilities from operation, and liabilities under business rehabilitation plan. The Company may use the seeking new source of fund methods by issuing new share capital, conversion of outstanding liabilities to equity for the Company's ability to continue its operation as a going concern and to comply with the business rehabilitation plan. The Company has explained the progress of these activities in notes 21 to financial statements. From such situation indicated the significant uncertainties to the Company's ability to continue its operation as a going concern. If the Company could not provide the sufficiency working capital which may significantly affected to the valuation of assets and liabilities in the consolidated and separate financial information for the six-month periods ended 30 June 2021. These factors cause significant doubts about the Group's ability to continue its operation as a going concern. However, the Group has taken the other procedures for adjustments the financial position as described in notes 2 to financial statements. Accordingly, the management believes that the preparation of such interim financial information on the assumption that the Group will continue to operate as a going concern, is appropriate.

2. Collection from related companies receivable under debt restructuring

As stated in notes 21.2 to financial statement, the Company has two related company receivables, the outstanding balance of such receivables as at 30 June 2021, and 31 December 2020 total amount of Baht 3,424.2 million and 3,497.9 million respectively. The Company has set up allowance for credit losses in full. Such debt amount is higher than the remaining amount required to complied in rehabilitation plan, which required the Company to collect from two related companies not less than the amount of Baht 300 million per annum, and received the payment from those two related companies for the six months total amount of Baht 73.8 million and all outstanding debt balance within the year 2021 must not exceeding Baht 1,760.0 million, the incident is not the cause of default because Board of creditor not yet notice for such defaulting. At present, the Company is tracking the debt payment.

At present, the Company proposes the guidelines for the remaining debt payment of two receivables and resolving the issues with both receivables to the Board of creditors which is under the consideration for approval.

Accordingly, I did not provide a qualified conclusion on the aforementioned matter.

D I A International Audit Company Limited



(Mrs. Suvimol Chrityakierne)

C.P.A. (Thailand)

Registration No. 2982

16 August 2021

Sahaviriya Steel Industries Public Company Limited and Subsidiaries

Statements of financial position

As at 30 June 2021

Unit : Thousand Baht

Assets	Note	Consolidated financial statements		Separate financial statements	
		June 30, 2021 (UNAUDITED / REVIEWED ONLY)	December 31, 2020 (AUDITED)	June 30, 2021 (UNAUDITED / REVIEWED ONLY)	December 31, 2020 (AUDITED)
Current assets					
Cash and cash equivalents		1,540,143	665,740	1,431,404	635,691
Trade accounts receivable	7	225,737	134,804	152,519	36,401
Other current receivables from related parties	6	185,757	163,943	210,311	172,070
Current contract assets	8.1	20,888	16,593	-	-
Short-term loans from related parties	6	21,977	11,056	21,977	11,056
Current portion of long-term loans	14	27,879	14,875	27,879	14,875
Inventories	9	6,998,711	4,316,393	6,923,983	4,260,406
Other current assets	10	643,712	242,586	574,625	192,425
Assets held for disposal from liquidation of subsidiary	3(๗)	-	-	-	-
Total current assets		9,664,804	5,565,990	9,342,698	5,322,924
Non-current assets					
Other non-current financial assets	11	65,859	44,136	65,560	43,322
Investments in subsidiaries	12	-	-	324,000	279,000
Investments in joint venture	13	2,716,035	2,564,157	2,628,782	2,628,782
Long-term loans	14	501,488	471,446	501,488	471,446
Property, plant and equipment	15	10,675,142	10,922,902	9,557,515	9,769,170
Right-of-use assets	16.1	64,335	71,522	44,208	49,535
Other intangible assets		9,796	12,970	5,917	8,294
Deferred tax assets	17	17,222	9,771	-	-
Other non-current assets		16,880	16,933	15,245	15,326
Total non-current assets		14,066,757	14,113,837	13,142,715	13,264,875
Total assets		23,731,561	19,679,827	22,485,413	18,587,799

The accompanying notes are an integral part of these financial statements.

Sahaviriya Steel Industries Public Company Limited and Subsidiaries

Statements of financial position (Cont'd)

As at 30 June 2021

Unit : Thousand Baht

	Note	Consolidated financial statements		Separate financial statements	
		June 30, 2021 (UNAUDITED / REVIEWED ONLY)	December 31, 2020 (AUDITED)	June 30, 2021 (UNAUDITED / REVIEWED ONLY)	December 31, 2020 (AUDITED)
Liabilities and shareholders' equity					
<i>Current liabilities</i>					
Short-term borrowings from financial institutions	18	35,000	40,000	-	-
Trade accounts payable	19	4,120,358	2,837,509	4,068,647	2,801,885
Other current payables to related parties	6	14,870	11,085	19,344	22,070
Other current payables		264,696	219,694	216,058	180,494
Current contract liabilities	8.1	1,604,032	823,914	1,577,299	812,234
Current portion of liabilities under rehabilitation plan	21	839,857	225,082	839,857	233,073
Current portion of lease liabilities	16.2	33,967	31,445	27,834	25,160
Short-term borrowings from related parties	6	-	-	53,419	74,500
Corporate income tax payable		9,705	-	-	-
Provisions for onerous contracts	8.4	330,214	12,291	330,214	12,291
Other non-current financial liabilities		10,405	732	10,405	732
Total current liabilities		7,263,104	4,201,752	7,143,077	4,162,439
<i>Non-current liabilities</i>					
Liabilities under rehabilitation plan	21	30,124,512	29,527,289	30,132,503	29,527,289
Lease liabilities	16.2	31,704	41,439	17,081	25,353
Deferred tax liabilities	17	39,670	38,380	16,811	15,122
Non-current provisions for employee benefits	20	407,307	391,164	348,576	334,679
Other non-current liabilities		824	824	824	824
Total non-current liabilities		30,604,017	29,999,096	30,515,795	29,903,267
Total liabilities		37,867,121	34,200,848	37,658,872	34,065,706

The accompanying notes are an integral part of these financial statements.

Sahaviriya Steel Industries Public Company Limited and Subsidiaries

Statements of financial position (Cont'd)

As at 30 June 2021

Unit : Thousand Baht

	Note	Consolidated financial statements		Separate financial statements	
		June 30, 2021 (UNAUDITED / REVIEWED ONLY)	December 31, 2020 (AUDITED)	June 30, 2021 (UNAUDITED / REVIEWED ONLY)	December 31, 2020 (AUDITED)
Liabilities and shareholders' equity					
<i>Shareholders' equity</i>					
Share capital	22				
Authorized share capital					
11,113,018,280 common shares of Baht 1 each		11,113,018	11,113,018	11,113,018	11,113,018
Issued and paid-up share capital					
11,113,018,280 common shares of Baht 1 each		11,113,018	11,113,018	11,113,018	11,113,018
Share discount on ordinary shares		(9,500,000)	(9,500,000)	(9,500,000)	(9,500,000)
Deficit		(16,270,469)	(16,654,971)	(16,786,477)	(17,090,925)
Equity attributable to owners of the Company		(14,657,451)	(15,041,953)	(15,173,459)	(15,477,907)
Non-controlling interests		521,891	520,932	-	-
Capital deficiency/total shareholders' equity		(14,135,560)	(14,521,021)	(15,173,459)	(15,477,907)
Total liabilities and shareholders' equity		23,731,561	19,679,827	22,485,413	18,587,799

The accompanying notes are an integral part of these financial statements.

Sahaviriya Steel Industries Public Company Limited and Subsidiaries

Statements of comprehensive income

For the six-month periods ended 30 June 2021

(Unaudited/reviewed only)

Unit : Thousand Baht

	Note	Consolidated financial statements		Separate financial statements	
		2021	2020 (RESTATED)	2021	2020 (RESTATED)
Income					
Revenue from sale of goods		15,673,083	8,433,134	15,673,083	8,432,384
Revenue from rendering of services		406,936	236,452	120,697	38,644
Dividend income		-	-	70,500	25,500
Other income		72,397	28,418	80,239	15,582
Total income		16,152,416	8,698,004	15,944,519	8,512,110
Expenses					
Cost of sales		13,570,076	8,548,340	13,597,267	8,580,960
Cost of vacant land		-	36,219	-	36,219
Cost of rendering of services		345,641	204,952	115,878	32,958
Distribution costs		42,990	35,913	36,896	29,084
Administrative expenses		281,128	322,402	244,406	282,171
Management benefit expenses		45,950	45,737	43,295	40,921
Net loss on exchange rate		49,697	98,289	49,384	98,426
Reversed allowance for expected credit losses		(73,813)	(35,373)	(73,813)	(35,373)
Loss on onerous contracts		317,923	31,412	317,923	31,412
Total expenses		14,579,592	9,287,891	14,331,236	9,096,778
Profit (loss) from operation activities		1,572,824	(589,887)	1,613,283	(584,668)
Finance income		6,386	4,804	6,355	4,688
Finance costs		(790,761)	(915,358)	(791,075)	(914,708)
Gains (losses) on eliminated of financial liabilities measured at amortized cost		-	1,631,529	-	1,631,529
Gains (losses) on foreign exchange liabilities under the rehabilitation plan-net		(1,108,720)	-	(1,108,720)	-
Adjustments for decrease in debt guarantee from debtors' liquidation	21.2	586,294	-	586,294	-
Share of profit (loss) by equity-accounted investees					
Joint venture		151,879	(42,675)	-	-
Profit (loss) before income tax		417,902	88,413	306,137	136,841
Tax (expense) income	17	(7,941)	9,078	(1,689)	10,131
Profit (loss) for the period		409,961	97,491	304,448	146,972
Profit (loss) attributable to					
Owners of the Company		384,502	92,678	304,448	146,972
Non-controlling interests		25,459	4,813	-	-
Profit (loss) for the period		409,961	97,491	304,448	146,972
Basic earnings (loss) per share (Baht)	25	0.03	0.01	0.03	0.01

The accompanying notes are an integral part of these financial statements.

Sahaviriya Steel Industries Public Company Limited and Subsidiaries

Statements of comprehensive income (Cont'd)

For the six-month periods ended 30 June 2021

(Unaudited/reviewed only)

Unit : Thousand Baht

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
		(RESTATED)		(RESTATED)
Profit (loss) for the period	<u>409,961</u>	<u>97,491</u>	<u>304,448</u>	<u>146,972</u>
Other comprehensive income for the period	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>409,961</u>	<u>97,491</u>	<u>304,448</u>	<u>146,972</u>
Total comprehensive income attributable to:				
Owners of the Company	384,502	92,678	304,448	146,972
Non-controlling interests	<u>25,459</u>	<u>4,813</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>409,961</u>	<u>97,491</u>	<u>304,448</u>	<u>146,972</u>

The accompanying notes are an integral part of these financial statements.

Sahaviriya Steel Industries Public Company Limited and Subsidiaries

Statements of changes in shareholders' equity

For the six-month periods ended 30 June 2021

(Unaudited/reviewed only)

Unit : Thousand Baht

	Consolidated financial statements						
	Issued and paid-up share capital	Share discount on ordinary shares issuance	Legal reserve	Retained earnings (deficit) Unappropriated (deficit)	Equity attributable to owners of the Company	Non-controlling interests	Total shareholders' equity
Balance as at 31 December 2019	11,113,018	(9,500,000)	-	(17,031,318)	(15,418,300)	544,352	(14,873,948)
Profit (loss) for the period	-	-	-	92,678	92,678	4,813	97,491
Other comprehensive income (expense) for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	92,678	92,678	4,813	97,491
Dividend paid to non-controlling interests	-	-	-	-	-	(24,500)	(24,500)
Balance as at 30 June 2020	11,113,018	(9,500,000)	-	(16,938,640)	(15,325,622)	524,665	(14,800,957)
Balance as at 30 June 2020	11,113,018	(9,500,000)	-	(16,654,971)	(15,041,953)	520,932	(14,521,021)
Profit (loss) for the period	-	-	-	384,502	384,502	25,459	409,961
Other comprehensive income (expense) for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	384,502	384,502	25,459	409,961
Dividend paid to non-controlling interests	-	-	-	-	-	(24,500)	(24,500)
Balance as at 30 June 2021	11,113,018	(9,500,000)	-	(16,270,469)	(14,657,451)	521,891	(14,135,560)

The accompanying notes are an integral part of these financial statements.

Sahaviriya Steel Industries Public Company Limited and Subsidiaries

Statements of changes in shareholders' equity

For the six-month periods ended 30 June 2021

(Unaudited/reviewed only)

Unit : Thousand Baht

	Separate financial statements				Total shareholders' equity
	Issued and paid-up share capital	Share discount on ordinary shares issuance	Legal reserve	Retained earnings (deficit) Unappropriated (deficit)	
Balance as at 31 December 2019	11,113,018	(9,500,000)	-	(17,523,567)	(15,910,549)
Profit (loss) for the period	-	-	-	146,972	146,972
Other comprehensive income (expense) for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	146,972	146,972
Balance as at 30 June 2020	11,113,018	(9,500,000)	-	(17,376,595)	(15,763,577)
Balance as at 30 June 2020	11,113,018	(9,500,000)	-	(17,090,925)	(15,477,907)
Profit (loss) for the period	-	-	-	304,448	304,448
Other comprehensive income (expense) for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	304,448	304,448
Balance as at 30 June 2021	11,113,018	(9,500,000)	-	(16,786,477)	(15,173,459)

The accompanying notes are an integral part of these financial statements.

Sahaviriya Steel Industries Public Company Limited and Subsidiaries

Statements of cash flows

For the six-month periods ended 30 June 2021

(Unaudited/reviewed only)

Unit : Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
<i>Cash flows from operating activities</i>				
Profit (loss) for the period	409,961	97,491	304,448	146,972
<i>Adjustments for</i>				
Depreciation and amortization	378,588	304,912	325,855	251,562
Expected credit losses (reversal)	(73,813)	(35,372)	(73,813)	(35,372)
Loss on devaluation of inventories (reversal)	22,780	(225,601)	22,780	(225,601)
Unrealized loss (gain) on exchange rate	48,239	29,770	47,954	29,439
Loss (gain) on forward contracts	9,673	-	9,673	-
Write off equipment	5	1,711	5	1,711
Employee benefit provisions	16,283	17,155	13,897	14,590
Loss on onerous contracts (reversal)	317,923	31,412	317,923	31,412
Loss (gain) on disposal of property, plant and equipment	(3,133)	-	(3,133)	-
Share of loss (gains) of joint venture (net of tax)	(151,878)	42,676	-	-
Gains (losses) on elimination of financial liabilities				
measured at amortized cost	-	(1,631,529)	-	(1,631,529)
Loss (gain) on foreign exchange liabilities under the rehabilitation				
plan-net	1,108,720	-	1,108,720	-
Adjustments for decrease in debt guarantee from debtors' liquidation	(586,294)	-	(586,294)	-
Finance costs	790,761	915,358	791,075	914,708
Finance income	(6,386)	(4,804)	(6,355)	(4,688)
Dividend income	-	-	(70,500)	(25,500)
Accrued income tax expense (reversal)	7,941	(9,078)	1,689	(10,131)
<i>Profit (loss) from operating activities before changes in operating assets and liabilities :</i>	2,289,370	(465,899)	2,203,924	(542,427)
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	(17,328)	15,963	(42,305)	5,641
Other receivables from related parties	(21,814)	(22,388)	(38,241)	(20,866)
Current contract assets	(4,295)	-	-	-
Inventories	(2,705,098)	2,988,740	(2,686,357)	3,035,486
Other current assets	-381,462	(49,399)	-371,951	(36,249)
Other non-current assets	53	(2,384)	81	(591)
Trade accounts payable	1,186,722	(1,407,211)	1,170,712	(1,469,422)
Other payables to related parties	3,785	(185,709)	-321	(193,142)
Other current liabilities	40,533	225,885	31,024	216,883
Current contract liabilities	780,118	-	765,065	-
<i>Cash provided by (used in) operating activities</i>	1,170,584	1,097,598	1,031,631	995,313
Employee benefit obligations paid	(140)	(796)	-	(685)
Income tax paid	(16,885)	(10,111)	(3,073)	(1,158)
Net cash provided by operating activities	1,153,559	1,086,691	1,028,558	993,470

The accompanying notes are an integral part of these financial statements.

Sahaviriya Steel Industries Public Company Limited and Subsidiaries

Statements of cash flows (Cont'd)

For the six-month periods ended 30 June 2021

(Unaudited/reviewed only)

Unit : Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
<i>Cash flows from investing activities</i>				
Investments in subsidiary	-	-	(45,000)	-
Finance income received	495	574	465	458
Payments for acquire of other non-current financial assets	(21,723)	(21,337)	(22,238)	(21,238)
Payments for short-term loans from related parties	(10,862)	-	(10,862)	-
Proceeds from short-term loans to related parties	1,025	-	1,025	-
Payments for long-term loans	-	(426,759)	-	(426,759)
Proceeds from long-term loans to related parties	2,155	-	2,155	-
Acquire of property, plant and equipment	(105,148)	(319,915)	(93,143)	(313,335)
Proceeds form sales of property, plant and equipment	3,133	-	3,133	-
Acquire of intangible assets	(382)	(2,478)	(224)	(2,374)
Dividend received	-	-	45,000	-
Net cash used in investing activities	(131,307)	(769,915)	(119,689)	(763,248)
<i>Cash flows from financing activities</i>				
Finance cost paid	(38,148)	(17,859)	(36,448)	(17,209)
Payments for short-term borrowings				
from financial institutions	(5,000)	(17,183)	-	-
Proceeds from short-term borrowings				
from related parties	-	-	-	100,000
Payments for liabilities under rehabilitation plan	(63,041)	(329,031)	(63,041)	(329,031)
Payments for lease liabilities	(17,160)	(17,144)	(13,667)	(13,046)
Dividend paid	(24,500)	(24,500)	-	-
Net cash used in financing activities	(147,849)	(405,717)	(113,156)	(259,286)
Net increase (decrease) in cash and cash equivalents	874,403	(88,941)	795,713	(29,064)
Cash and cash equivalents as at 1 January	665,740	359,995	635,691	242,830
Cash and cash equivalents as at 30 June	1,540,143	271,054	1,431,404	213,766
Significant non-cash transactions				
Other payables for property, plant and equipment acquisition	4,995	3,318	5,065	2,788
Dividend income offset repayment for borrowings and finance costs	-	-	25,500	25,500

The accompanying notes are an integral part of these financial statements.

Sahaviriya Steel Industries Public Company Limited and subsidiaries

Notes to interim financial statements

For the six-month periods ended 30 June 2021

(Unaudited/reviewed only)

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Sahaviriya Steel Industries Public Company Limited and subsidiaries

Notes to interim financial statements

For the six-month periods ended 30 June 2021

(Unaudited/reviewed only)

1. General information

1.1 Company's General information

Sahaviriya Steel Industries Public Company Limited (“the Company”), is incorporated in Thailand. The Company was listed on the Stock Exchange of Thailand in September 1994 and has its registered office at 28/1 Prapawit Building, 2nd-3rd Floor, Surasak Road, Kwang Silom, Khet Bangrak, Bangkok, Thailand and its plant located at 9, Moo 7, Tambon Mae Rumphueng, Amphur Bang Saphan, Prachuabkirikhan, Thailand. The Company, its subsidiaries and its joint venture are hereinafter collectively referred to as “the Group”.

On 22 June 2020, the Stock Exchange of Thailand has delisted the Company's ordinary shares since the Company may be delisted as listed securities in the event of the shareholders' equity is lower than zero in accordance with the regulations of the Stock Exchange of Thailand “Delisting of Securities B.E.2542 (1999), (Regulations reference to Delisting) No.9(6)(d) which the Company is unable to eliminate the grounds for delisting within the determined period of regulations reference to delisting No.9(15).

The major shareholders comprise Krung Thai Bank Public Company Limited held at 40.49%, Siam Commercial Bank Public Company Limited at 40.22% and Tisco Public Company Limited at 7.87%.

The principal businesses of the Company are manufacturing and distributing of hot rolled coils. Details of the Company's subsidiaries and joint venture are given in Notes 12 and 13.

1.2 Coronavirus disease 2019 (COVID-19) pandemic

The Coronavirus 2019 disease pandemic situation causes a slowdown in economy and affected the most businesses and industries, such as supply chain, consumer spending, limitation or interruption of production, the delay operations, etc.

Those situations affected the Company's business activities in respect to supply chain relating to the order of raw materials from abroad, quantity limitation of the customers' demands which affected to the current financial position, the results of operation and cash flows. The management of the Company continuously monitored ongoing situation and assessed the financial impacts in respect of valuation of assets, provisions, contingent liabilities and used estimates and judgment in respect of the various issues as the situation has evolved.

2. Basis of operation as a going concern

For the six-month periods ended 30 June 2021, the Group has operating profit for the period amount of Baht 410.0 million (loss for the period amount of Baht 112 million where deducting adjustments for decrease in debt guarantee from the debtors' liquidation amount of Baht 586.3 million and gains (loss) on exchange rate under the rehabilitation plan- net of Baht 1,108.7 million) (2020: profit for the period amounted to Baht 97.4 million (net loss of Baht 1,534.0 million where deducting gain (loss) from elimination of financial liabilities measured at amortized cost of Baht 1,631.5 million) and as at the same day, the Group had deficit amounting to Baht 16,270.5 million (31 December 2020: Baht 16,655.0 million), negative shareholders amounted to Baht 14,135.6 million. (31 December 2020: Baht 14,521.0 million).

For the six-month periods ended 30 June 2021, the Company has operating profit for the period amount of Baht 304.4 million (loss for the period amount of Baht 218.0 million where deducting adjustments for decrease in debt guarantee from the debtors' liquidation amount of Baht 586.3 million and gains (loss) on exchange rate under the rehabilitation plan- net of Baht 1,108.7 million) (2020: profit for the period amounted to Baht 146.9 million (net loss of Baht 1,484.6 million where deducting gain (loss) from elimination of financial liabilities measured at amortized cost of Baht 1,631.5 million) and as at the same day, the Company had deficit amounting to Baht 1,631.5 million (31 December 2020: Baht 17,090.9 million), negative shareholders amounted to Baht 15,173.5 million. (31 December 2020: Baht 15,477.9 million).

In 2015, the Board of directors approved the Company to file the rehabilitation plan to the Central Bankruptcy Court on 1 October 2015 and on 15 December 2016, the Central Bankruptcy Court has ordered to approve the rehabilitation plan and nominated the Company a plan administrator.

Later, on 18 June 2020, the Official Receiver held a creditors' meeting, and most creditors' meetings approved the request for amendments to the plan (rehabilitation plan dated 14 July 2016, amended by the creditors' meeting on 18 June 2020) (the "Amendment Plan") and the Central Bankruptcy Court approved the plan No. 2 on 18 September 2020.

Past performance operation

After the Central Bankruptcy Court approved the Company's rehabilitation plan on 14 July 2016, (amendment by the creditors' meeting held on 18 June 2020) the Company acted as a plan administrator operates under the condition as stipulated in the plan including the meeting attendance with the creditors committee to monitor the results and compliance with the conditions in the plan together with evaluate the successful of the plan on a monthly basis, as well as reporting the progress on the implementation of the plan to the Official Receiver on a quarterly basis.

Debt repayment under rehabilitation plan

During the preparation of the rehabilitation plan, the Company and the financial advisor used the assumption to prepared financial projections to determine the average ability to settle the annual debt by reference to the past performance as detailed in the business rehabilitation plan of the Company and with the conditions for the creditors committee to be responsible for consideration to allocate excess cash flows (if any) which arose from the operating results better than the projections.

Long-term operating plan

The Company and its bank creditor concluded that the Company should invite other two business partnerships, who are a global producer and a global steel wholesaler to participate the long-term cooperation business plan, then entered into the Memorandum of Understanding (MOU) to support the Company on multiple perspectives i.e. material sourcing, working capital for future business expansion and production and management technology

However, in 2021, the Company has reviewed its future strategic and plans to create more new businesses and planned to resolve the Group's debts.

Therefore, the Company believes that it will have sufficient working capital to be used in the business over the next year. However, there is still high uncertainty as it must comply with the rehabilitation plan dated 14 July 2016 (amended by the Creditors' Meeting on 18 June 2020).

The consolidated and separate financial statements have been prepared by the Management in accordance with the ongoing on the assumption that the rehabilitation will be succeeded and that the entity will have sufficient funds and credit limits to be used in the business operations of the Group and the Company. However, the suitability of this assumption depends on the success of the rehabilitation plan, as well as the implementation of measures to attain profitability and cash flows, success in capital restructuring, the ability to make debts settlement on schedule, and the ability to provide financing from other sources to provide sufficient funds.

The consolidated and separate financial statements do not include reclassification or adjustment of assets and liabilities, which may be necessary if the Group and the Company are unable to continue the operation as a going concern. Nevertheless, the value gained from the asset may be significantly less than the book value and may have additional contingent liabilities if the Group and the Company will not be able to continue their operations.

3. Basis of interim financial statements preparation

(a) *Statement of compliance*

The interim financial statements are prepared on a condensed form and in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, guidelines promulgated by the Federation of Accounting Professions; and applicable rules and regulations of the Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended December 31, 2020. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company for the year ended 31 December 2020.

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

(b) Basis of consolidation

The interim financial information have been prepared by including the financial statements of Sahaviriya Steel Industries Public Company Limited, subsidiaries and associates (collectively “the Group) as following:

Name of entity	Type of business	30 June	30 June
		2021	2020
		(%)	(%)
<u>Direct subsidiaries</u>			
Prachuap Port Co., Ltd.	Deep-sea port and marine shipping services	51.00	51.00
West Coast Engineering Co., Ltd.	Maintenance services	99.99	99.99
<u>Indirect subsidiaries</u>			
Helium Miracle 303 Limited	Not operate	-	-
Helium Miracle 301 Limited	Not operate	-	-
Helium Miracle 302 Limited	Not operate	-	-
<u>Direct associates</u>			
Thai Cold Rolled Steel Sheet Public Company Limited	Production and distribution of cold rolled coils	35.19	35.19

(c) Basic of measurement

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

(d) Functional and presentation currency

The financial statements are prepared and presented in Thai Baht which is the Company’s functional currency. All financial information and the notes to financial statements presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

(e) **Liquidation and Deconsolidation of SSI UK and Financial statements of SSI UK**

Sahaviriya Steel Industries UK Limited (“SSI UK”) is an integrated iron and steel slab producer, from the results of operating loss and continuously reducing of the world steel price, as a result, In 2015, SSI UK has stopped its steel slab manufacturing and the liquidator was appointed and become control. The Company has no a power to control the business or operation of SSI UK Limited anymore. With this cause, assets and liabilities of SSI UK were eliminated from the consolidated financial statements and instead of the recognition of investment in SSI UK which were amortized in full by net realizable value during the 2015. At present, SSI UK is under the liquidation.

Net interests and carrying value of investments in SSI UK has been transferred to assets held for disposal in the separate financial statements as at 30 June 2021 and 31 December 2020. Details are as follows:

Unit : Thousand Baht

	Ownership interest	Cost method	Impairment	At cost - net
	(%)			
Investments in Sahaviriya Steel Industries UK Limited	100	27,481,792	27,481,792	-

4. New financial reporting standards

4.1 Issued and revised financial reporting standards adoption during the period

During the period, the Company has adopted a number of new and revised financial reporting standards, and interpretations which are effective for the financial statements for the period beginning on or after 1 January 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.

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

4.2 Financial reporting standards that became 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 the financial statements for the fiscal period beginning on or after 1 January 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 is currently in process of evaluating the plan to be executed and considering the impact of these standards on the financial statements in the year when they are adopted.

5. 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 31 December 2020.

6. Related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationship with related parties or key management personnel are as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
Prachuap Port Co., Ltd.	Thailand	Subsidiary, shareholding in the proportion of 51.00%, common director
West Coast Engineering Co., Ltd.	Thailand	Subsidiary, shareholding in the proportion of 99.99%, common director
Helium Miracle 303	England	The Company is indirect shareholder and had common directors
Helium Miracle 301	England	The Company is indirect shareholder and had common directors
Helium Miracle 302	England	The Company is indirect shareholder and had common directors
Redcar Bulk Terminal Limited	England	The Company is indirect shareholder
Thai Cold Rolled Steel Sheet Public Company Limited	Thailand	Joint venture, shareholding in the proportion of 35.19%, common director
Krung Thai Bank Public Company Limited	Thailand	Shareholder in the Company
The Siam Commercial Bank Public Company Limited	Thailand	Shareholder in the Company
Tisco Financial Group Public Company Limited	Thailand	Shareholder in the Company
Sahaviriya Group Corporation Limited	Thailand	Shareholder in the Company, common directors and direct and indirect shareholding by the Company's director(s)

Name of entities	Country of incorporation/ nationality	Nature of relationships
Vanomet Holding AG	Switzerland	Common shareholder and directors and common director with a subsidiary
Thai Coated Steel Sheet Co., Ltd.	Thailand	The Company is direct shareholder and had common directors
Bangsaphan Barmill Public Company Limited	Thailand	Common directors and direct and indirect shareholding by the Company's director(s)
B.S. Metal Co., Ltd.	Thailand	Common directors and direct and indirect shareholding by the Company's director(s)
Sahaviriya Plate Mill Public Company Limited	Thailand	Common directors
Prapawit Building Property Co., Ltd.	Thailand	Common directors and direct and indirect shareholding by the Company's director(s)
Western Housing Co., Ltd.	Thailand	Common directors and direct shareholding by the Company's director(s)
Sahaviriya Management Co., Ltd.	Thailand	Common directors and direct and indirect shareholding by the Company's director(s)
Sahaviriya Panich Corporation Co., Ltd.	Thailand	Direct and indirect shareholding by the Company's director(s)
Line Transport Co., Ltd.	Thailand	Common directors with the subsidiary and direct and indirect shareholding by the Company's director(s)
Bangpakong Lighter Co., Ltd.	Thailand	Indirect shareholding by the Company's director(s)
Thai Steel Sales Co., Ltd.	Thailand	Common directors and direct shareholding by the Company's director(s)
Prachuap Pattana Development Co., Ltd.	Thailand	Common directors and indirect shareholding by the Company's director(s)
SVL Corporation Limited	Thailand	Common shareholder and directors and indirect shareholding by the Company's director(s)
Sahaviriya Shipping Limited	Hong Kong	Indirect shareholding by the Company's director(s)
Sahaviriya Shipping HK Limited	Hong Kong	Indirect shareholding by the Company's director(s)
Vanomet AG	Switzerland	Common shareholder and common director with a subsidiary
Vanomet Finance AG	Switzerland	Common shareholder and common director with a subsidiary

Name of entities	Country of incorporation/nationality	Nature of relationships
Vanomet International AG	Switzerland	Common shareholder and common director with a subsidiary
Atlantic Steel AG	Switzerland	Common shareholder and common director with a subsidiary
Steel Process Holdings Co., Ltd.	Thailand	Direct shareholding by the Company's director(s)
Sahaviriya Capital Holdings Co., Ltd.	Thailand	Common directors and direct shareholding by the Company's director(s)
Bangna 26 Property Co., Ltd.	Thailand	Common directors and direct and indirect shareholding by the Company's director(s)
Surasak Muang-Chol Property Co., Ltd.	Thailand	Common directors and direct and indirect shareholding by the Company's director(s)
Krisna Residence Co., Ltd.	Thailand	Common directors
Chonglom Property Co., Ltd.	Thailand	Common directors and direct shareholding by the Company's director(s)
Chumphontanee Property Co., Ltd.	Thailand	Common directors
Panich Holdings Co., Ltd.	Thailand	Direct shareholding by the Company's director(s)
SSP Asset Co., Ltd.	Thailand	Common directors and direct shareholding by the Company's director(s)
SV Nittan Co., Ltd.	Thailand	Common directors and direct shareholding by the Company's director(s)
Phrapradaeng Shape Steel Co., Ltd.	Thailand	Direct shareholding by the Company's director(s)
Saha Land Property Holding Co., Ltd.	Thailand	Common directors and direct and indirect shareholding by the Company's director(s)
Western Security Guard Co. Ltd.	Thailand	Common directors and indirect shareholding by the Company's director(s)
Pathiu Agriculture Co.,Ltd.	Thailand	Common directors
Sahaviriya Tower Co.,Ltd.	Thailand	Common directors and direct and indirect shareholding by the Company's director(s)
Sai Ngam Garden Co.,Ltd.	Thailand	Common directors
Spicy Co., Ltd.	Thailand	Common directors and direct shareholding by the Company's director(s)
Siam Sunrise Co.,Ltd.	Thailand	Common directors

Name of entities	Country of incorporation/nationality	Nature of relationships
Bangsaphan Agricultural Energy Co.,Ltd.	Thailand	Common directors and direct shareholding by the Company's director(s)
B.N. Steel Trading Co., Ltd.	Thailand	Direct and indirect shareholding by the Company's director(s)
SVL Technology Co., Ltd.	Thailand	Indirect shareholding by the Company's director(s)
SVL Property Corporation Co., Ltd.	Thailand	Indirect shareholding by the Company's director(s)
Theprathanpornmongkol Co.,Ltd.	Thailand	Indirect shareholding by the Company's director(s)
Pornpattanacharoen Co.,Ltd.	Thailand	Indirect shareholding by the Company's director(s)
Big Blue Co., Ltd.	Thailand	Indirect shareholding by the Company's director(s)
Bangsapan Sampun Co.,Ltd.	Thailand	Indirect shareholding by the Company's director(s)
DD Foods Corporation Co., Ltd.	Thailand	Indirect shareholding by the Company's director(s)
Key management personnel	Thailand	Persons having authority and responsibility for planning directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group.

The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies with subsidiary	
	companies and joint venture	Pricing policies with related companies
Sale of goods	Third party pricing used, dependent on volume and relevant market considerations.	Third party pricing used, dependent on volume and relevant market considerations.
Rendering of port services	Port services rendered are charged based on Ministry of Transportation-determined rates, dependent on service volume and relevant market considerations.	Port services rendered are charged based on Ministry of Transportation-determined rates, dependent on service volume and relevant market considerations.
Rendering of other services	Charges for rendering of services and maintenance-related services are based on agreements and common credit term.	Charges for rendering of services and maintenance-related services are based on agreements and common credit term.
Dividend income	Right to receive dividends	Right to receive dividends.
Other income	Sales of scrap material are priced based on scrap weight and the prices set by the Company. Revenue from providing management staff to subsidiaries and joint venture are based on agreements.	Sales of scrap material are priced based on scrap weight and the prices set by the Company. Revenue from providing management staff to related parties are based on agreements.
Purchase of goods	Purchases of goods for production are based on third party prices under terms and conditions normally applicable to similar transactions. Certain purchases of steel slab between the company and subsidiaries are based on the agreed price formula. Purchases of rolls are charged on agreed prices.	Purchases of raw material for production are based on market price.
Receiving of other services	Maintenance-related services are charged based on long-term maintenance service agreements. The term of the agreement can be modified according to business circumstances.	Transportation charges are based on agreements, dependent on cargo weight and distance. Warehouse rental is charged based on rental agreements. Cut sheet services are charged based on agreements.
Receiving of port services	Port services rendered are charged based on Ministry of Transportation-determined rates, dependent on service volume and relevant market considerations.	
Distribution costs and administrative expense	Port services rendered are charged based on Ministry of Transportation-determined rates, dependent on service volume and relevant market considerations.	Domestic transportation services are charged based on agreements, dependent on cargo weight and distance. Warehouse rental is charged based on rental agreements. Cut sheet services are charged based on agreements.
Loans		The contractual interest rate
Borrowing	The contractual interest rate	

Significant transactions for the six-month periods ended 30 June 2021 and 2020 with related parties are summarized as follows:

	Unit : Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
		(RESTATED)		(RESTATED)
Subsidiaries				
Purchases of goods and receiving of services	-	-	149,296	162,460
Dividend income	-	-	70,500	25,500
Other income	-	-	9,971	10,241
Distribution costs and administrative expenses	-	-	-	5
Finance costs	-	-	2,014	2,168
Joint venture				
Sales of goods	509,466	423,001	509,466	423,001
Revenue from rendering of services	64,956	-	-	-
Purchases of goods and receiving of services	-	-	-	-
Other income	5,653	7,362	5,653	7,362
Distribution costs and administrative expenses	9	48	9	48
Other related parties				
Sales of goods	1,589,362	861,320	1,589,362	861,320
Rendering of services	7,594	45,496	-	-
Purchases of goods and receiving of services (including other related expenses)	411,100	276,846	404,149	254,976
Finance income	1,342	-	1,342	-
Other income	7,793	50,439	6,516	49,240
Distribution costs and administrative expenses	39,205	15,490	32,707	20,398

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
Key management personnel remuneration				
Short-term benefits	47,020	43,399	40,884	38,583
Statutory severance pay	2,393	2,320	2,393	2,320
Other long-term benefits	18	18	18	18
Total key management personnel	49,431	45,737	43,295	40,921

Balances as at 30 June 2021 and 31 December 2020 with related parties were as follows:

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>Cash and cash equivalents</i>				
<i>– related parties</i>				
Krung Thai Bank Public Company Limited	1,409,730	634,955	1,404,587	631,213
Siam Commercial Bank Public Company Limited	25,570	3,242	25,564	3,236
Net	1,435,300	638,197	1,430,151	634,449
<i>Other non-current financial assets</i>				
<i>– related parties</i>				
Krung Thai Bank Public Company Limited	108	107	-	-
Siam Commercial Bank Public Company Limited	65,560	43,322	65,560	43,322
Net	65,668	43,429	65,560	43,322
<i>Trade accounts receivable from related parties</i>				
Joint venture				
Thai Cold Rolled Steel Sheet	30,920	12,110	-	-

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
Other related parties				
B.S. Metal Co., Ltd.	1,723,819	1,767,322	1,723,809	1,767,320
Sahaviriya Panich Corporation Co., Ltd.	1,700,357	1,730,659	1,700,357	1,730,659
Others	3,895	4,987	-	-
Total	3,458,991	3,515,078	3,424,166	3,497,979
<i>Less</i> Allowance for expected credit losses	(3,424,166)	(3,497,979)	(3,424,166)	(3,497,979)
Net	34,825	17,099	-	-
Other receivables from related parties				
Subsidiaries				
West Coast Engineering Co., Ltd.	-	-	25,631	9,302
Prachuap Port Co., Ltd.	-	-	32	32
Joint venture				
Thai Cold Rolled Steel Sheet Public Company Limited	492	186	492	186
Other related parties				
Vanomet AG (as prepaid for goods) (net of expected credit losses amount of Baht 46 million)	150,163	150,163	150,163	150,163
Sahaviriya Plate Mill Public Company Limited (Net of expected credit losses amount of Baht 48 million)	4,648	2,251	4,648	2,251
Line Transport Co., Ltd.	1,022	1,085	-	-
Thai Steel Sales Co., Ltd.	14,519	-	14,519	-
B.S. Metal Co., Ltd (net of expected credit losses amount of Baht 18 million)	6,666	2,857	6,666	2,857
Others	8,247	7,401	8,160	7,279
Total	185,757	163,943	210,311	172,070

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>Accrued interest income - related parties</i>				
Redcar Bulk Terminal Limited	-	110	-	110
<i>Current contract assets - related parties</i>				
Joint venture				
Thai Cold Rolled Steel Sheet Public Company Limited Limited				
	3,232	2,479	-	-
Sahaviriya Plate Mill Public Company Limited	238	-	-	-
Total	3,470	2,479	-	-
<i>Right-of-use assets (net) – related parties or other related parties</i>				
Prapawit Building Property Co., Ltd.	45,113	56,544	33,126	43,225
Total	45,113	56,544	33,126	43,225
<i>Trade accounts payable to related parties</i>				
Subsidiaries				
West Coast Engineering Co., Ltd.	-	-	3,816	904
Prachuap Port Co., Ltd.	-	-	13,313	4,011
Other related parties				
B.S. Metal Co., Ltd.	557	179	557	50
SVL Corporation Co., Ltd.	70,302	45,479	70,302	45,479
Thai Steel Sales Co., Ltd.	5,188	-	5,188	-
Vanomet AG	111,791	-	111,791	-
Sahaviriya Plate Mill Public Company Limited	2,892	37,260	2,892	37,260
Others	866	41	40	41
Total	191,596	82,959	207,899	87,745

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>Other accounts payable to related parties</i>				
Subsidiaries				
West Coast Engineering Co., Ltd.	-	-	5,362	10,050
Prachuap Port Co., Ltd.	-	-	538	4,187
Other related parties				
Prapawit Building Property Co., Ltd.	1,535	289	1,506	265
Thai Steel Sales Co., Ltd.	6,012	543	5,532	63
SVL Corporation Co., Ltd.	200	415	-	-
B.S. Metal Co., Ltd.	1,113	1,036	1,113	1,036
Others	6,010	8,802	5,293	6,469
Total	14,870	11,085	19,344	22,070
<i>Current contract liabilities - related parties</i>				
Joint venture				
Thai Cold Rolled Steel Sheet Public Company Limited	877,023	95,005	874,035	91,575
Other related parties				
Thai Steel Sales Co., Ltd.	27,201	4,388	27,201	4,388
B.S. Metal Co., Ltd.	23,951	21,831	23,951	21,831
Sahaviriya Panich Corporation Co., Ltd.	773	92,053	773	92,053
Sahaviriya Plate Mill Public Company Limited	31	197	31	197
Total	928,979	213,474	925,991	210,044

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>Lease liabilities (net)-related parties</i>				
Other related parties				
Prapawit Building Property Co., Ltd.	45,552	57,525	32,972	42,752
Total	45,552	57,525	32,972	42,752

Short-term loans - related parties

Redcar Bulk Terminal Limited	21,977	11,056	21,977	11,056
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Movements during the period on short-term borrowings from related parties were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Beginning balance	11,056	-	11,056	-
Increase	10,862	41,008	10,862	41,008
Decrease	(1,025)	(29,734)	(1,025)	(29,734)
Net loss on exchange rate	1,084	(218)	1,084	(218)
Ending balance	21,977	11,056	21,977	11,056

On 16 October 2020, the Company entered into a secured loan agreement with Redcar Bulk Terminal Limited of GBP 0.50 million, an interest rate of MLR+1% per annum (of two major bank creditor under the rehabilitation plan) which is paid interest every month. The principal is repayable on 31 August 2021.

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>Long-term loans - related parties</i>				
Redcar Bulk Terminal Limited	30,203	29,750	30,203	29,750
Less Current portion of long-term loans	(27,879)	(14,875)	(27,879)	(14,875)
Long-term loans - net	2,324	14,875	2,324	14,875

Movements during the period on borrowings from related parties were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Beginning balance	29,750	-	29,750	-
Increase	-	30,175	-	30,175
Decrease	(2,155)	-	(2,155)	-
Unrealized gain (loss) on exchange rate	2,608	(425)	2,608	(425)
Ending balance	30,203	29,750	30,203	29,750

On 24 November 2020, the Company entered into a secured loan agreement with Redcar Bulk Terminal Limited amounting to GBP 0.74 million at the interest rate of MLR+1 % per annum (of two major bank creditors under the rehabilitation plan). The principal and interest payments will be received at the end of each month (principal of GBP 0.25 million) commenced on 24 June 2021 and must be completed within 24 July 2022.

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Short-term borrowings - related parties				
Subsidiaries				
Prachuap Port Co., Ltd.	-	-	53,419	74,500

Movements during the period on short-term borrowings from related parties were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Subsidiaries				
Beginning balance	-	-	74,500	-
Increase	-	-	-	100,000
Decrease	-	-	(21,081)	(25,500)
Ending balance	-	-	53,419	74,500

On 5 February 2020, the Company entered into borrowings agreement with Prachuap Port Co., Ltd. for credit line not exceed Baht 200 million at the interest rate of MLR per annum (a commercial bank) for using in its working capital which already received the borrowings amount of Baht 100 million, that the repayment is matured on 5 May 2020.

Subsequent, Prachuap Port Co., Ltd. has a right to offset liabilities between dividend in the Company received and principal amount of Baht 25.5 million which is effective on 5 May 2020, as a result, the Company has remained borrowings amount of Baht 74.5 million.

On 17 July 2020, the Company and Prachuap Port Co., Ltd. entered into memorandum attached borrowings agreement by changing the repayment conditions from 90 days (5 May 2020) to pay on demand and cancelled the bearing defaulted interest at the rate of 7.5% per annum, by bearing new interest rate at MLR per annum (6.025% as drawdown rate of a commercial bank), commenced on 5 May 2020.

In 2021, Prachuap Port Co., Ltd. exercised the right to offset debts between dividends received by the Company and principal amount of Baht 21.08 million. The Company has the outstanding debt of Baht 53.42 million.

	Unit : Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>Liabilities under rehabilitation plan - related parties</i>				
<i>(Liabilities after discounted cash flows)</i>				
Subsidiaries				
Prachuap Port Co., Ltd.	-	-	7,991	7,991
Other related parties				
Financial institutions Group	27,289,602	26,139,429	27,289,602	26,139,429
Total	27,289,602	26,139,429	27,297,593	26,147,420

Movements during the year for liabilities under the rehabilitation plan from related persons or parties are as follows:

	Unit : Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Other related parties				
Subsidiaries				
Prachuap Port Co., Ltd.				
Beginning balance	-	-	7,991	7,991
Repayment	-	-	-	-
Ending balance	-	-	7,991	7,991

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Class No.1 : Secured creditors				
Beginning balance	5,233,432	5,780,144	5,233,432	5,780,144
Recognized interest expenses by effective rate	148,009	319,295	148,009	319,295
Repayment	(37,171)	(421,161)	(37,171)	(421,161)
Changes in amortized value	-	(444,846)	-	(444,846)
Ending balance	<u>5,344,270</u>	<u>5,233,432</u>	<u>5,344,270</u>	<u>5,233,432</u>
Class No 2 : Financial institution creditors in debt claims that exceed the value of collaterals				
Beginning balance	7,292,080	7,315,073	7,292,080	7,315,073
Recognized interest expenses by effective rate	193,832	409,466	193,832	409,466
Repayment	(13,559)	(432,459)	(13,559)	(432,459)
Ending balance	<u>7,472,353</u>	<u>7,292,080</u>	<u>7,472,353</u>	<u>7,292,080</u>
Class No 4 : Creditor of guarantee obligations for borrowings repayment				
Beginning balance	13,613,917	14,152,161	13,613,917	14,152,161
Recognized interest expenses by effective rate	352,861	791,533	352,861	791,533
Repayment	(16,225)	(849,361)	(16,225)	(849,361)
Adjustment for decrease in debt guarantee from debtors' liquidation	(586,294)	-	(586,294)	-
Changes in fair value	-	(480,416)	-	(480,416)
Gains (losses) on foreign exchange liabilities under the rehabilitation plan-net	<u>1,108,720</u>	<u>-</u>	<u>1,108,720</u>	<u>-</u>
Ending balance	<u>14,472,979</u>	<u>13,613,917</u>	<u>14,472,979</u>	<u>13,613,917</u>
Total financial institutions group	<u>27,289,602</u>	<u>26,139,429</u>	<u>27,289,602</u>	<u>26,139,429</u>

Significant agreements with related parties

Consortium agreement

On 20 January 2015 a subsidiary entered into a consortium agreement with a local company in order to jointly-operate for projects from the State Railway of Thailand. As at 30 June 2021 the consortium has not operated the commercial operations.

7. Trade accounts receivable

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
Related parties (Note 6)	3,458,991	3,515,078	3,424,166	3,497,979
Other parties	477,023	403,757	437,571	321,453
Total	3,936,014	3,918,835	3,861,737	3,819,432
<i>Less</i> Allowance for expected credit losses	(3,710,277)	(3,784,031)	(3,709,218)	(3,783,031)
Net	225,737	134,804	152,519	36,401

Aging analyses for trade accounts receivable were as follows:

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
Related parties				
Within credit terms	21,371	12,656	-	-
Overdue:				
Less than 3 months	12,231	3,221	-	-
3-6 months	1,223	1,222	-	-
Over 12 months	3,424,166	3,497,979	3,424,166	3,497,979
Total	3,458,991	3,515,078	3,424,166	3,497,979
<i>Less</i> Allowance for expected credit losses	(3,424,166)	(3,497,979)	(3,424,166)	(3,497,979)
Total	34,825	17,099	-	-

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
Other parties				
Within credit terms	177,572	93,138	153,113	25,850
Overdue:				
Less than 3 months	14,097	21,867	248	10,551
3-6 months	84	2,700	-	-
6-12 months	-	842	-	842
Over 12 months	285,270	285,210	284,210	284,210
Total	477,023	403,757	437,571	321,453
Less Allowance for expected credit losses	(286,111)	(286,052)	(285,052)	(285,052)
Total	190,912	117,705	152,519	36,401
Net	225,737	134,804	152,519	36,401

The normal credit terms granted by the Group ranges from 5 to 90 days.

As at 30 June 2021, the Company has two related receivables of which the outstanding passed due over 12 months remaining. Baht 3,424.2 million, provided allowance for expected credit losses in full. During 2021, the Company received the debt repayment amount of Baht 73.8 million and reversed allowance for expected credit losses by the same amount. The Company must comply with the repayment and outstanding debt conditions in accordance with the rehabilitation plan (as stated in note 21.2).

8 Current contract assets / Current contract liabilities / provisions for onerous contracts

8.1 Contract balances

		Unit : Thousand Baht			
		Consolidated		Separate	
		financial statements		financial statements	
Note		2021	2020	2021	2020
Current contract asset					
Unbilled revenue					
	Related companies	6	3,470	2,479	-
	Other companies		17,418	14,114	-
	Total current contract asset		20,888	16,593	-
Current contract liabilities					
Unearned revenue from services and					
	advance from customer - related companies	6			
	Advanced received from service income		2,988	3,430	-
	Amount received in advance for goods		925,991	210,044	925,991
	Total		928,979	213,474	925,991
Unearned revenue from services and					
	advance from customer - other companies				
	Advanced received from service income		51,104	35,078	27,359
	Amount received in advance for goods		623,949	575,362	623,949
	Total		675,053	610,440	651,308
	Total current contract liabilities		1,604,032	823,914	1,577,299

8.2 Revenue recognized in relation to contract balances

		Unit : Thousand Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		2021	2020	2021	2020
Revenues previously recognized in unearned					
	services income brought forward	21,919	12,477	11,528	-
Revenues recognized in advance					
	received for goods brought forward	785,390	207,235	785,390	207,235

8.3 Revenue recognized in relation to contract balances

As at 30 June 2021, the Group expects to have service revenues for future recognition for unsatisfied performance obligation (or partially unsatisfied) of contracts with customers amounting to Baht 283 million (31 December 2020: Baht 233 million). The Group expects to satisfy the obligations of the contract within 3 years and have revenues from the sale of goods which are expected to meet the obligations of the contract of Baht 1,550 million (31 December 2020: Baht 785 million).

8.4 Provisions for onerous contracts

	Unit : Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
Provisions for onerous contracts at the beginning of the period	12,291	-	12,291	-
Realized loss on onerous contracts (reverse) loss	317,923	12,291	317,923	12,291
Provisions for onerous contracts at the ending of the period	330,214	12,291	330,214	12,291

9. Inventories

	Unit : Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Finished goods	1,777,942	664,894	1,780,966	667,130
Work in progress	58,552	73,389	30,494	33,561
Raw materials	962,462	461,118	917,246	446,666
Spare parts and factory supplies	791,350	794,058	786,873	790,114
Inventories under collateral management agreement (Note 19)	2,051,338	389,622	2,051,338	389,622
Goods in transit	1,723,057	2,276,522	1,723,056	2,276,523
Total	7,364,701	4,659,603	7,289,973	4,603,616

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
<i>Less Allowance for devaluation</i>	(365,990)	(343,210)	(365,990)	(343,210)
Net	6,998,711	4,316,393	6,923,983	4,260,406

10. Other current assets

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Prepaid expenses	56,312	26,399	39,495	14,872
Prepaid for goods and supplies	427,850	152,267	427,850	152,267
Revenue Department receivable	67,698	1,120	61,143	4
Income tax deducted at source	53,382	44,775	13,449	10,376
Others	46,502	26,057	40,720	22,938
Total	651,744	250,618	582,657	200,457
<i>Less Provision for impairment</i>	(8,032)	(8,032)	(8,032)	(8,032)
Net	643,712	242,586	574,625	192,425

11. Other non-current financial assets

Other non-current financial assets as at 30 June 2021 and 31 December 2020 are as follows:

	Unit : Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
Other non-current financial assets				
measured at amortised cost				
Restricted deposit at financial institution	65,859	44,136	65,560	43,322
Other non-current financial assets				
measured at FVTPL				
Equity securities of non-listed company	294,000	294,000	294,000	294,000
<i>(Less) Allowance for measurement of investment</i>	(294,000)	(294,000)	(294,000)	(294,000)
Total other non-current financial assets	65,859	44,136	65,560	43,322

- 1) The Group and the Company used bank deposit to guarantee against bank's issuance of letter of guarantee commercial loans.
- 2) The Company has equity instruments as investments in ordinary shares of Thai Coated Steel Sheet Company Limited which engaged in business of manufacturing and distribution of electro galvanized steel sheet in the proportion of investment at 3.70%.

12. Investments in subsidiaries

Investments in subsidiaries as at 30 June 2021 and 31 December 2020 were as follows:

Unit : Thousand Baht

Name of entity	Type of business	Separate financial statements											
		Ownership proportion		Paid-up capital		Cost method		Impairment		At cost - net		Dividend income for the six-month periods ended	
		30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	30 June 2020
		(%)	(%)										
Prachuap Port Co., Ltd.	Deep-sea port and marine shipping services	51.00	51.00	400,000	400,000	204,000	204,000	-	-	204,000	204,000	25,500	25,500
West Coast Engineering Co., Ltd.	Maintenance services	99.99	99.99	120,000	75,000	120,000	75,000	-	-	120,000	75,000	45,000	-
Total						324,000	279,000	-	-	324,000	279,000	70,500	25,500

According to minutes of the Board of Directors' meeting as a rehabilitation plan administrator No. 4/2021 held on 18 March 2021 and minutes of the Creditors' Meeting No. 4/2021 held on 2 April 2021 approved the acquisition of newly issued ordinary shares of West Coast Engineering Co., Ltd. amount of Baht 45 million (4,500,000 shares of Baht 10 each). The Company received dividend from West Coast Engineering Co., Ltd. amount of Baht 45 million to pay for the newly issued shares (formerly held 7,500,000 shares, amount of Baht 75million). The Company paid for the entire share and the Company registered the capital increase with the Ministry of Commerce on 1 June 2021.

As at 30 June 2021, the Company has investment in the amount of Baht 120 million in West Coast Engineering Co., Ltd. The shareholding proportion remains the same.

13. Investments in joint venture

Investments in subsidiaries as at 30 June 2021 and 31 December 2020 were as follows:

Unit : Thousand Baht

		Consolidated financial statements									
Name of entity	Type of business	Ownership proportion				Paid-up capital				Share of profit (loss) for the year	
		30 June 2021 (%)	31 December 2020 (%)	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	30 June 2020
Thai Cold Rolled Steel Sheet Public Company Limited	Production and distribution of cold coils	35.19	35.19	4,816,350	4,816,350	3,817,962	3,817,962	2,716,035	2,564,157	151,879	(42,675)
Total						3,817,962	3,817,962	2,716,035	2,564,157	151,879	(42,675)

Unit : Thousand Baht

Separate financial statements

Name of entity	Type of business	Ownership proportion		Paid-up capital		Cost method		Impairment		At cost - net	
		30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	30 June 2020
		(%)	(%)								
Thai Cold Rolled Steel Sheet Public Company Limited	Production and distribution of cold coils	35.19	35.19	4,816,350	4,816,350	3,817,962	3,817,962	1,189,180	1,189,180	2,628,782	2,628,782
Total						3,817,962	3,817,962	1,189,180	1,189,180	2,628,782	2,628,782

Thai Cold Rolled Steel Sheet Public Company Limited has operated its business.

The Company has pledged 150,176,007 common shares in a joint-venture, Thai Cold Rolled Steel Sheet Public Company Limited to Marubeni-Itochu Steel Inc. for a trading facility to Sahaviriya Steel Industries UK Limited. In 2016, the Company recognized loss on guarantee amount of Baht 513 million as outstanding debts and presented as provisions under rehabilitation plan.

For the six-month periods ended 30 June 2021 and 2020, no dividend payment.

Contingent liabilities and commitments relating to the joint venture:

	30 June 2021	31 December 2020
<i>Contingent liabilities directly incurred by the Group</i>		
<i>Capital commitments in relation to interest in joint venture</i>		
Group's share of the joint venture according to		
- from capital expenditure	Baht 53 million, USD 0.18 million, JPY 64.5 million and Euro 0.07 million	Baht 27 million, USD 0.07 million, JPY 57.9 million and Euro 0.04 million
- from non-cancellable operating lease commitments	-	-
- from raw materials and chemical purchases	Baht 55.1 million, and USD 17.0 million	Baht 16.9 million, and USD 12.5 million
- from other contracts	Baht 22.6 million, and JYP 5.3 million	Baht 20.6 million, and JYP 10.6 million
- Guarantee	Baht 9.29 million	Baht 9.29 million

14. Long-term loans

Unit : Thousand Baht

Consolidated and Separate financial statements

		30 June	31 December
	Notes	2021	2020
Principal			
Cork Gully LLP		499,164	456,571
Redcar Bulk Terminal Limited	6	30,203	29,750
Total		529,367	486,321
<i>Less Current portion of long-term loans</i>	6	(27,879)	(14,875)
Net		501,488	471,446
Accrued interest			
Cork Gully LLP		15,323	9,323
Redcar Bulk Terminal Limited	6	-	110
Total		15,323	9,433

As at 30 June 2021, there was a loan amount of GBP 12.04 million, with exchange rates at the transaction date at Baht 40.69 and Baht 40.78 per 1 GBP, and Baht 43.95 per 1 GBP at the end of the period.

Movement transaction during the period for long-term loans as follows:

Unit : Thousand Baht

Consolidated and Separate financial statements						
	Notes	31 December 2020	Increase	Decrease	Unrealized gain (loss) on exchange rate	30 June 2021
Principal						
Cork Gully LLP		456,571	-	-	42,593	499,164
Redcar Bulk Terminal Limited	6	29,750	-	(2,155)	2,608	30,203
Total		486,321	-	(2,155)	45,201	529,367
<i>Less Current portion</i>		(14,875)				(27,879)
Net		471,446				501,488
Accrued interest						
Cork Gully LLP		9,323	4,986	-	1,014	15,323
Redcar Bulk Terminal Limited	6	110	1,342	(1,452)	-	-
Total		9,433	6,328	(1,452)	1,014	15,323

Cork Gully LLP

On 5 February 2020, the Company entered into loans agreement with Cork Gully LLP which is a receiver representative appointed by bank creditors of Sahaviriya Steel Industries UK Limited (“SSI UK”) for exercise right to purchase ordinary shares of Redcar Bulk Terminal Limited (“RBT”) which engaged in port business in England from British Steel Limited (“BSL”) in the proportion of 50% of total issued share capital amount of GBP 11.36 million equivalents to Baht 463 million with the condition that Cork Gully LLP in being Receiver, held the acquired share capital and used them as guarantee to the Company against its borrowings. Subsequent on 24 February 2020, SSI UK received the transferred of share capital of RBT, resulted to the proportion of shareholding in RBT from 50% to 100%. Such loans are charged interest at the rate of GBP at LIBOR averaged 3 months+2% per annum which will be matured on 5 February 2025.

15. Property, plant and equipment

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2021	10,922,902	9,769,170
Additions during the period - cost method	110,143	98,208
Transfer to cost of inventories	(87,584)	(87,584)
Depreciation charge for the period	(270,314)	(222,274)
Disposals	(5)	(5)
Net book value as at 30 June 2021	10,675,142	9,557,515

As at 30 June 2021, the Group and the Company has mortgaged/ pledged assets amounting to approximately Baht 8,492 million and Baht 8,250 million respectively (*31 December 2020: Baht: 8,655 million and Baht 8,407 million respectively*), as collateral against bank overdrafts, short-term borrowings and long-term borrowings from financial institutions, and letter of guarantee for electricity, port and goods warehouse, as described in notes 18, 21 and 26 to financial statements.

16. Right-of-use assets/ Lease liabilities

16.1 Right-of-use assets

Movements of right-of-use assets/leasehold right for the six-month periods ended 30 June 2021 are summarized as follows:

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2021	71,522	49,535
Additions during the period – Cost method	9,947	8,069
Depreciation charge for the period	(17,134)	(13,396)
Net book value as at 30 June 2021	64,335	44,208

16.2 Lease liabilities

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Minimum amount to be paid	70,405	78,861	47,051	53,370
<u>Less</u> Deferred interest	(4,734)	(5,977)	(2,136)	(2,857)
Present value of minimum amount to be paid	65,671	72,884	44,915	50,513
<u>Less</u> Current portion	(33,967)	(31,445)	(27,834)	(25,160)
Overdue portion of lease liabilities for over 1 year but less than 5 years	31,704	41,439	17,081	25,353

The Group entered into a lease of land, building space and vehicles for using in the operation of the business.

The lease period is approximated from 3 to 5 years on average.

17. Deferred tax

Deferred tax assets and liabilities as at 30 June 2021 and 31 December 2020 were as follows:

Unit : Thousand Baht

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Deferred tax assets	17,222	9,771	-	-
Deferred tax liabilities	(39,670)	(38,380)	(16,811)	(15,122)
Net	(22,448)	(28,609)	(16,811)	(15,122)

Unit : Thousand Baht

	Consolidated financial statements			
	Assets		Liabilities	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Total	30,247	22,719	(52,695)	(51,328)
Offsetting of tax	(13,025)	(12,948)	13,025	12,948
Deferred tax assets (liabilities)	17,222	9,771	(39,670)	(38,380)

Unit : Thousand Baht

	Separate financial statements			
	Assets		Liabilities	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Deferred tax liabilities	-	-	(16,811)	(15,122)

Movements of deferred tax assets and liabilities during the period were as follows:

Unit : Thousand Baht

	Consolidated financial statements			As at 30 June 2021
	As at 1 January 2021	(Charged)/Credited to:		
		Profit or loss	Other	
			comprehensive income	
<i>Deferred tax assets</i>				
Trade accounts receivable	200	12	-	212
Property, plant and equipment	9,448	(80)	-	9,368
Capital lease liabilities	98	32	-	130
Provisions	-	2,382	-	2,382
Non-current provisions for employee benefit	11,297	449	-	11,746
Taxable loss carry forward	1,676	4,733	-	6,409
Total	22,719	7,528	-	30,247
<i>Deferred tax liabilities</i>				
Other current assets	(269)	148	-	(121)
Property, plant and equipment	(49,909)	(1,472)	-	(51,381)
Finance lease liabilities	(1,150)	(43)	-	(1,193)
Total	(51,328)	(1,367)	-	(52,695)
Net	(28,609)	6,161	-	(22,448)

Unit : Thousand Baht

	Separate financial statements		
	<u>(Charged)/ Credited to:</u>		
	As at 1	Other	As at 30
	January	Profit	June
2021	or loss	income	2021
<i>Deferred tax liabilities</i>			
Property, plant and equipment	(15,122)	(1,689)	(16,811)
Total	(15,122)	(1,689)	(16,811)

Tax expense for the six-month periods ended 30 June 2021 and 2020 are summarized as follows:

Unit : Thousand Baht

	Consolidated		Separate	
	financial statements		financial statements	
	2021	2020	2021	2020
Income tax recognized in profit or loss				
Income tax for the period	14,102	2,495	-	-
Deferred tax				
Changes in temporary differences	(6,161)	(11,573)	1,689	(10,131)
Total tax (expense) income	7,941	(9,078)	1,689	(10,131)

The Group does not record deferred tax assets arising from temporary differences in certain accounts and tax losses because it is not probable that the Group will have sufficient taxable profits against which to utilize the benefits of the temporary differences or to reverse in the foreseeable future.

18. Short term borrowings from financial institutions

As at 30 June 2021, the Group had unutilized credit facilities total amount of Baht 106.5 million and the Company had no credit facilities (as at 31 December 2020: Baht 74.8 million for the Group only and no credit facilities for the Company).

Short-term borrowings from PPC, a subsidiary are guaranteed by mortgaging land with its construction structured thereon and / in the future of the subsidiary. Bank overdrafts and short-term borrowings of WCE, a subsidiary are guaranteed by mortgaging land with its construction and transferring the privileges derived from assets insurance of such subsidiary, and fixed deposit of subsidiary.

19. Trade accounts payable

	Unit: Thousand Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
Related parties (Note 6)	191,596	82,959	207,899	87,745
Other parties	3,928,762	2,754,550	3,860,748	2,714,140
Total	4,120,358	2,837,509	4,068,647	2,801,885

Inventory under collateral management agreement

The Company entered into the collateral management agreements with company which are incorporated in Japan. Under the terms of the agreements, the Company has to pay a partial deposit and the remainder when withdrawing inventory from the representative company. The Company retains all or a significant portion of the risks and rewards relating to the collateralized inventory. Inventory is stored in the warehouse facilities for which that counter party appoints a representative to act as the collateral manager. These transactions are treated as inventory under collateral management agreements and trade payable under collateral management agreements within the statement of financial position.

20. Non-current provisions for employee benefits

The movement in the present value of the defined benefit obligations for the six-month periods ended 30 June 2021 were shown in the table below

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Provisions for employee benefit as at 1 January 2021	391,164	334,679
<i>Recognized in profit or loss:</i>		
Current service costs and interest	16,283	13,897
Benefits paid by the plan	(140)	-
Provisions for employee benefit as at 30 June 2021	407,307	348,576

Expenses related to long-term employee benefits for the six-month periods ended 30 June 2021 recognized in statement of comprehensive income as follows:

	Unit : Thousand Baht	
	Consolidated financial statements	Separate financial statements
Cost of sales	7,152	5,330
Distribution costs	1,479	1,400
Administrative expenses	7,652	7,167
Total	16,283	13,897

21. Liabilities under business rehabilitation plan and progressive

21.1 Liabilities under rehabilitation plan

The Company recorded liabilities under rehabilitation plan at the fair value as at 30 June 2021 are presented as follows:

	Unit: Thousand Baht	
	Consolidated	Separate
	financial statements	financial statements
Current portion of liabilities under rehabilitation plan	839,857	839,857
Overdue portion of liabilities under rehabilitation plan	30,124,512	30,132,503
Total	<u>30,964,369</u>	<u>30,972,360</u>

	Unit: Thousand Baht	
	Consolidated	Separate
	financial statements	financial statements
<i>Current portion</i>		
class 1	382,347	382,347
class 2	124,480	124,480
class 3	38,702	38,702
class 4	243,820	243,820
class 5	15,754	15,754
class 6	34,682	34,682
class 7	-	-
class 12	72	72
Total	<u>839,857</u>	<u>839,857</u>

<i>Current portion</i>		
class 1	5,302,441	5,302,441
class 2	7,347,873	7,347,873
class 3	2,284,494	2,284,494
class 4	14,228,406	14,228,406
class 5	931,646	931,646
class 6	15,213	15,213
class 7	4,300	12,291
class 12	10,139	10,139
Total	<u>30,124,512</u>	<u>30,132,503</u>
Total liabilities under rehabilitation plan	<u>30,964,369</u>	<u>30,972,360</u>

Changes in liabilities under rehabilitation plan which stated at fair value for the six-month periods ended 30 June 2021 are as follows:

	Unit: Thousand Baht	
	Consolidated financial statements	Separate financial statements
	<hr/>	<hr/>
Net book value as at 1 January 2021	29,752,371	29,760,362
Recognized interest expenses by effective rate	786,262	786,262
Repayment	(96,690)	(96,690)
Adjustment for decrease in debt guarantee of debtors' liquidation	(586,294)	(586,294)
Gains (losses) on foreign exchange liabilities under the rehabilitation plan-net	1,108,720	1,108,720
Net book value as at 30 June 2021	<hr/> <hr/> 30,964,369	<hr/> <hr/> 30,972,360

21.2 Rehabilitation plan and progressive

On 1 October 2015, the Board of the Company approved to file the petition for business rehabilitation to the Central Bankruptcy Court. Subsequent on 10 March 2016, the Central Bankruptcy Court has ordered the Company to rehabilitate the business and appointed the Company to be a planner (“the Planner”) which announced in the Royal Gazette on 26 April 2016.

Subsequent on 18 June 2020, the Official Receiver has attended the creditors meeting and the most of creditors passed the resolution to agree with the revised plan (the Plan dated 14 July 2016 additional revised by the creditors’ meeting held on 18 June 2020) (“the Plan No. 2”). At present, the Plan is awaiting for the approval by the Central Bankruptcy Court.

Progress in implementing the rehabilitation plan for the period ended 30 June 2021

For the six-month periods ended 30 June 2021, the Company has made debts settlement to creditors under the rehabilitation plan, with the principal under rehabilitation plan amounting to Baht 63.0 million and interest expenses total amount of Baht 33.7 million, totally Baht 96.7 million. Nevertheless, the Company commenced the principal repayment as planned from March 2021 up to the present, as ordered by the Court to approve the revised plan on 18 September 2020

In 2020, the liquidator of Sahaviriya Steel Industry UK Co., Ltd. has sold collateral assets and settled to the class 4 of creditor in full. Under the plan, the aforementioned amount is required to reduce the principal for the last installment, backwards order. This amount has not been reduced in accounting because the class 4 creditor has not yet issued evidence of debt reduction. Therefore, the Company's legal debt obligations have not been discharged.

Subsequent in 2021, Sahaviriya Steel Industries Public Company Limited has received evidence of debt reduction from class 4 creditors, thus reduction of the Company's legal debt obligations by the amount paid to the creditor amount of USD 18.8 million, equivalent to Baht 586.3 million. The Company recognizes adjustments from the decrease in the debt guarantee from the debtors’ liquidation in the income statement for the six-month periods ended 30 June 2021

Currently, the liquidation process has not been completed. Therefore, the debt obligations from environmental insurance existed in the amount of USD3 1 million that the Company does not record such debts under the rehabilitation plan as disclosed in note 26.

Collection from receivables which are related companies

According to the rehabilitation plan, the Company must track the debts of B.S. Metal Co., Ltd. and Sahaviriya Commercial Corporation Co., Ltd., required to collect from the debtors at least Baht 300 million per annum, and both debtors must repay all outstanding debts (both existing and new debts) to the Company to be completed within 7 years from the year 2017 onwards. By the end of 2019, the remaining amount (both existing and new debts) will not exceed Baht 2,640 million, and by the end of 2021, the remaining amount (both existing and new debts) will be not exceeding Baht 1,760 million and the Company has proposed guidelines, repayment of debts and solutions to such debtors to the Creditors Committee for approval.

As at June 30, 2021, the debts of two debtors amounted to Baht 3,424.2 million. The Company has received the settlement for the six-month period total amount of Baht 73.8 million. The Company has reversed allowance for expected credit losses in full. The receiving of debts repayment and outstanding debts do not meet the requirements of the rehabilitation plan. The incident is not considered a default because the Creditors Committee has not received a notice of default. Currently, the Company is monitoring the debt, and the Company proposes the repayment guidelines for the outstanding debts of both debtors and the resolutions to both receivables to the Creditors Committee for approval which is currently under consideration by the Creditors Committee.

22. Share capital

No movement of share capital for the six-month periods ended 30 June 2021.

23. Segment information

The Group has three reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different products and services, and are managed separately because they require different technology and marketing strategies. For each of the strategic divisions, the chief operating decision maker (CODM) reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group's reportable segments.

Segment

Segment 1	Manufacture of hot rolled coils
Segment 2	Maintenance services
Segment 3	Deep-sea port services

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group's CODM. Segment profit before tax is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Information about reportable segments

Information about segment income and profit for the six-month periods ended 30 June 2021 and 2020 are as follows:

Unit :Thousand Baht

	Manufacture		Maintenance services		Deep-sea port services		Elimination		Total segment	
	of hot rolled coils									
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
External revenue	15,793,780	8,471,029	176,674	143,217	109,565	55,340	-	-	16,080,019	8,669,586
Inter-segment revenue	-	-	114,275	144,919	35,026	17,585	(149,301)	(162,504)	-	-
Segment profit (loss) before income tax	306,137	136,841	(36,689)	(3,821)	67,148	(10,826)	81,307	(33,781)	417,903	88,413
Reportable segment assets as at 30 June	22,485,413	18,516,170	391,148	377,609	1,230,095	1,234,457	(375,095)	(494,517)	23,731,561	19,633,719
Reportable segment liabilities as at 30 June	37,658,872	34,279,747	234,746	213,620	82,786	82,949	(109,283)	(141,640)	37,867,121	34,434,676

Geographical segments

- Segment 1 - is managed and operates manufacturing facilities and sales offices in Thailand
- Segment 2 and 3 - operate principally in Thailand. There are no material revenues derived from, or assets located in, foreign countries.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

Geographical information

Unit : Thousand Baht

	Consolidated		Consolidated	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
Income				
Domestic	15,983,178	8,659,954	15,697,445	8,471,028
Overseas	96,841	9,632	96,335	-
Total	16,080,019	8,669,586	15,793,780	8,471,028

Major customer

Revenues from 2 customers of the Group's segment 1 represent approximately Baht 6,588 million (2020: 3 customers amount of Baht 3,566 million).

24. Income tax

Income tax recognition depends on the best estimates of the management in respect of the weighted average of tax rate for the year which expected for the period, using revenues before interim income tax, effective rate of the Group. The Company has the effects from these factors as following:

- Taxable losses and temporary different incurred during the period which deferred tax assets were not recorded since the management deems that there is no direction to utilize the future taxable profit.
- Certain net profit of the Group incurred from the promoted business activities that net profit of such activities were exempted from income tax.
- Losses of some subsidiaries of the Group cannot be netted with profit of other subsidiaries in income tax calculation.

25. Earnings per share

Basic earnings per share

The calculations of basic earnings per share for the period were based on the profit (loss) for the period attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the period

For the six-month periods ended 30 June 2021 and 2020 as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	For six month period		For six month period	
	end 30 June		end 30 June	
	2021	2020	2021	2020
Profit (Loss) for the period attributable to ordinary shareholders of the Company				
<i>(Thousand Baht)</i>	384,502	92,678	304,448	146,972
Weighted average number of ordinary shares outstanding (basic)				
<i>(Thousand shares)</i>	11,113,018	11,113,018	11,113,018	11,113,018
Earnings (Loss) per share basic				
<i>(in Baht)</i>	0.03	0.01	0.03	0.01

26. Commitments and contingent liabilities

	Unit: Million Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
<i>Capital expenditures commitment</i>				
Machinery and equipment	133	59	204	135
Total	133	59	204	135

As at 30 June 2021, the Group had capital expenditures amount of Baht 45 million, USD 0.4 million and EUR 1.9 million (31 December 2020: Baht 37 million, USD 0.5 million and EUR 0.2 million) in relation to the acquisition and installation of machinery and equipment.

As at 30 June 2021, the Company had capital expenditures amount of Baht 115 million, USD 0.4 million and EUR 1.9 million (31 December 2020: Baht 113 million, USD 0.5 million and EUR 0.2 million) in relation to the acquisition and installation of machinery and equipment.

As at 30 June 2021 and 31 December 2020, the Group had the minimum amount to be paid in the future under the lease as follows:

	Unit: Million Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
<i>Non-cancellable operating lease commitments</i>				
Within one year	0.19	0.30	0.11	0.23
Over one year to five years	0.18	0.21	-	-
Total	0.37	0.51	0.11	0.23
<i>Other commitments</i>				
Raw materials purchases agreement	10,162	821	10,162	821
Other agreements	932	312	927	297
Total	11,094	1,133	11,089	1,118

As at 30 June 2021, the Group had other commitments in relation to purchase spare parts and equipment supplies, and to obtain maintenance services amounting to Baht 622.1 million, USD 3.6 million, EUR 4.7 million, GBP 0.3 million and JPY 6.2 million (31 December 2020: Baht 219 million, USD 1.0 million, EUR 1.5 million, GBP 0.1 million and JPY 8.2 million).

As at 30 June 2021, the Company had other commitments in relation to purchase spare parts and equipment supplies, and to obtain maintenance services amounting to Baht 616.9 million, USD 3.6 million, EUR 4.7 million, GBP 0.3 million and JPY 6.2 million (31 December 2020: Baht 203.4 million, USD 1.0 million, EUR 1.5 million, GBP 0.1 million and JPY 8.2 million).

Contingent liabilities

- a) As at 30 June 2021 and 31 December 2020, the Group has contingent liabilities from banks issuance of letter of guarantee for the following matter:

	Unit: Million Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Electricity supply	107	107	104	104
Performance guarantees	103	78	43	34
Others	11	11	-	-
Total	221	196	147	138

As at 30 June 2021, the Group had outstanding bank guarantees issued by banks on behalf of the Company and its subsidiaries in respect of certain performance bonds as required in the normal course of the business. These included letters of guarantee for:

- To the Customs Department in respect of the establishment of a wharf and go-downs amounting to Baht 11 million (31 December 2020: amount of Baht 11 million),
- The contractual performance amounting to Baht 103 million (31 December 2020: amount of Baht 78 million),
- Electricity usage amount of Baht 107 million (31 December 2020: amount of Baht 107 million).

- b) As at 30 June 2021, the Company has contingent liabilities from guarantee contracts and damages under agreement in the amount of USD 31 million with the condition that the environment damages incurred and conformed to the environment responsibility condition under the trading of integrated still mill and steel trading agreement dated 24 February 2011.

Dispute and litigation

Land in Prachuabkirikhan

- a) On 9 July 2010, the Prachuabkirikhan Provincial Land Office, Bangsaphan Branch (“the Land Office”) ordered the Company and a subsidiary to submit the Certificates of Utilization (Nor. Sor. 3 Kor) (“the Certificates”) for various plots of land, (with an aggregate value of Baht 123.1 million for the Company and Baht 187.6 million for the subsidiary), for cancellation. Later, the Land Office announced that it was issuing replacement certificates for the Certificates of Utilization (Nor. Sor. 3 Kor). The Company and the subsidiary filed a lawsuit against the officers of the Land Office with the Central Administrative Court “CAC”, petitioning the CAC to order the cancellation of the announcement of the Company and the subsidiary. The Company and the subsidiary also petitioned the CAC to identify measures to provide them with temporary relief. The Court accepted the lawsuit for consideration.

On 1 September 2010, the Company and the subsidiary filed a lawsuit against the Director-General of the Department of Lands and the Deputy Permanent Secretary of the Ministry of Interior with the CAC, petitioning the court to order the revocation of the order of the Director-General of the Department of Lands issued on 5 January 2010, which ordered the revocation and re-drawing up the area under the Certificates, and the withdrawal of the appeal decision of the Deputy Permanent Secretary of the Ministry of Interior. Also, the Company and the subsidiary requested the court to suspend the execution of a sentence of the CAC. On 6 August 2013, the Central Administrative Court ordered to stay the execution ordering the Company and its subsidiary to vacate from the National Forest and to undertake no activities on that land. Subsequent on 23 December 2014, the CAC reversed the ordering to relieve the execution which ordered the Company and its subsidiary to vacate from the National Forest.

In addition, the Court ordered to try this case together with the case in which the Company and subsidiary filed a lawsuit against the abovementioned officer of Land Department. Prachuap Kiri Khan Province, Bang Saphan Branch.

On 29 August 2017, the Central Administrative Court has dismissed the case, subsequent on 27 September 2017, the Company and subsidiary filed the appeal to protest the judgment to the Administrative Supreme Court.

At the present, the plaint is still pending the Court’s trial

- b) On 20 December 2010, the Bangsaphan Sheriff, as the official responsible for the oversight and care of the National Forest, Klong Mae-Rumphueng forest, Prachuabkirikhan province (“the Forest”), issued a written order for the Company and the subsidiary to vacate the land for which the Director-General of the Department of Lands ordered revocation of the Certificates and for which the Land Office issued replacement certificates for the Certificates within 30 January 2011.

On 30 March 2011, the Company and the subsidiary filed a lawsuit petitioning the CAC to order the cancellation of written order of the Bangsaphan Sheriff on 20 December 2010, for the Company and the subsidiary to vacate from the Forest and to undertake no activities on that land.

On 20 February 2018, the Central Administrative Court has judged to dismiss the aforementioned lawsuit, subsequent on 19 March 2018, the Company and subsidiary filed the appeal to dispute the judgment to the Central Administrative Court. At the present, the plaint is still pending the Court’s trial

However, the Management of the Company and subsidiaries believes that the results of trial will not be affected to the future operation of the Company and subsidiaries. In the preparation of financial statement, the Company and subsidiaries have fully recorded provision for impairment of land and asset structured on such land in the year 2007 and 2008 respectively.

27. Fair value of financial instruments

Since the most of Group’s financial assets and liabilities are classified in short-term and bear interest rates close to market interest rates. The Group estimated the fair value of the most financial assets and liabilities close to carrying value which presented in statements of financial position.

Carrying value and fair value of financial assets and liabilities as at 30 June 2021 and 31 December 2020 are as follows:

Unit: Thousand Baht

Consolidated financial statements as at June 30, 2021				
	Book value			Fair value
	Fair value through profit or loss	Amortized cost	Total	
Financial assets				
Cash and cash equivalents	-	1,540,143	1,540,143	1,540,143
Trade accounts receivable	-	225,737	225,737	225,737
Other current receivables from related parties				
- Other current receivables	-	150,163	150,163	150,163
Current contract assets	-	20,888	20,888	20,888
Short-term loans from related parties	-	21,977	21,977	21,977
Current portion of long-term loans	-	27,879	27,879	27,879
Other non-current financial assets				
- Restricted deposit at financial institution	-	65,859	65,859	65,859
Long-term loans	-	501,488	501,488	501,488
Total financial assets	-	2,554,134	2,554,134	2,554,134
Financial liabilities				
Short-term borrowings from financial institutions	-	35,000	35,000	35,000
Trade accounts payable	-	4,120,358	4,120,358	4,120,358
Other current payables	-	264,696	264,696	264,696
Current portion of liabilities under rehabilitation plan	-	839,857	839,857	839,857
Current portion of lease liabilities	-	33,967	33,967	33,967
Other non-current financial liabilities	-	10,405	10,405	10,405
Liabilities under rehabilitation plan	-	30,124,512	30,124,512	30,124,512
Lease liabilities	-	31,704	31,704	31,704
Total financial liabilities	-	35,460,499	35,460,499	35,460,499

Unit: Thousand Baht

Consolidated financial statements as at 1 January 2021

	Book value			Fair value
	Fair value through profit or loss	Amortized cost	Total	
Financial assets				
Cash and cash equivalents	-	665,740	665,740	665,740
Trade accounts receivable	-	134,804	134,804	134,804
Other current receivables from related parties				
- Other current receivables	-	150,163	150,163	150,163
Current contract assets	-	16,593	16,593	16,593
Short-term loans from related parties	-	11,056	11,056	11,056
Current portion of long-term loans	-	14,875	14,875	14,875
Other non-current financial assets				
- Restricted deposit at financial institution	-	44,136	44,136	44,136
Long-term loans	-	471,446	471,446	471,446
Total financial assets	-	1,508,813	1,508,813	1,508,813
Financial liabilities				
Short-term borrowings from financial institutions	-	40,000	40,000	40,000
Trade accounts payable	-	2,837,509	2,837,509	2,837,509
Other current payables	-	219,694	219,694	219,694
Current portion of liabilities under rehabilitation plan	-	225,082	225,082	225,082
Current portion of lease liabilities	-	31,445	31,445	31,445
Other non-current financial liabilities	-	732	732	732
Liabilities under rehabilitation plan	-	29,527,289	29,527,289	29,527,289
Lease liabilities	-	41,439	41,439	41,439
Total financial liabilities	-	32,923,190	32,923,190	32,923,190

Unit: Thousand Baht

Separate financial statements as at June 30, 2021

	Book value		Fair value	
	Fair value through profit or loss	Amortized cost		Total
Financial assets				
Cash and cash equivalents	-	1,431,404	1,431,404	1,431,404
Trade accounts receivable	-	152,519	152,519	152,519
Other current receivables from related parties				
- Other current receivables	-	150,163	150,163	150,163
Short-term loans from related parties	-	21,977	21,977	21,977
Current portion of long-term loans	-	27,879	27,879	27,879
Other non-current financial assets				
- Restricted deposit at financial institution	-	65,560	65,560	65,560
Long-term loans	-	501,488	501,488	501,488
Total financial assets	-	2,350,990	2,350,990	2,350,990
Financial liabilities				
Short-term borrowings from financial institutions	-	-	-	-
Trade accounts payable	-	4,068,647	4,068,647	4,068,647
Other current payables	-	216,058	216,058	216,058
Current portion of liabilities under rehabilitation plan	-	839,857	839,857	839,857
Current portion of lease liabilities	-	27,834	27,834	27,834
Other current financial liabilities	-	10,405	10,405	10,405
Liabilities under rehabilitation plan	-	30,132,503	30,132,503	30,132,503
Lease liabilities	-	17,081	17,081	17,081
Total financial liabilities	-	35,312,385	35,312,385	35,312,385

Separate financial statements as at 1 January 2021				
	Book value			Fair value
	Fair value through profit or loss	Amortized cost	Total	
Financial assets				
Cash and cash equivalents	-	635,691	635,691	635,691
Trade accounts receivable	-	36,401	36,401	36,401
Other current receivables from related parties				
- Other current receivables	-	150,163	150,163	150,163
Short-term loans from related parties	-	11,056	11,056	11,056
Current portion of long-term loans	-	14,875	14,875	14,875
Other non-current financial assets				
- Restricted deposit at financial institution	-	43,322	43,322	43,322
Long-term loan	-	471,446	471,446	471,446
Total financial assets	-	1,362,954	1,362,954	1,362,954
Financial liabilities				
Trade accounts payable	-	2,801,885	2,801,885	2,801,885
Other current payables	-	180,494	180,494	180,494
Current portion of liabilities under rehabilitation plan	-	233,073	233,073	233,073
Current portion of lease liabilities	-	25,160	25,160	25,160
Short-term borrowings from related parties	-	74,500	74,500	74,500
Other current financial liabilities	-	732	732	732
Liabilities under rehabilitation plan	-	29,527,289	29,527,289	29,527,289
Lease liabilities	-	25,353	25,353	25,353
Total financial liabilities	-	32,868,486	32,868,486	32,868,486

The Group accessed the fair value of financial instruments on the basis as follows:

- a) Financial assets and financial liabilities will be matured in short-term, such as cash on hand and deposits at financial institutions, receivables and payables, are presented by the estimated fair value based on carrying value in statements of financial position.
- b) Loans and borrowings which had interest rate close to market interest rate, are presented by the estimated fair value based on carrying value in statements in financial position.
- c) Forward contracts are presented at fair value by using discounted future cash flows and valuation theory model. Information use in valuation is an observable information in relevant market, such as exchange rates immediately.

During the current period, there is no transferring between the hierarchical of fair value.

28. Reclassification

The Company has reclassified the accounts for the six-month periods ended 30 June 2020 for corresponding with the presentation of the financial statements for the period ended 30 June 2021 as follows:

Unit: Thousand Baht

	Consolidated financial statements		
	<u>Before reclassified</u>	<u>Reclassified</u>	<u>After reclassified</u>
Statement of income			
Revenue from sale of goods	8,453,635	(20,501)	8,433,134
Revenue from rendering of services	215,951	20,501	236,452
Cost of sales	8,394,789	153,551	8,548,340
Cost of rendering of services	171,994	32,958	204,952
Cost of sales	222,422	(186,509)	35,913

Unit: Thousand Baht

Separate financial statements

	Before reclassified	Reclassified	After reclassified
Statement of income			
Revenue from sale of goods	8,452,885	(20,501)	8,432,384
Revenue from rendering of services	18,143	20,501	38,644
Cost of sales	8,427,409	153,551	8,580,960
Cost of rendering of services	-	32,958	32,958
Cost of sales	215,593	(186,509)	29,084

29. Interim financial statements approval

These interim financial statements were approved and authorized for issue by the Company's Board of directors on 16 August 2021.