

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

To the Shareholders of Samchai Steel Industries Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position as at 30 June 2025 and the related consolidated and separate statements of comprehensive income for the three months and six months period ended 30 June 2025, changes in shareholders' equity and cash flows for the six months period then ended and the condensed notes to financial statements of Samchai Steel Industries Public Company Limited and its subsidiaries and of Samchai Steel Industries Public Company Limited. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of Review**

Except as explained in the basis for qualified conclusion paragraph, I conducted my reviews in accordance with Thai Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with 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.

**Basis for Qualified Conclusion**

I draw attention to notes to the financial statements No. 29, as the management is in the process of reconsidering the presentation of inventory value at net realizable value as at 31 December 2023 due to the overstatement of inventory value, according to the report on the agreed-upon procedures regarding the special audit of the subsidiary's sales transactions at prices below cost, dated 30 June 2025 which may affect the consolidated and separate statements of comprehensive income for the three months and six months period ended 30 June 2024 as presented for comparative purposes, I am therefore unable to conclude whether any adjustments to the performance results are necessary whether or not, and if so, to what extent. My conclusion on the consolidated and separate financial statements for the three months and six months period ended 30 June 2024, is therefore qualified in respect of this matter.

**Qualified Conclusion**

Except for the adjustments to the interim consolidated and separate financial statements that I might have become aware of had it not been for the situation described in the Basis for Qualified Conclusion paragraph, 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 Matters**

I draw attention to notes to the financial statements No. 25, consolidated statements of financial position as at 31 December 2024 and the related consolidated statements of comprehensive income for the three months and six months period ended 30 June 2024, changes in shareholders' equity and cash flows for the six months period then ended, which presented herein for comparative purpose, have been adjustments to the translation of financial statements of foreign operations and non-recognition of the investment in the joint venture and share of profit from the joint venture due to the investment payment has not yet been made, including of have not received for share certificate as evidence for right on joint company. I have audited adjustments and agree that is appropriate and have been adjustment correctly. Hereby, my conclusion is not modified in respect of these matters.

**Other Information**

The consolidated financial statement of Samchai Steel Industries Public Company Limited and its subsidiaries (as previously reported) and the separate financial statement of Samchai Steel Industries Public Company Limited for the year ended 31 December 2024, as presented herein for comparative purpose was audited by another auditor who expressed a disclaimer of opinion due to transaction the sold the products under the cost price of the subsidiary as report dated 17 March 2025. In addition, the consolidated and separate statements of comprehensive income for the three months and six months period ended 30 June 2024, changes in shareholders' equity and cash flows for the six months period then ended of Samchai Steel Industries Public Company Limited and its subsidiaries (as previously reported) and the separate of Samchai Steel Industries Public Company Limited, as presented herein for comparative purpose was reviewed by same another auditor who concluded that qualified conclusion due to transaction the sold the products under the cost price of the subsidiary and there are emphasis of matters for the Company signed a memorandum of understanding to amend the loan agreement as report dated 22 October 2024.

SP Audit Company Limited

( Chonthicha Lertwilai )

Certified Public Accountant (Thailand) No. 12258

Bangkok

14 August 2025

## SAMCHAI STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARY

## STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2025

(Unit : Baht)

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		30 June 2025	31 December 2024	30 June 2025	31 December 2024
		Unaudited	Audited (Restated)	Unaudited	Audited
<b>ASSETS</b>					
<b>CURRENT ASSETS</b>					
Cash and Cash Equivalents		90,780,469.68	83,258,359.08	90,514,693.89	81,625,353.90
Trade and Other Current Receivable	6	773,997,351.15	847,123,159.94	715,010,828.48	787,001,640.20
Trade and Other Current Receivable - Related Parties	7	448,119,769.78	654,534,220.80	424,856,471.78	633,248,085.56
Inventories	8	733,432,909.57	544,732,861.87	732,806,393.94	544,078,634.55
Non-Current Assets Classified as Held for Sale	9	-	143,443,450.00	-	143,443,450.00
<b>TOTAL CURRENT ASSETS</b>		<b>2,046,330,500.18</b>	<b>2,273,092,051.69</b>	<b>1,963,188,388.09</b>	<b>2,189,397,164.21</b>
<b>NON-CURRENT ASSETS</b>					
Bank Deposit with Obligations	10	8,690,005.40	8,690,005.40	8,690,005.40	8,690,005.40
Other non-current Financial Asset Investment	11	2,250,000.00	2,250,000.00	2,250,000.00	2,250,000.00
Investments in Subsidiary	12	-	-	115,810,303.01	115,810,303.01
Investment Property	13	64,875,118.37	65,818,120.85	64,875,118.37	65,818,120.85
Property, Plant and Equipment	14	1,474,938,232.44	1,505,747,365.88	1,412,328,933.80	1,437,724,053.47
Right-of-Use Assets	15	13,250,491.78	14,010,975.30	-	-
Other Intangible Assets	16	1,571,814.17	1,746,456.17	1,571,814.17	1,746,456.17
Other Non-Current Assets		478,153.95	479,591.95	445,643.15	445,643.15
<b>TOTAL NON-CURRENT ASSETS</b>		<b>1,566,053,816.11</b>	<b>1,598,742,515.55</b>	<b>1,605,971,817.90</b>	<b>1,632,484,582.05</b>
<b>TOTAL ASSETS</b>		<b>3,612,384,316.29</b>	<b>3,871,834,567.24</b>	<b>3,569,160,205.99</b>	<b>3,821,881,746.26</b>

Notes to the financial statements are an integral part of the financial statements.

**SAMCHAI STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARY**  
**STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2025**

(Unit : Baht)

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		30 June 2025	31 December 2024	30 June 2025	31 December 2024
		Unaudited	Audited (Restated)	Unaudited	Audited
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
<b>CURRENT LIABILITIES</b>					
Short-term Borrowings from Financial institutions	17	1,315,871,694.80	1,369,670,533.40	1,315,871,694.80	1,369,670,533.40
Trade and Other Current Payable	18	835,781,314.74	1,004,937,959.82	840,790,016.40	1,005,496,542.88
Corporate Income Tax Payable		21,814.75	3,394.88	-	-
<b>TOTAL CURRENT LIABILITIES</b>		<u>2,151,674,824.29</u>	<u>2,374,611,888.10</u>	<u>2,156,661,711.20</u>	<u>2,375,167,076.28</u>
<b>NON-CURRENT LIABILITIES</b>					
Deferred Tax		52,427,488.29	4,301,113.88	52,427,488.29	4,301,113.88
Non-Current Provisions for Employee Benefits		17,525,567.50	3,752,554.00	17,525,567.50	3,752,554.00
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>69,953,055.79</u>	<u>8,053,667.88</u>	<u>69,953,055.79</u>	<u>8,053,667.88</u>
<b>TOTAL LIABILITIES</b>		<u>2,221,627,880.08</u>	<u>2,382,665,555.98</u>	<u>2,226,614,766.99</u>	<u>2,383,220,744.16</u>
<b>SHAREHOLDERS' EQUITY</b>					
Share Capital					
Authorized Share Capital					
1,085,670,000 common shares of Baht 1 each		1,085,670,000.00	1,085,670,000.00	1,085,670,000.00	1,085,670,000.00
Issued and paid share capital					
1,045,125,093 common shares of Baht 1 each		1,045,125,093.00	1,045,125,093.00	1,045,125,093.00	1,045,125,093.00
Share Premium		918,494,598.54	918,494,598.54	918,494,598.54	918,494,598.54
Retained Earnings (Deficits)					
Appropriated					
Legal Reserve		35,179,082.30	35,179,082.30	35,179,082.30	35,179,082.30
Unappropriated		(615,143,869.16)	(523,922,450.26)	(656,253,334.84)	(560,137,771.74)
Other Components of Shareholders' Equity		7,101,531.53	14,292,687.68	-	-
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<u>1,390,756,436.21</u>	<u>1,489,169,011.26</u>	<u>1,342,545,439.00</u>	<u>1,438,661,002.10</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<u>3,612,384,316.29</u>	<u>3,871,834,567.24</u>	<u>3,569,160,205.99</u>	<u>3,821,881,746.26</u>

Notes to the financial statements are an integral part of the financial statements.

## SAMCHAI STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARY

## STATEMENTS OF COMPREHENSIVE INCOME

FOR THE THREE MONTHS PERIOD ENDED 30 JUNE 2025

(Unit : Baht)

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		30 June 2025	30 June 2024	30 June 2025	30 June 2024
			(Restated)		
Revenue from Sales	22	1,385,792,201.33	1,579,002,444.23	1,385,792,201.33	1,575,923,225.37
Cost of Sales		(1,314,219,935.85)	(1,511,269,106.55)	(1,314,219,935.85)	(1,533,491,658.99)
Loss on Inventories Devaluation		(849,334.46)	(933,451.00)	(849,334.46)	1,647,906.22
<b>Gross Profit (Loss)</b>		70,722,931.02	66,799,886.68	70,722,931.02	44,079,472.60
Other Incomes		11,508,996.13	7,407,183.68	8,662,856.79	7,407,183.68
Reversal of loss on Impairment of Investment		-	1,708,075.00	-	1,708,075.00
Gain (loss) on Exchange Rate		(13,132,878.53)	3,717,464.97	(13,137,522.87)	4,819,178.17
Distribution Costs		(8,370,352.47)	(8,814,079.64)	(8,370,352.47)	(8,814,079.64)
Administrative Expenses		(34,433,348.05)	(30,354,566.50)	(32,752,629.42)	(28,403,354.79)
Expected Credit Losses and Reversal		(12,883,697.30)	1,861,429.28	(12,883,697.30)	1,861,429.28
Finance Costs		(18,853,343.56)	(16,711,111.00)	(18,853,343.56)	(16,711,111.00)
<b>Profit (Loss) Before Income Tax</b>		(5,441,692.76)	25,614,282.47	(6,611,757.81)	5,946,793.30
Income Tax (Expenses) Revenue	19	6,671,129.90	(4,525,966.81)	6,700,188.77	(1,379,822.39)
<b>Profit (Loss) for the period</b>		1,229,437.14	21,088,315.66	88,430.96	4,566,970.91
<b>Other Comprehensive Income (Expense)</b>					
<b>Item that will be Subsequently reclassified to Profit or Loss - Net of Income Tax</b>					
Exchange Differences on Translating Financial Statement - Net of Income Tax	19	(6,896,612.48)	2,237,908.82	-	-
<b>Total Item that will be Subsequently reclassified to Profit or Loss - Net of Income Tax</b>		(6,896,612.48)	2,237,908.82	-	-
<b>Items that will not be subsequently reclassified to Profit or Loss - Net of Income Tax</b>					
Loss on Remeasurement of Defined Benefit Plans - Net of Income Tax	19	(14,460,152.00)	-	(14,460,152.00)	-
<b>Total Items that will not be subsequently reclassified to Profit or Loss - Net of Income Tax</b>		(14,460,152.00)	-	(14,460,152.00)	-
<b>Total Other Comprehensive Income (Expense) for the Period - Net of Income Tax</b>		(21,356,764.48)	2,237,908.82	(14,460,152.00)	-
<b>Total Comprehensive Income (Expense) for the Period</b>		(20,127,327.34)	23,326,224.48	(14,371,721.04)	4,566,970.91
<b>Profit (Loss) Attributable to</b>					
Equity Holders of the Company		1,229,437.14	21,088,315.66	88,430.96	4,566,970.91
Non-Controlling Interests		-	-	-	-
		1,229,437.14	21,088,315.66	88,430.96	4,566,970.91
<b>Total Comprehensive Income (Expense) Attributable to</b>					
Equity Holders of the Company		(20,127,327.34)	23,326,224.48	(14,371,721.04)	4,566,970.91
Non-Controlling Interests		-	-	-	-
		(20,127,327.34)	23,326,224.48	(14,371,721.04)	4,566,970.91
<b>Basic Earnings (Loss) Per Share</b>					
Equity Holders of the Company (Baht per Share)		0.0012	0.0202	0.0001	0.0044

Unaudited

## SAMCHAI STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARY

## STATEMENTS OF COMPREHENSIVE INCOME

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

(Unit : Baht)

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		30 June 2025	30 June 2024	30 June 2025	30 June 2024
			(Restated)		
Revenue from Sales	22	2,785,599,611.54	2,943,985,219.47	2,785,599,611.54	3,050,860,474.46
Cost of Sales		(2,685,780,554.74)	(2,931,939,780.84)	(2,685,780,554.74)	(2,965,402,347.82)
Loss on Inventories Devaluation		(1,239,831.01)	(3,122,119.38)	(1,239,831.01)	1,768,277.84
<b>Gross Profit (Loss)</b>		98,579,225.79	8,923,319.25	98,579,225.79	87,226,404.48
Other Incomes		29,060,180.45	12,953,277.83	20,870,723.28	12,953,277.83
Reversal of loss on Impairment of Investment		-	11,189,400.00	-	11,189,400.00
Gain (loss) on Exchange Rate		(10,091,868.64)	(217,809.00)	(10,077,467.43)	3,321,638.12
Distribution Costs		(17,422,254.45)	(19,695,661.33)	(17,422,254.45)	(19,695,661.33)
Administrative Expenses		(65,928,869.75)	(58,716,925.73)	(62,687,212.41)	(53,505,901.21)
Expected Credit Losses and Reversal		(30,005,286.84)	1,706,078.32	(30,005,286.84)	1,706,078.32
Finance Costs		(33,693,195.63)	(33,563,260.51)	(33,693,195.63)	(33,563,260.51)
<b>Profit (Loss) Before Income Tax</b>		(29,502,069.07)	(77,421,581.17)	(34,435,467.69)	9,631,975.70
Income Tax Expenses	19	(50,876,373.03)	(8,098,882.93)	(50,837,118.61)	(3,693,653.05)
<b>Profit (Loss) for the period</b>		(80,378,442.10)	(85,520,464.10)	(85,272,586.30)	5,938,322.65
<b>Other Comprehensive Income (Expense)</b>					
<b>Item that will be Subsequently reclassified to Profit or Loss - Net of Income Tax</b>					
Exchange Differences on Translating Financial Statement - Net of Income Tax	19	(7,191,156.15)	12,868,790.63	-	-
<b>Total Item that will be Subsequently reclassified to Profit or Loss - Net of Income Tax</b>		(7,191,156.15)	12,868,790.63	-	-
<b>Items that will not be subsequently reclassified to Profit or Loss - Net of Income Tax</b>					
Loss on Remeasurement of Defined Benefit Plans - Net of Income Tax	19	(10,842,976.80)	-	(10,842,976.80)	-
<b>Total Items that will not be subsequently reclassified to Profit or Loss - Net of Income Tax</b>		(10,842,976.80)	-	(10,842,976.80)	-
<b>Total Other Comprehensive Income (Expense) for the Period - Net of Income Tax</b>		(18,034,132.95)	12,868,790.63	(10,842,976.80)	-
<b>Total Comprehensive Income (Expense) for the Period</b>		(98,412,575.05)	(72,651,673.47)	(96,115,563.10)	5,938,322.65
<b>Profit (Loss) Attributable to</b>					
Equity Holders of the Company		(80,378,442.10)	(85,520,464.10)	(85,272,586.30)	5,938,322.65
Non-Controlling Interests		-	-	-	-
		(80,378,442.10)	(85,520,464.10)	(85,272,586.30)	5,938,322.65
<b>Total Comprehensive Income (Expense) Attributable to</b>					
Equity Holders of the Company		(98,412,575.05)	(72,651,673.47)	(96,115,563.10)	5,938,322.65
Non-Controlling Interests		-	-	-	-
		(98,412,575.05)	(72,651,673.47)	(96,115,563.10)	5,938,322.65
<b>Basic Earnings (Loss) Per Share</b>					
Equity Holders of the Company (Baht per Share)		(0.0769)	(0.0818)	(0.0816)	0.0057

Unaudited

## SAMCHAI STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARY

## STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

(Unit : Baht)

## CONSOLIDATED FINANCIAL STATEMENTS

	Notes	Issued and Paid-up Share Capital	Share Premium	Retained Earnings (Deficits)		Other Components of	Total Shareholders' Equity
				Appropriated Legal Reserve	Unappropriated	Shareholders' Equity	
						Translation of Financial Statements	
<b>Balance as at 1 January 2025 (Previously Reported)</b>		1,045,125,093.00	918,494,598.54	35,179,082.30	(559,564,949.61)	45,874,610.43	1,485,108,434.66
Effect from Correction of Accounting Error	25	-	-	-	35,642,499.35	(31,581,922.75)	4,060,576.60
<b>Balance as at 1 January 2025 (Restated)</b>		1,045,125,093.00	918,494,598.54	35,179,082.30	(523,922,450.26)	14,292,687.68	1,489,169,011.26
Changes in Shareholders' Equity							
Profit (Loss) for the period		-	-	-	(80,378,442.10)	-	(80,378,442.10)
Other Comprehensive Income (Expense) for the period		-	-	-	(10,842,976.80)	(7,191,156.15)	(18,034,132.95)
<b>Balance as at 30 June 2025</b>		<u>1,045,125,093.00</u>	<u>918,494,598.54</u>	<u>35,179,082.30</u>	<u>(615,143,869.16)</u>	<u>7,101,531.53</u>	<u>1,390,756,436.21</u>
<b>Balance as at 1 January 2024 (Previously Reported)</b>		1,045,125,093.00	918,494,598.54	35,179,082.30	(449,109,781.32)	27,703,257.29	1,577,392,249.81
Effect from Correction of Accounting Error	25	-	-	-	23,645,625.73	(19,686,218.68)	3,959,407.05
<b>Balance as at 1 January 2024 (Restated)</b>		1,045,125,093.00	918,494,598.54	35,179,082.30	(425,464,155.59)	8,017,038.61	1,581,351,656.86
Changes in Shareholders' Equity							
Profit (Loss) for the period (Restated)		-	-	-	(85,520,464.10)	-	(85,520,464.10)
Other Comprehensive Income (Expense) for the period (Restated)		-	-	-	-	12,868,790.63	12,868,790.63
<b>Balance as at 30 June 2024 (Restated)</b>		<u>1,045,125,093.00</u>	<u>918,494,598.54</u>	<u>35,179,082.30</u>	<u>(510,984,619.69)</u>	<u>20,885,829.24</u>	<u>1,508,699,983.39</u>

Unaudited

## SAMCHAI STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARY

## STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

(Unit : Baht)

## SEPARATE FINANCIAL STATEMENTS

	Notes	Issued and Paid-up Share Capital	Share Premium	Retained Earnings (Deficits)		Total Shareholders' Equity
				Appropriated Legal Reserve	Unappropriated	
<b>Balance as at 1 January 2025</b>		1,045,125,093.00	918,494,598.54	35,179,082.30	(560,137,771.74)	1,438,661,002.10
Changes in Shareholders' Equity						
Profit (Loss) for the period		-	-	-	(85,272,586.30)	(85,272,586.30)
Other Comprehensive Income (Expense) for the period		-	-	-	(10,842,976.80)	(10,842,976.80)
<b>Balance as at 30 June 2025</b>		<u>1,045,125,093.00</u>	<u>918,494,598.54</u>	<u>35,179,082.30</u>	<u>(656,253,334.84)</u>	<u>1,342,545,439.00</u>
<b>Balance as at 1 January 2024</b>		1,045,125,093.00	918,494,598.54	35,179,082.30	(535,997,255.67)	1,462,801,518.17
Changes in Shareholders' Equity						
Profit (Loss) for the period		-	-	-	5,938,322.65	5,938,322.65
<b>Balance as at 30 June 2024</b>		<u>1,045,125,093.00</u>	<u>918,494,598.54</u>	<u>35,179,082.30</u>	<u>(530,058,933.02)</u>	<u>1,468,739,840.82</u>

Unaudited

## SAMCHAI STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARY

## STATEMENTS OF CASH FLOWS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

(Unit : Baht)

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
		(Restated)		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Profit (Loss) for the period	(80,378,442.10)	(85,520,464.10)	(85,272,586.30)	5,938,322.65
Adjustment to Reconcile Profit (Loss) to Cash Received (Paid)				
Income Tax Expenses	50,876,373.03	8,098,882.93	50,837,118.61	3,693,653.05
Expected Credit Losses and Reversal	30,005,286.84	(1,706,078.32)	30,005,286.84	(1,706,078.32)
Loss on Devaluation of Inventories and Reversal	1,239,831.01	3,122,119.38	1,239,831.01	(1,768,277.84)
Depreciation and Amortization	31,986,997.85	30,046,441.92	29,203,319.90	27,064,885.62
(Gain) loss on Disposal of Assets	(1,888,821.25)	19,094.79	(1,888,821.25)	16,807.37
Loss on Disposal of Intangible Assets	-	6.00	-	-
Reversal of Loss on Impairment of Investment	-	(11,189,400.00)	-	(11,189,400.00)
Unrealized (Gain) Loss on Exchange Rate	9,464,596.48	165,422.37	9,464,596.48	(1,146,584.77)
Gain on Disposal of Machine	(5,543,286.00)	-	(5,543,286.00)	-
Amortization-Asset	-	23,602.21	-	23,602.21
Amortization-Liabilities	(3,955,680.23)	-	-	-
Interest Income	(142,382.61)	(253,397.21)	(142,382.61)	(253,397.21)
Finance Costs	33,693,195.63	33,563,260.51	33,693,195.63	33,563,260.51
Employee Benefit Expenses	219,292.50	241,737.00	219,292.50	241,737.00
Profit (Loss) from Operation before Changes in				
Operating Assets and Liabilities	65,576,961.15	(23,388,772.52)	61,815,564.81	54,478,530.27
(Increase) Decrease in Operating Assets				
Trade and Other Current Receivable	46,936,176.02	(74,601,128.24)	40,885,392.71	28,721,457.71
Trade and Other Current Receivable - Related Parties	191,845,358.72	-	198,738,307.65	(222,499,753.70)
Inventories	(189,939,878.71)	10,163,421.05	(189,967,590.40)	53,834,410.81
Other Non-Current Assets	1,438.00	(333,696.67)	-	-
Increase (Decrease) in Operating Liabilities				
Trade and Other Current Payable	(21,951,374.46)	62,270,547.89	(21,456,936.02)	43,642,680.03
Net Cash Flow Provided from (Used in) Operating	92,468,680.72	(25,889,628.49)	90,014,738.75	(41,822,674.88)
Cash Received from Interest	142,382.61	253,397.21	142,382.61	253,397.21
Cash Paid for Interest	(25,759,797.07)	(31,140,818.48)	(25,759,797.07)	(31,149,025.27)
Cash Paid for Income Tax	(183,320.62)	(2,429,084.30)	(162,486.07)	(23,481.96)
<b>Net Cash Flow Provided from (Used in) Operating Activities</b>	<b>66,667,945.64</b>	<b>(59,206,134.06)</b>	<b>64,234,838.22</b>	<b>(72,741,784.90)</b>

Unaudited

Notes to the financial statements are an integral part of the financial statements.

## SAMCHAI STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARY

## STATEMENTS OF CASH FLOWS

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025

(Unit : Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
		(Restated)		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Advance Payment for Assets	-	(861,221.25)	-	-
Cash Paid for Purchases of Property, Plant and Equipment	(2,663,107.75)	(24,856,797.88)	(2,663,107.75)	(25,396,427.99)
Cash Received from Disposal of Asset	1,888,823.25	70,276.18	1,888,823.25	72,569.60
Cash Received from Deposit for Machinery	-	-	-	18,955,706.00
<b>Net Cash Flow Provided from (Used in) Investing Activities</b>	<b>(774,284.50)</b>	<b>(25,647,742.95)</b>	<b>(774,284.50)</b>	<b>(6,368,152.39)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Increase (Decrease) in Short-term Borrowings from				
Financial Institutions	(53,798,838.60)	139,404,058.60	(53,798,838.60)	139,404,058.60
Cash Paid for Payable for Assets	(756,895.19)	(1,443,667.18)	(756,895.19)	(1,443,667.18)
<b>Net Cash Flow Provided from (Used in) Financing Activities</b>	<b>(54,555,733.79)</b>	<b>137,960,391.42</b>	<b>(54,555,733.79)</b>	<b>137,960,391.42</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
<b>Before Effect of Exchange Rate</b>	11,337,927.35	53,106,514.41	8,904,819.93	58,850,454.13
Exchange Difference on Translation of Financial Statements	(3,800,336.81)	6,368,268.27	-	-
Effects of Exchange Rates on Cash and Cash Equivalents	(15,479.94)	3,987.01	(15,479.94)	4,215.60
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>7,522,110.60</b>	<b>59,478,769.69</b>	<b>8,889,339.99</b>	<b>58,854,669.73</b>
<b>Cash and Cash Equivalents at the Beginning of the period</b>	<b>83,258,359.08</b>	<b>75,397,595.20</b>	<b>81,625,353.90</b>	<b>73,836,271.24</b>
<b>Cash and Cash Equivalents at the Ending of the period</b>	<b>90,780,469.68</b>	<b>134,876,364.89</b>	<b>90,514,693.89</b>	<b>132,690,940.97</b>

Unaudited

**SAMCHAI STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**THE CONDENSED NOTES TO FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2025 (UNAUDITED)**

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**1. General Information**

The Company was registered as a company limited on 25 December 1997, with registration No. 1489/2540 and the Company was registered to convert into a public company limited on 18 March 2004, the registration number 0107547000249 and became a listed company in the Stock Exchange of Thailand on 7 September 2004. Head office is located at 75/14, 75/17, 85 Soi Wat Sopanaram, Ekkachai Road, Tumbol Kokkham, Amphur Muang, Samutsakorn. Branch office is located at 56-56/1 Moo 2, Poochaosamingprai Road, Tumbol Bangyaphraek, Amphur Praphradaeng, Samutprakarn.

The Group principally engaged in manufacturing and selling of steel pipes and tubes.

**2. Basis of Preparing of the Interim Financial Statements**

These interim consolidated and separate financial statements are prepared in accordance with Thai Generally Accepted Accounting Principles under the Accounting Act B.E. 2543 (or 2000), being those Thai Accounting Standards issued under the Account Profession Act B.E. 2547 (or 2004), and the financial reporting requirements of Capital Market Supervisory Board. The primary financial statements (i.e. statement of financial position, statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows) are prepared in the full format as required by Capital Market Supervisory Board. The notes to the financial statements are prepared in a condensed format according to Thai Accounting Standard 34 "Interim Financial Reporting" and additional notes are presented as required by Capital Market Supervisory Board under the Securities and Exchange Act B.E. 2535 (or 1992).

The interim consolidated and separate financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2024. They 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 for the year ended 31 December 2024.

The interim consolidated and separate financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

The Federation of Accounting Profession (TFAC) has revised some following financial reporting standards to apply to the financial statements having an accounting period beginning on or after 1 January 2025. The Group has adopted such financial reporting standards mentioned above to the financial statements on the current period that they don't have any significant impact on the statements of the Group.

### **3. Preparation of the Interim Consolidation Financial Statements**

The interim consolidated financial statements include the financial information of Samchai Steel Industries Public Company Limited and its subsidiaries, and have been prepared on the same basis as applied for the consolidated financial statements for the year ended 31 December 2024, There have been no changes in the composition of the subsidiaries during the current period.

### **4. Material Accounting Policies**

The interim financial statements are prepared using the same material accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2024.

Costs that incur unevenly during the financial year are anticipated or deferred in the interim report only if it would be also appropriate to anticipate or defer such costs at the end of the financial year.

### **5. Related Parties Transactions**

The Company's major shareholders are Leekanchanakorn family which holding 71.45% (31 December 2024 : 71.45%) of the issued and paid-up share capital of the Company.

The Group has significant business transactions with related parties. Such transactions are concluded on commercial terms and bases, agreed upon between the Company and those related parties which are in ordinary course of business, are summarized as follows:

(Unaudited)

## 5.1 Inter-assets and liabilities

(Unit : Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	<u>30 June 2025</u>	<u>31 December 2024</u>	<u>30 June 2025</u>	<u>31 December 2024</u>
Trade receivables				
Related Entity				
SteelTech Pipes Company Limited	421,795,256.36	631,190,030.56	421,795,256.36	631,190,030.56
<u>Less</u> : Estimated Accounts Receivable				
from Product Returns	(402,414.95)	-	(402,414.95)	-
Total Trade receivables	421,392,841.41	631,190,030.56	421,392,841.41	631,190,030.56
Other Current Receivables				
Related Entity				
SteelTech Pipes Company Limited	22,030,418.20	18,428,404.00	3,463,630.37	2,058,055.00
Mr. Varoonchai Leekanchanakorn	4,696,510.17	4,915,786.24	-	-
Total	448,119,769.78	654,534,220.80	424,856,471.78	633,248,085.56
Trade Accounts Payable				
Related Entity				
Chainarong Intertrade Co., Ltd.	115,794.33	36,606.84	115,794.33	36,606.84
VPL Corporation Co., Ltd.	1,931,430.25	2,380,217.40	1,931,430.25	2,380,217.40
Total	2,047,224.58	2,416,824.24	2,047,224.58	2,416,824.24
Other Current Payables				
Subsidiary				
Steel Hub Limited	-	-	5,261,928.28	5,490,698.68
Related Entity				
SteelTech Pipes Company Limited	3,781,842.34	-	3,781,842.34	-
Related Persons				
Mr. Varoonchai Leekanchanakorn	110,319.07	87,969.52	110,319.07	87,969.52
Mrs. Vasana Lamatipanont	1,741,494.32	1,733,333.00	1,741,494.32	1,733,333.00
Total	5,633,655.73	1,821,302.52	10,895,584.01	7,312,001.20

(Unaudited)

## 5.2 Inter-revenue and expenses

		Consolidated Financial Statements		Separate Financial Statements	
		For the three months	For the three months	For the three months	For the three months
		period ended	period ended	period ended	period ended
Pricing Policies		<u>30 June 2025</u>	<u>30 June 2024</u>	<u>30 June 2025</u>	<u>30 June 2024</u>
<b>Inter-transaction with subsidiary</b>					
(Eliminated from the consolidated financial statements)					
Value of Sales of Finished Goods	Mutual agreed prices	-	-	-	311,885,574.47
Purchase of Assets	Mutual agreed prices	-	-	-	20,533.30
<b>Inter-transaction with Related Entities</b>					
Value of Sales of Finished Goods	Mutual agreed prices	238,322,037.49	-	238,322,307.49	-
Value of Sales of Assets	Mutual agreed prices	1,888,823.25	-	1,888,823.25	-
Rental Income	Mutually contract prices	1,005,664.00	-	-	-
Value of Purchase of					
Finished Goods and Supplies	Mutual agreed prices	3,815,054.00	20,170.00	3,815,054.00	20,170.00

(Unit : Baht)

		Consolidated Financial Statements		Separate Financial Statements	
		For the six months	For the six months	For the six months	For the six months
		period ended	period ended	period ended	period ended
Pricing Policies		<u>30 June 2025</u>	<u>30 June 2024</u>	<u>30 June 2025</u>	<u>30 June 2024</u>
<b>Inter-transaction with subsidiary</b>					
(Eliminated from the consolidated financial statements)					
Value of Sales of Finished Goods	Mutual agreed prices	-	-	-	547,603,926.61
Purchase of Assets	Mutual agreed prices	-	-	-	72,569.60
<b>Inter-transaction with Related Entities</b>					
Value of Sales of Finished Goods	Mutual agreed prices	536,340,011.68	-	536,340,011.68	-
Value of Sales of Assets	Mutual agreed prices	1,888,823.25	-	1,888,823.25	-
Rental Income	Mutually contract prices	2,011,328.00	-	-	-
Value of Purchase of					
Finished Goods and Supplies	Mutual agreed prices	7,177,860.00	155,238.00	7,177,860.00	155,238.00

(Unaudited)

## 5.3 Key management personnel remuneration

(Unit : Baht)

	Consolidated and Separate Financial Statements			
	For the three months	For the three months	For the six months	For the six months
	period ended	period ended	period ended	period ended
	<u>30 June 2025</u>	<u>30 June 2024</u>	<u>30 June 2025</u>	<u>30 June 2024</u>
Short-term benefits	11,380,380.00	7,796,180.00	22,760,760.00	15,027,785.00
Post-employment benefits				
- Defined contribution plans	132,256.00	122,386.00	264,512.00	225,079.00
<b>Total</b>	<b>11,512,636.00</b>	<b>7,918,566.00</b>	<b>23,025,272.00</b>	<b>15,252,864.00</b>

## 5.4 Relationship with the Company

<u>Name of Related Parties</u>	<u>Nature of Relationship</u>
Steel Hub Limited	Subsidiary by direct shareholding
SteelTech Pipes Company Limited	Related Entity by Common Director
Chainarong Intertrade Co., Ltd.	Related Entity by Director of the Company is Shareholder
VPL Corporation Co., Ltd.	Related Entity by Director of the Company is Shareholder and Director
Related Persons	The Directors and individuals associated with or related to the Directors

## 6. Trade and Other Current Receivable

Consist of:

(Unit : Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	<u>30 June 2025</u>	<u>31 December 2024</u>	<u>30 June 2025</u>	<u>31 December 2024</u>
Trade Receivable	845,398,998.03	861,722,534.82	790,342,088.27	803,868,212.02
Foreign Trade Receivable	1,818,705.00	-	1,818,705.00	-
<b>Total</b>	<b>847,217,703.03</b>	<b>861,722,534.82</b>	<b>792,160,793.27</b>	<b>803,868,212.02</b>
<u>Less</u> : Received Compensation from Insurance	(23,719,597.17)	(23,779,597.17)	(23,719,597.17)	(23,779,597.17)
Estimated Accounts Receivable				
from Product Returns	(35,551,941.00)	-	(35,551,941.00)	-
<b>Total Trade Receivable</b>	<b>787,946,164.86</b>	<b>837,942,937.65</b>	<b>732,889,255.10</b>	<b>780,088,614.85</b>
<u>Less</u> : Allowance for Expected				
Credit Losses	(114,591,162.89)	(84,585,876.05)	(114,591,162.89)	(84,585,876.05)
<b>Trade Receivable – Net</b>	<b>673,355,001.97</b>	<b>753,357,061.60</b>	<b>618,298,092.21</b>	<b>695,502,738.80</b>
Other Current Receivable	100,642,349.18	93,766,098.34	96,712,736.27	91,498,901.40
<b>Total</b>	<b>773,997,351.15</b>	<b>847,123,159.94</b>	<b>715,010,828.48</b>	<b>787,001,640.20</b>

(Unaudited)

As at 30 June 2025 and 31 December 2024, trade receivable are classified by aging as follows:

(Unit : Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	<u>30 June 2025</u>	<u>31 December 2024</u>	<u>30 June 2025</u>	<u>31 December 2024</u>
Within Credit Term	380,891,731.26	372,716,149.02	380,891,731.26	372,716,149.02
Overdue				
Not over 3 months	255,260,945.83	322,043,288.15	255,260,945.83	322,043,288.15
Over 3 months to 6 months	45,023,370.53	72,800,281.08	45,023,370.53	18,251,383.19
Over 6 months to 12 months	74,806,438.32	10,137,582.51	22,568,117.39	6,832,157.60
Over 12 months	91,235,217.09	84,025,234.06	88,416,628.26	84,025,234.06
Total	<u>847,217,703.03</u>	<u>861,722,534.82</u>	<u>792,160,793.27</u>	<u>803,868,212.02</u>

As at 30 June 2025 and 31 December 2024, other current receivable consist of:

(Unit : Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	<u>30 June 2025</u>	<u>31 December 2024</u>	<u>30 June 2025</u>	<u>31 December 2024</u>
Advance Payment for Assets	760,720.21	794,334.02	-	-
Revenue Department Receivable	60,781,767.89	58,504,576.68	60,781,767.89	58,504,576.68
Others	39,099,861.08	34,467,187.64	35,930,968.38	32,994,324.72
Total	<u>100,642,349.18</u>	<u>93,766,098.34</u>	<u>96,712,736.27</u>	<u>91,498,901.40</u>

The movement of allowance for expected credit losses for trade receivable for the six months period ended 30 June 2025 is as follows:

(Unit : Baht)

	Consolidated and Separate Financial Statements
Beginning Carrying Amount	(84,585,876.05)
Increase During the period	(30,005,286.84)
Reverse During the period	-
Ending Carrying Amount	<u>(114,591,162.89)</u>

(Unaudited)

**7. Trade and Other Current Receivable – Related Parties**

Consist of:

	(Unit : Baht)			
	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	<u>30 June 2025</u>	<u>31 December 2024</u>	<u>30 June 2025</u>	<u>31 December 2024</u>
Trade Receivable	421,795,256.36	631,190,030.56	421,795,256.36	631,190,030.56
<u>Less</u> : Estimated Accounts Receivable				
from Product Returns	(402,414.95)	-	(402,414.95)	-
Total Trade Receivable	421,392,841.41	631,190,030.56	421,392,841.41	631,190,030.56
Other Current Receivable				
Accrued Rental Income	6,437,138.40	4,481,241.60	-	-
Advance Payment	20,289,789.97	18,862,948.64	3,463,630.37	2,058,055.00
Total Other Receivable	26,726,928.37	23,344,190.24	3,463,630.37	2,058,055.00
Total	448,119,769.78	654,534,220.80	424,856,471.78	633,248,085.56

As at 30 June 2025 and 31 December 2024, trade receivable – related parties were all not yet due.

**8. Inventories**

Consisted of:

	(Unit : Baht)			
	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	<u>30 June 2025</u>	<u>31 December 2024</u>	<u>30 June 2025</u>	<u>31 December 2024</u>
Finished goods				
Manufacture	128,538,520.40	147,523,286.25	128,538,520.40	147,098,214.71
Trading	271,955,002.93	179,806,448.82	271,328,487.30	179,577,293.04
Goods in process	49,942,739.93	39,042,514.36	49,942,739.93	39,042,514.36
Raw materials	154,737,525.32	149,599,998.64	154,737,525.32	149,599,998.64
Supplies	17,285,049.89	17,241,260.19	17,285,049.89	17,241,260.19
Goods in transit	-	5,836,669.05	-	5,836,669.05
Raw materials in transit	70,625,748.40	21,843,805.07	70,625,748.40	21,843,805.07
Total Inventory	693,084,586.87	560,893,982.38	692,458,071.24	560,239,755.06
<u>Add</u> : Right to recover returned products	57,749,274.22	-	57,749,274.22	-
<u>Less</u> : Allowance for devaluation				
of Inventories	(17,400,951.52)	(16,161,120.51)	(17,400,951.52)	(16,161,120.51)
Inventories - Net	733,432,909.57	544,732,861.87	732,806,393.94	544,078,634.55

(Unaudited)

The movement of allowance for devaluation of inventories for the six months period ended 30 June 2025 is as follows:

	(Unit : Baht)
	Consolidated and Separate <u>Financial Statements</u>
Beginning Carrying Amount	(16,161,120.51)
Increase During the period	(1,239,831.01)
Reverse During the period	-
Ending Carrying Amount	<u><u>(17,400,951.52)</u></u>

As at 5 April 2018, the Customs officer has investigated and seized raw materials in the form of steel coil and metal pipe with the estimated carrying value of Baht 58 million caused by the mistaking of the officers regarding the cut off raw materials by using FIFO (First-in First-out) basis. Presently, the seized goods as exhibit still being the ownership of the Company which had not been devolved on the State yet.

#### 9. Non-Current Assets Classified as Held for Sale

Consisted of:

	(Unit : Baht)	
	Consolidated and Separate Financial Statements	
	As at	As at
	<u>30 June 2025</u>	<u>31 December 2024</u>
Non-Current Assets Classified as Held for Sale	<u>-</u>	<u>143,443,450.00</u>

On 13 February 2023, the Company entered into a trading contract for machinery with an overseas company (the "Buyer") with a contract value of USD 4.25 million. The Company has received the payment under trading contract in full. The machinery has been dismantled and gradually delivered to the buyer country to be tested to ensure about whether it can run at full capacity in accordance with the conditions specified in the contract. On 29 January 2025, the buyer has issued a confirmation for receipt of equipment. Accordingly, the Company had recognized gain on disposal of the machine in profit (loss) for the six months period ended 30 June 2025 in the amount of Baht 5.54 million.

**10. Bank deposit with obligations**

As in the consolidated and separate financial statements as at 30 June 2025 and 31 December 2024, the whole amount has been bank deposits as collateral for the commercial bank to issue letters of guarantee as stated in Note 24.1

**11. Other Non-current Financial Asset Investment**

Consist of:

(Unit : Baht)

Consolidated and Separate Financial Statements

As at

As at

30 June 2025

31 December 2024

**Equity instruments designated at Fair Value****Through Other Comprehensive Income**

Investment in Equity Securities of Non-Listed Companies

2,250,000.00

2,250,000.00

**12. Investments in Subsidiary**

Consist of:

(Unit : Baht)

Separate Financial Statements

Paid-up Share Capital

Cost Method

Investment

As at

As at

As at

As at

Name of Entities

Ratio

30 June 2025

31 December 2024

30 June 2025

31 December 2024

Steel Hub Limited

100%

115,810,303.01

115,810,303.01

115,810,303.01

115,810,303.01

As at 30 June 2025 and 31 December 2024, the Company has investment in a subsidiary amount of USD 3.56 million.

### 13. Investment Property

The movement of investment property during the six months period ended 30 June 2025, are as follows:

	(Unit : Baht)
	Consolidated and Separate
	<u>Financial Statements</u>
Beginning Carrying Amount	65,818,120.85
Depreciation Recognized in Profit (Loss) for the period	(943,002.48)
Ending Carrying Amount	<u>64,875,118.37</u>

As at 30 June 2025 and 31 December 2024, investment property which has carrying in amount of Baht 62.27 million and Baht 63.10 million, respectively, the company have been used to guarantee against short-term borrowings from financial institutions as in Note 17.

### 14. Property, Plant and Equipment

The movement of property, plant and equipment during the six months period ended 30 June 2025, are as follows:

	(Unit : Baht)	
	Consolidated	Separate
	<u>Financial Statements</u>	<u>Financial Statements</u>
Beginning Carrying Amount	1,505,747,365.88	1,437,724,053.47
Purchases of Assets	2,690,557.75	2,690,557.75
Disposal of Assets	(2.00)	(2.00)
Depreciation Recognized in Profit (Loss) for the period	(30,697,150.17)	(28,085,675.42)
Exchange Differences on Translation Financial Statements	(2,802,539.02)	-
Ending Carrying Amount	<u>1,474,938,232.44</u>	<u>1,412,328,933.80</u>

As in the consolidated and separate financial statements as at 30 June 2025 and 31 December 2024, property, plant and equipment which has carrying in amount of Baht 297.18 million and Baht 312.31 million, respectively, the company have been used to guarantee against short-term borrowings from financial institutions as in Note 17 and have been used as guarantees for purchase inventory with a domestic business partner.

(Unaudited)

**15. Right-of-use Assets**

The movement of right-of-use assets during the six months period ended 30 June 2025, are as follows:

	(Unit : Baht)
	Consolidated
	<u>Financial Statements</u>
Beginning Carrying Amount	14,010,975.30
Depreciation Recognized in Profit (Loss) for the period	(172,203.20)
Exchange Differences on Translation Financial Statements	(588,280.32)
Ending Carrying Amount	<u>13,250,491.78</u>

On 20 June 2015, an oversea subsidiary entered into lease land agreement with an oversea lessor for a period of 50 years. Which have been paid for the whole amount of rental.

**16. Other Intangible Assets**

The movement of other intangible assets during the six months period ended 30 June 2025, are as follows:

	(Unit : Baht)
	Consolidated and Separate
	<u>Financial Statements</u>
Beginning Carrying Amount	1,746,456.17
Amortization Recognized in Profit (Loss) for the period	(174,642.00)
Ending Carrying Amount	<u>1,571,814.17</u>

**17. Short-term Borrowings from Financial Institutions**

Consist of:

	(Unit : Baht)	
	Consolidated and Separate Financial Statements	
	As at	As at
	<u>30 June 2025</u>	<u>31 December 2024</u>
Borrowings from banks		
Promissory notes	128,000,000.00	536,000,000.00
Trust receipt	1,187,871,694.80	833,670,533.40
Total	<u>1,315,871,694.80</u>	<u>1,369,670,533.40</u>

(Unaudited)

As at 30 June 2025 and 31 December 2024, the Company has credit lines from three local banks total amount of Baht 1,570.00 million, guaranteed by mortgaging part of land with its construction and machinery of the Company as in Note 13 and Note 14.

Under rights and responsibilities of borrower, the Company has to comply with certain covenants and restrictions including maintenance of a Debt-to-Equity Ratio of consolidated and separate financial statements with no excess of 1.5:1 along with loans periods.

As at 30 June 2025 and 31 December 2024, the Company has not able to comply with the requirement to maintain the above financial covenant. Presently, the Company is being negotiations with the bank to revise the financial ratios in order to enable the Company to comply with the required financial covenant.

## 18. Trade and Other Current Payables

Consist of:

	(Unit : Baht)			
	Consolidated Financial Statements		Separate Financial Statements	
	As at 30 June 2025	As at 31 December 2024	As at 30 June 2025	As at 31 December 2024
Trade Accounts Payable				
- Other Companies	656,370,971.54	765,195,907.80	656,370,971.54	765,195,907.80
- Related Entities	2,047,224.58	2,416,824.24	2,047,224.58	2,416,824.24
Total Trade Accounts Payable	<u>658,418,196.12</u>	<u>767,612,732.04</u>	<u>658,418,196.12</u>	<u>767,612,732.04</u>
Other Current Payables				
- Other Companies	171,729,462.89	235,503,925.26	171,476,236.27	230,571,809.64
- Subsidiary	-	-	5,261,928.28	5,490,698.68
- Related Entities	3,781,842.34	-	3,781,842.34	-
- Related Persons	1,851,813.39	1,821,302.52	1,851,813.39	1,821,302.52
Total Other Current Payables	<u>177,363,118.62</u>	<u>237,325,227.78</u>	<u>182,371,820.28</u>	<u>237,883,810.84</u>
Total	<u><u>835,781,314.74</u></u>	<u><u>1,004,937,959.82</u></u>	<u><u>840,790,016.40</u></u>	<u><u>1,005,496,542.88</u></u>

(Unaudited)

As at 30 June 2025 and 31 December 2024, other current payable are consist of:

	(Unit : Baht)			
	Consolidated Financial Statements		Separate Financial Statements	
	As at	As at	As at	As at
	<u>30 June 2025</u>	<u>31 December 2024</u>	<u>30 June 2025</u>	<u>31 December 2024</u>
Other Current Payables – Related Entities				
Other Payables - Subsidiary	-	-	5,261,928.28	5,490,698.68
Advance Received – Related Entities	3,781,842.34	-	3,781,842.34	-
Accrued Retirement Benefits -				
Related Persons	1,733,333.00	1,733,333.00	1,733,333.00	1,733,333.00
Accrued Expenses - Related Persons	118,480.39	87,969.52	118,480.39	87,969.52
Other Current Payables - Others				
Accrued Expenses	31,429,610.47	24,668,545.72	31,429,610.47	19,154,604.47
Advance Payment for Goods	117,783,000.35	40,594,405.14	117,783,000.35	40,594,405.14
Deposit for Machinery	-	148,986,736.00	-	148,986,736.00
Assets Payable	29,371.50	4,712,575.42	29,371.50	756,895.19
Guarantees Payable	8,792,588.46	8,732,588.46	8,792,588.46	8,732,588.46
Accrued Retirement Benefits	4,688,471.00	4,688,471.00	4,688,471.00	4,688,471.00
Others	9,006,421.11	3,120,603.52	8,753,194.49	7,658,109.38
Total	<u>177,363,118.62</u>	<u>237,325,227.78</u>	<u>182,371,820.28</u>	<u>237,883,810.84</u>

## 19. Income Tax Expense

Income tax for the three months and six months periods ended 30 June 2025 and 2024 are summarized as follows:

	(Unit : Baht)			
	Consolidated Financial Statements		Separate Financial Statements	
	For the three months	For the three months	For the three months	For the three months
	period ended	period ended	period ended	period ended
	<u>30 June 2025</u>	<u>30 June 2024</u>	<u>30 June 2025</u>	<u>30 June 2024</u>
Current Tax for the Current Period	(29,058.87)	-	-	-
Deferred Tax	6,700,188.77	(4,525,966.81)	6,700,188.77	(1,379,822.39)
Income Tax (Expense) Revenue				
recognized in Profit (Loss) for the period	<u>6,671,129.90</u>	<u>(4,525,966.81)</u>	<u>6,700,188.77</u>	<u>(1,379,822.39)</u>

(Unit : Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	For the six months	For the six months	For the six months	For the six months

**(Unaudited)**

	period ended 30 June 2025	period ended 30 June 2024	period ended 30 June 2025	period ended 30 June 2024
Current Tax for the Current Period	(39,254.42)	-	-	-
Deferred Tax	(50,837,118.61)	(8,098,882.93)	(50,837,118.61)	(3,693,653.05)
Income Tax (Expense) Revenue				
recognized in Profit (Loss) for the period	(50,876,373.03)	(8,098,882.93)	(50,837,118.61)	(3,693,653.05)

Income tax which is recognized in other comprehensive income (expense) consist of:

(Unit : Baht)

## Consolidated Financial Statements

	Amount Before Tax	Income Tax Expense	Amount Net of Income Tax
<b>For the three months period ended 30 June 2025</b>			
<b>Items that will be subsequently reclassified to Profit or Loss</b>			
Exchange Differences on Translating of Financial Statement	(6,896,612.48)	-	(6,896,612.48)
<b>Items that will not be subsequently reclassified to Profit or Loss</b>			
Gain (loss) on Remeasurement of Defined Benefit Plans	(18,075,190.00)	3,615,038.00	(14,460,152.00)
<b>For the three months period ended 30 June 2024</b>			
<b>Items that will be subsequently reclassified to Profit or Loss</b>			
Exchange Differences on Translating of Financial Statement	2,237,908.82	-	2,237,908.82
<b>For the six months period ended 30 June 2025</b>			
<b>Items that will be subsequently reclassified to Profit or Loss</b>			
Exchange Differences on Translating of Financial Statement	(7,191,156.15)	-	(7,191,156.15)
<b>Items that will not be subsequently reclassified to Profit or Loss</b>			
Gain (loss) on Remeasurement of Defined Benefit Plans	(13,553,721.00)	2,710,744.20	(10,842,976.80)
<b>For the six months period ended 30 June 2024</b>			
<b>Items that will be subsequently reclassified to Profit or Loss</b>			
Exchange Differences on Translating of Financial Statement	12,868,790.63	-	12,868,790.63

(Unit : Baht)

## Separate Financial Statements

	Amount Before Tax	Income Tax Expense	Amount Net of Income Tax
<b>For the three months period ended 30 June 2025</b>			
<b>Items that will not be subsequently reclassified to Profit or Loss</b>			
Gain (loss) on Remeasurement of Defined Benefit Plans	(18,075,190.00)	3,615,038.00	(14,460,152.00)

(Unaudited)

(Unit : Baht)

## Separate Financial Statements

	Amount Before Tax	Income Tax Expense	Amount Net of Income Tax
<b>For the six months period ended 30 June 2025</b>			
<b>Items that will not be subsequently reclassified to Profit or Loss</b>			
Gain (loss) on Remeasurement of Defined Benefit Plans	(13,553,721.00)	2,710,744.20	(10,842,976.80)

**20. Non-Cash Flow Transactions**

Consist of:

(Unit : Baht)

	Consolidated Financial Statements		Separate Financial Statements	
	For the six months period ended <u>30 June 2025</u>	For the six months period ended <u>30 June 2024</u>	For the six months period ended <u>30 June 2025</u>	For the six months period ended <u>30 June 2024</u>
Purchase of property, plant and equipment on credit				
Value of assets in property, plant and equipment	27,450.00	2,057,240.34	27,450.00	2,057,240.34
Value added tax in property, plant and equipment	1,921.50	144,006.82	1,921.50	144,006.82
Non-Current Assets Classified as Held for Sale				
Decrease from Disposal	143,443,450.00	-	143,443,450.00	-
Deposit for machinery Decrease from				
Disposal Assets Classified as Held for Sale	(148,986,736.00)	-	(148,986,736.00)	-

**21. Financial Information Segment**

**(Unaudited)**

The financial information is separated in geographical segment (selling of steel pipes and tubes) based on the operating location for the three months and six months periods ended 30 June 2025 and 2024, as follows:

(Unit : Million Baht)

	Consolidated Financial Statements					
	For the three months period ended			For the three months period ended		
	30 June 2025			30 June 2024		
	<u>Domestic</u>	<u>Overseas</u>	<u>Total</u>	<u>Domestic</u>	<u>Overseas</u>	<u>Total</u>
Revenue from Sales	1,148	238	1,386	1,263	316	1,579
Cost of Sales	(1,097)	(218)	(1,315)	(1,216)	(296)	(1,512)
Gross Profit (loss)	51	20	71	47	20	67
Other Incomes			11			7
Reversal of loss on Impairment of Investment			-			2
Distribution Costs			(8)			(9)
Administrative Expenses			(61)			(24)
Finance Costs			(19)			(17)
Income Tax (Expenses) Revenue			7			(5)
Profit (Loss) for the period			<u>1</u>			<u>21</u>
Depreciation and amortization			16			15

(Unit : Million Baht)

(Unaudited)

## Consolidated Financial Statements

	For the six months period ended			For the six months period ended		
	30 June 2025			30 June 2024		
	<u>Domestic</u>	<u>Overseas</u>	<u>Total</u>	<u>Domestic</u>	<u>Overseas</u>	<u>Total</u>
Revenue from Sales	2,250	536	2,786	2,503	441	2,944
Cost of Sales	(2,181)	(506)	(2,687)	(2,413)	(522)	(2,935)
Gross Profit (loss)	69	30	99	90	(81)	9
Other Incomes			29			13
Reversal of loss on Impairment of Investment			-			11
Distribution Costs			(17)			(20)
Administrative Expenses			(106)			(57)
Finance Costs			(34)			(34)
Income Tax Expenses			(51)			(8)
Profit (Loss) for the period			(80)			(86)
Depreciation and amortization			32			30
Property, Plant and Equipment			1,475			1,506

Geographical Areas' Information

(Unit : Million Baht)

## Consolidated Financial Statements

	As at	As at
	30 June 2025	30 June 2024
	<b>Assets (Excluding Deferred Tax Assets)</b>	
Thailand	3,453	3,714
Cambodia	159	403
Total	3,612	4,117

Major Customers' Information

For the six months period ended 30 June 2025, the Group has revenues from major customers with a value of at least 10% of total revenue form sale total amount of Baht 1,665.33 million (2024 : total amount of Baht 1,233.99 million).

(Unaudited)

**22. Revenue**

The relationship between the revenue information disclosed for each reportable segment and the revenue derived for the three months period ended 30 June 2025 and 2024 are as follows:

(Unit : Million Baht)

	Consolidated Financial Statements					
	For the three months period ended					
	Business Segment					
	Domestic		Overseas		Total	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Revenue from External Customers	1,148	1,263	238	316	1,386	1,579
Revenue Recognized when a Performance Obligation						
- satisfied at a point in time	1,148	1,263	238	316	1,386	1,579
Total	1,148	1,263	238	316	1,386	1,579

The relationship between the revenue information disclosed for each reportable segment and the revenue derived for the six months period ended 30 June 2025 and 2024 are as follows:

(Unit : Million Baht)

	Consolidated Financial Statements					
	For the six months period ended					
	Business Segment					
	Domestic		Overseas		Total	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Revenue from External Customers	2,250	2,503	536	441	2,786	2,944
Revenue Recognized when a Performance Obligation						
- satisfied at a point in time	2,250	2,503	536	441	2,786	2,944
Total	2,250	2,503	536	441	2,786	2,944

## 23. Fair Value

As at 30 June 2025 and 31 December 2024, the Group had the assets and liabilities that were measured and disclosed at fair value using different levels of inputs as follows:

(Unit : Baht)

Assets	Consolidated and Separate Financial Statements		Fair value hierarchy	Valuation techniques
	Fair value			
	As at 30 June 2025	As at 31 December 2024		
<b>Assets designated at Fair Value</b>				
<b>Through Other Comprehensive Income</b>				
Investment in Equity Securities of Non-Listed Companies (Note 11)	2,250,000.00	2,250,000.00	Level 3	Market price or, in the absence of a market price, a value derived from a generally accepted valuation model.
<b>Assets for which Fair Value are Disclosed</b>				
Investment Property (Note 13)	68,236,956.32	69,258,195.15	Level 3	The appraisal results by the independence appraiser using the market comparison approach.

## 24. Commitment and Contingent Liabilities

- 24.1 As at 30 June 2025 and 31 December 2024, the Company has commitment from three local banks issuance letter of guarantee to the government agencies and the private companies, totaling Baht 71.54 million equally for both periods.
- 24.2 As at 30 June 2025, the Company has opened letter of credit in the amount of Baht 176.21 million to purchase finished goods and raw materials from overseas (31 December 2024 : in amount of Baht 79.60 million)
- 24.3 As at 30 June 2025, the Company has the remaining contingent liability under the agreement for purchasing finished goods and raw materials from local and overseas companies of Baht 197.18 million (31 December 2024 : in amount of Baht 67.46 million)
- 24.4 As at 30 June 2025, the Company has contingent liability under other service agreements amount of Baht 1.23 million.

## 25. Effects from Retrospective Adjustments

The Group has restated its consolidated financial statements for the three months and six months period ended 30 June 2024 and for the year ended 31 December 2024 retrospective adjustments relating to the correction of error as follows:-

- 1) Adjustment to the translation of the financial statements of a foreign operation by applying monthly average exchange rates to the financial statement translation for the purpose of preparing the Group's consolidated financial statements.
- 2) Reassessment of the recognition of an investment in a joint venture and share of profit from investment in the joint venture because the subsidiary had not yet fulfilled its capital contribution comprising both cash and non-monetary assets in exchange for an ownership interest in the joint venture in accordance with the joint venture agreement dated 10 December 2023. Accordingly, the joint venture has been officially registered with the relevant government authorities in Cambodia on 10 June 2024. However, the subsidiary has not yet made the required capital contributions or transferred assets for investment purposes. Furthermore, the joint venture has not issued share certificates as evidence of the investment to the joint venturers, as the valuation of each venturer's assets is being still in progress to determine the appropriate value and proportion of the investment, in alignment with the agreed investment amount. Additionally, the joint venture agreement does not specify a definitive timeline for capital contributions. As a result, the Group has adjusted the value of the investment in the joint venture and accrued share subscription payment in full amount together with deferred recognition of share of profit or loss until the capital contributions and demonstrating the rights and obligations associated with the joint venture.

Therefore, the Group has restated its consolidated financial statements retrospective adjustments.

The retrospective adjustments are summarized as follows: -

## Consolidated Financial Statements

	<u>As Previously Reported</u>	<u>Adjustments</u>	<u>Restated</u>
<b>Consolidated Statement of Financial Position</b>			
<b>as at 1 January 2024</b>			
Unappropriated Retained Earnings (deficit)	(449,109,781.32)	23,645,625.73	(425,464,155.59)
Other Components of Equity			
Translation of Financial Statements	27,703,257.29	(19,686,218.68)	8,017,038.61
<b>Consolidated Statement of Financial Position</b>			
<b>as at 31 December 2024</b>			
Cash and cash equivalents	83,229,362.41	28,996.67	83,258,359.08
Trade and Other Current Receivable	870,630,892.65	271,864.46	870,902,757.11
Trade and Other Current Receivable – Related Parties	656,098,019.62	(1,563,798.82)	654,534,220.80
Inventories	544,729,057.78	3,804.09	544,732,861.87
Investments in Joint Venture	83,998,770.05	(83,998,770.05)	-
Property, Plant and Equipment	1,503,553,879.58	2,193,486.30	1,505,747,365.88
Right-of-Use Assets	13,987,417.41	23,557.89	14,010,975.30
Other Non-Current Assets	479,394.55	197.40	479,591.95
Trade and Other Current Payable	1,109,396,971.92	(87,101,218.93)	1,022,295,752.99
Corporate Income Tax Payable	3,414.61	(19.73)	3,394.88
Unappropriated Retained Earnings (deficits)	(559,564,949.61)	35,642,499.35	(523,922,450.26)
Other Components of Equity			
Translation of Financial Statements	45,874,610.43	(31,581,922.75)	14,292,687.68
<b>Consolidated Statement of Comprehensive Income</b>			
<b>For the three months period ended 30 June 2024</b>			
Revenue from Sales	1,586,610,977.43	(779,927.69)	1,585,831,049.74
Cost of Sales	(1,514,939,474.83)	3,670,368.28	(1,511,269,106.55)
Loss on inventories devaluation	(929,008.31)	(4,442.69)	(933,451.00)
Gain (loss) on exchange rate	2,641,609.58	1,075,855.39	3,717,464.97
Administrative Expenses	(30,013,475.31)	(321,996.40)	(30,335,471.71)
Income Tax Expenses	(4,570,048.39)	44,081.58	(4,525,966.81)
Profit (Loss) for the period	17,249,026.23	3,839,289.43	21,088,315.66
Other Comprehensive Income (Expense) for the period	4,198,407.45	(1,960,498.63)	2,237,908.82
Total Comprehensive Income (Expense) for the period	21,447,433.68	1,878,790.80	23,326,224.48
<b>Basic Earnings (Loss) Per Share</b>			
Equity Holders of the Company (Baht per Share)	0.017	0.003	0.020

(Unaudited)

(Unit : Baht)

## Consolidated Financial Statements

	<u>As Previously Reported</u>	<u>Adjustments</u>	<u>Restated</u>
<b>Consolidated Statement of Comprehensive Income</b>			
<b>For the six months period ended 30 June 2024</b>			
Revenue from Sales	2,956,299,872.72	(321,033.59)	2,955,978,839.13
Cost of Sales	(2,939,410,813.38)	7,471,032.54	(2,931,939,780.84)
Loss on inventories devaluation	(3,160,765.10)	38,645.72	(3,122,119.38)
Gain (loss) on exchange rate	(2,819,849.81)	2,602,040.81	(217,809.00)
Administrative Expenses	(58,451,857.34)	(265,068.39)	(58,716,925.73)
Income Tax Expenses	(8,153,116.68)	54,233.75	(8,098,882.93)
Profit (Loss) for the period	(95,100,314.94)	9,579,850.84	(85,520,464.10)
Other Comprehensive Income (Expense) for the period	15,088,987.64	(2,220,197.01)	12,868,790.63
Total Comprehensive Income (Expense) for the period	(80,011,327.30)	7,359,653.83	(72,651,673.47)
<b>Basic Earnings (Loss) Per Share</b>			
Equity Holders of the Company (Bath per Share)	(0.091)	0.009	(0.082)

**26. Reclassification**

The Group have reclassified some financial information for prior period which is presented as comparative in order to comply with the classification in the current period, which does not have any effect on the profit (loss) for the period or the shareholders' equity already presented, are summarized as follows:

-

(Unit : Baht)

	<u>As Previously Reported</u>	<u>Reclassification</u>	<u>As Currently Reported</u>
<b>Consolidated statements of financial position</b>			
<b>as at 31 December 2024</b>			
Trade and Other Current Receivable (Note 25)	870,902,757.11	(23,779,597.17)	847,123,159.94
Trade and Other Current Payables (Note 25)	1,022,295,752.99	(17,357,793.17)	1,004,937,959.82
Non-Current Provisions for Employee Benefits	10,174,358.00	(6,421,804.00)	3,752,554.00
<b>Separate statements of financial position</b>			
<b>as at 31 December 2024</b>			
Trade and Other Current Receivable	810,781,237.37	(23,779,597.17)	787,001,640.20
Trade and Other Current Payables	1,022,854,336.05	(17,357,793.17)	1,005,496,542.88
Non-Current Provisions for Employee Benefits	10,174,358.00	(6,421,804.00)	3,752,554.00

(Unaudited)

(Unit : Baht)

	<u>As Previously Reported</u>	<u>Reclassification</u>	<u>As Currently Reported</u>
<b>Consolidated statement of comprehensive income</b>			
<b>for the three months period ended 30 June 2024</b>			
Revenue from Sales (Note 25)	1,585,831,049.74	(6,828,605.51)	1,579,002,444.23
Other Incomes	559,483.38	6,847,700.30	7,407,183.68
Administrative Expenses (Note 25)	(30,335,471.71)	(19,094.79)	(30,354,566.50)
<b>Consolidated Statement of Comprehensive Income</b>			
<b>for the six months period ended 30 June 2024</b>			
Revenue from Sales (Note 25)	2,955,978,839.13	(11,993,619.66)	2,943,985,219.47
Other Incomes	959,658.17	11,993,619.66	12,953,277.83
<b>Separate statement of comprehensive income</b>			
<b>for the three months period ended 30 June 2024</b>			
Revenue from Sales	1,582,751,830.88	(6,828,605.51)	1,575,923,225.37
Other Incomes	559,483.38	6,847,700.30	7,407,183.68
Administrative Expenses	(28,384,260.00)	(19,094.79)	(28,403,354.79)
<b>Separate Statement of Comprehensive Income</b>			
<b>for the six months period ended 30 June 2024</b>			
Revenue from Sales	3,062,854,094.12	(11,993,619.66)	3,050,860,474.46
Other Incomes	959,658.17	11,993,619.66	12,953,277.83

## 27. Significant Agreement

According to the resolution of the Executive Committee Meeting No. 5/2024 held on 4 June 2024, passed to approve a subsidiary in the Kingdom of Cambodia (Steel Hub Limited) to participate with foreign shareholders and establish a joint venture company (SteelTech Pipes Company Limited in the Kingdom of Cambodia) with a registered capital of 5,000,000 USD (2,500,000 shares, at the value of 2 USD per share) to engage in the business of manufacturing and exporting steel pipes, in which the subsidiary holds 50% of the shares and was registered as a company on 10 June 2024.

According to the joint venture agreement between the subsidiary and the foreign shareholders dated 10 December 2023, the investment value for each joint venturer has been determined at 2,500,000 USD, totaling 5,000,000 USD. The subsidiary has contributed land and factory buildings with a cash totaling 2,500,000 USD, and the joint venturer has contributed machinery and equipment with a cash totaling 2,500,000 USD. Presently, the valuation of assets is in progress to determine the investment value

(Unaudited)

for each venturer. Additionally, the subsidiary has not recognized share of profit or loss from the joint venture.

As at 30 June 2025 and 31 December 2024, the subsidiary has not yet made any payments or transferred assets to the joint venture in accordance with the joint venture agreement.

## **28. Significant Litigation**

On 30 August 2024, the Company was sued by an oversea seller by filing the petition to the Central Intellectual Property and International Trade Court required the enforced of the Arbitral Tribunal of the Hong Kong International Arbitration Centre on the issue of breach of steel purchase contract that caused the seller to suffer damages and claimed the amount of Baht 17.29 million. On 11 October 2024, the Company filed an objection with the court, and the court has since conducted witness examinations for both parties. On 5 June 2025, Central Intellectual Property and International Trade Court rendered a judgment ordering the Company to pay damages in the amount of 505,054.59 USD, together with interest at the rate of 8.798% per annum on the principal amount of 473,738.04 USD, calculated from the date of the petition (30 August 2024) until full settlement to the claimant. On 5 July 2025, the Company's management filed an appeal with the Supreme Court to contest the judgment of the Central Intellectual Property and International Trade Court. The case is presently under consideration by the Supreme Court.

Anyway, the outcome of the litigation remains uncertain, the Company's management has not recognized a provision for any potential losses that may arise from the case.

## **29. Other Information**

In accordance with the Minutes of Board of Directors Meeting No. 4/2025 held on 14 July 2025, it received approved to revise the inventory as at 31 December 2023, due to the overstatement of inventory value arising from the understatement of allowance for devaluation of inventories in respect of the substandard goods, according to result of the report on the agreed-upon procedures regarding the special audit of the subsidiary's sales transactions at prices below cost, dated 30 June 2025. Presently, the Company is in the process.

Anyway, the inventory was fully sold during the year 2024, which may affect the reversal of the loss on inventories devaluation related to the transaction.

## **30. Approval of the Interim Financial Statements**

**(Unaudited)**

These Interim consolidated and separate financial statements have been approved for issue by the Company's Board of Directors on 14 August 2025.

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