

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

INTERIM FINANCIAL REPORTING AND INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

INDEPENDENT AUDITOR'S REPORT

To The Shareholders and Board of Directors of
Se-Education Public Company Limited

I have reviewed the accompanying consolidated statements of financial position of Se-Education Public Company Limited and its subsidiaries as at March 31, 2021, and the related consolidated statement of income, statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the three-month period then ended, and the condensed notes to the financial statements and I have also reviewed the statement of financial position of Se-Education Public Company Limited as at March 31, 2021, and the related statement of income, statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the three-month period then ended, and the condensed notes to the financial statements. Management is responsible for the preparation and presentation of this interim financial information 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 review.

SCOPE OF REVIEW

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

CONCLUSION

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



(Miss Nannaphat Wannasomboon)

Certified Public Accountant

Registration No. 7793

Dharmniti Auditing Company Limited
Bangkok, Thailand
May 14, 2021

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2021

ASSETS

		Baht			
		Consolidated financial statements		Separate financial statements	
		As at March	As at December	As at March	As at December
Notes		31, 2021	31, 2020	31, 2021	31, 2020
Current assets					
	5	102,311,159	120,105,379	39,669,837	38,044,635
	4, 6	92,121,904	55,736,284	88,491,129	50,158,578
	7	312,850,423	317,823,819	310,630,047	315,880,439
	8	116,293,037	118,330,857	116,293,037	118,330,857
	9	29,170,498	28,861,126	27,702,273	26,267,412
		<u>652,747,021</u>	<u>640,857,465</u>	<u>582,786,323</u>	<u>548,681,921</u>
Non-current assets					
	10	12,956,975	12,952,177	12,956,975	12,952,177
	11	24,087,783	24,087,783	100,000	100,000
	12	-	-	69,482,091	69,482,091
	13	1,659,320,111	1,665,942,028	1,353,023,563	1,364,427,808
	14	353,305,336	379,013,764	331,986,515	357,316,569
	15	5,833,421	6,212,493	5,563,867	5,941,557
		22,513,385	22,241,998	22,513,385	22,241,998
		25,119,648	25,514,961	25,119,648	25,514,961
		389,563	2,457,884	389,479	2,457,884
		25,956,813	23,499,013	25,956,897	23,499,013
		9,520,198	8,542,079	7,889,484	7,826,921
		<u>2,139,003,233</u>	<u>2,170,464,180</u>	<u>1,854,981,904</u>	<u>1,891,760,979</u>
Total assets		<u><u>2,791,750,254</u></u>	<u><u>2,811,321,645</u></u>	<u><u>2,437,768,227</u></u>	<u><u>2,440,442,900</u></u>

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONT.)
AS AT MARCH 31, 2021
LIABILITIES AND SHAREHOLDERS' EQUITY

		Baht			
		Consolidated financial statements		Separate financial statements	
		As at March	As at December	As at March	As at December
Notes		31, 2021	31, 2020	31, 2021	31, 2020
Current liabilities					
	16	140,000,000	140,000,000	140,000,000	140,000,000
Short-term loan from financial institution					
	17	614,871,130	573,339,713	600,033,862	560,410,005
Trade and other current payables					
	18	48,739,174	65,137,053	-	-
Income received in advance recognisable within one year					
	20	74,968,000	76,574,000	74,968,000	30,874,000
Current portion of long-term loans					
		490,503	490,503	-	-
Income tax payable					
	21	3,812,371	3,679,482	3,812,371	3,679,482
Current portion of long-term employee benefits obligations					
	24	83,058,512	85,040,589	82,756,081	83,789,639
Current portion of lease liabilities					
	19	29,914,685	29,489,308	25,773,612	26,352,420
Other current liabilities					
Total current liabilities		995,854,375	973,750,648	927,343,926	845,105,546
Non-current liabilities					
	18	45,014,376	43,502,127	-	-
Income received in advance					
	20	242,722,000	246,116,000	178,122,000	222,216,000
Long-term loans					
	23	36,072,410	38,289,990	32,360,610	34,507,777
Deferred tax liabilities					
	21	75,054,748	78,889,209	68,205,670	70,156,423
Long-term employee benefits obligations					
	24	162,743,457	183,173,492	147,815,273	167,963,450
Lease liabilities					
	22	44,609,560	45,629,701	44,609,560	45,629,701
Provision for decommissioning costs					
	25	3,872,344	5,305,170	3,872,344	5,305,170
Other current financial liabilities					
		11,634,385	10,856,706	6,698,826	6,972,672
Other non-current liabilities					
Total non-current liabilities		621,723,280	651,762,395	481,684,283	552,751,193
Total liabilities		1,617,577,655	1,625,513,043	1,409,028,209	1,397,856,739

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Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONT.)
AS AT MARCH 31, 2021
LIABILITIES AND SHAREHOLDERS' EQUITY (CONT.)

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
Notes	31, 2021	31, 2020	31, 2021	31, 2020
Shareholders' equity				
Share capital				
Authorized share capital				
391,944,529 ordinary shares of Baht 1 each	391,944,529	391,944,529	391,944,529	391,944,529
Issued and paid-up				
391,944,418 ordinary shares of Baht 1 each	391,944,418	391,944,418	391,944,418	391,944,418
Share premium	149,420,558	149,420,558	149,420,558	149,420,558
Retained earnings				
Appropriated to legal reserve				
Company	39,194,453	39,194,453	39,194,453	39,194,453
Subsidiaries	1,117,130	1,117,130	-	-
Unappropriated	118,231,799	130,692,236	78,292,970	91,998,611
Other components of shareholders' equity	379,485,766	379,764,193	369,887,619	370,028,121
Total shareholders' equity of parent	1,079,394,124	1,092,132,988	1,028,740,018	1,042,586,161
Total non-controlling interests of the subsidiaries	94,778,475	93,675,614	-	-
Total shareholders' equity	1,174,172,599	1,185,808,602	1,028,740,018	1,042,586,161
Total liabilities and shareholders' equity	2,791,750,254	2,811,321,645	2,437,768,227	2,440,442,900

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

		Baht			
		Consolidated financial statements		Separate financial statements	
		2021	2020	2021	2020
			(Restated)		(Restated)
Notes					
Revenues					
	Revenues from sales	444,654,847	543,523,585	444,750,467	543,238,353
	Tuition fees income	49,804,724	48,387,032	-	-
	Interest income	22,596	101,759	22,596	78,051
	Other income	10,011,720	10,301,733	9,096,901	8,647,613
	Other gain	-	289,211	-	289,211
	Total revenues	504,493,887	602,603,320	453,869,964	552,253,228
Expenses					
	Cost of sales	279,837,067	348,291,579	279,932,687	348,191,436
	Cost of tuition fees	38,645,147	37,403,557	-	-
	Selling expenses	119,016,580	141,878,735	119,016,580	141,878,735
	Administrative expenses	73,542,654	93,141,289	64,356,152	84,109,431
	Other loss	1,983,419	85,521	1,983,419	85,521
	Total expenses	513,024,867	620,800,681	465,288,838	574,265,123
	Profit (loss) from operating activities	(8,530,980)	(18,197,361)	(11,418,874)	(22,011,895)
	Finance cost	(5,267,991)	(3,578,400)	(4,574,436)	(2,834,317)
	Profit (loss) before income tax (expenses)	(13,798,971)	(21,775,761)	(15,993,310)	(24,846,212)
26	Income tax (expenses)	2,162,968	1,990,130	2,147,167	1,923,694
	Profit (loss) for the period	(11,636,003)	(19,785,631)	(13,846,143)	(22,922,518)
Profit (loss) attributable to					
	Equity holders of the Company	(12,738,864)	(21,343,247)	(13,846,143)	(22,922,518)
	Non-controlling interests of the subsidiaries	1,102,861	1,557,616	-	-
		(11,636,003)	(19,785,631)	(13,846,143)	(22,922,518)
Basic earnings (loss) per share					
27	Attributable to equity holders of the Company	(0.032)	(0.054)	(0.035)	(0.058)

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

		Baht			
		Consolidated financial statements		Separate financial statements	
		2021	2020	2021	2020
			(Restated)		(Restated)
Notes					
Profit (loss) for the period		(11,636,003)	(19,785,631)	(13,846,143)	(22,922,518)
Other comprehensive income (loss) for the period		-	-	-	-
Total comprehensive income (loss) for the period		(11,636,003)	(19,785,631)	(13,846,143)	(22,922,518)
Total comprehensive income (loss) attributable to					
Equity holders of the Company		(12,738,864)	(21,343,247)	(13,846,143)	(22,922,518)
Non-controlling interests of subsidiaries		1,102,861	1,557,616	-	-
		(11,636,003)	(19,785,631)	(13,846,143)	(22,922,518)

Notes to the interim financial statements form an integral part of these statements.

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"REVIEWED"



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SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

	Baht												
	Consolidated financial statements												
	Equity attributable to the parent's shareholders												
	Issued and paid-up share capital	Share premium	Other components of equity									Total equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
			Retained earnings			Surplus on changes in value of available-for-sale investments	Surplus on revaluation of assets	Total other components of shareholders' equity	Total equity attributable to shareholders of the Company				
			Appropriated to legal reserve	Unappropriated									
	Company	Subsidiary											
Beginning balance as at January 1, 2020 - before adjust	391,944,418	149,420,558	39,194,453	631,994	199,142,940	27	380,896,464	380,896,491		1,161,230,854	82,741,959	1,243,972,813	
The cumulative effect of the changes in accounting policies due to the adoption of new financial reporting standards	-	-	-	-	(2,265,245)	(27)	-	(27)		(2,265,272)	-	(2,265,272)	
Balance as at January 1,2020 - as restated	391,944,418	149,420,558	39,194,453	631,994	196,877,695	-	380,896,464	380,896,464		1,158,965,582	82,741,959	1,241,707,541	
Profit (loss) for the period (Restated)	-	-	-	-	(21,343,247)	-	-	-		(21,343,247)	1,557,616	(19,785,631)	
Other comprehensive income (loss) for the period	-	-	-	-	-	-	-	-		-	-	-	
Total comprehensive income (loss) for the period	-	-	-	-	(21,343,247)	-	-	-		(21,343,247)	1,557,616	(19,785,631)	
Transferred surplus on revaluation of assets to retained earnings	-	-	-	-	281,521	-	(281,521)	(281,521)		-	-	-	
Balance as at March 31, 2020	391,944,418	149,420,558	39,194,453	631,994	175,815,969	-	380,614,943	380,614,943		1,137,622,335	84,299,575	1,221,921,910	
Beginning balance as at January 1,2021	391,944,418	149,420,558	39,194,453	1,117,130	130,692,236	-	379,764,193	379,764,193		1,092,132,988	93,675,614	1,185,808,602	
Profit (loss) for the period	-	-	-	-	(12,738,864)	-	-	-		(12,738,864)	1,102,861	(11,636,003)	
Other comprehensive income (loss) for the period	-	-	-	-	-	-	-	-		-	-	-	
Total comprehensive income (loss) for the period	-	-	-	-	(12,738,864)	-	-	-		(12,738,864)	1,102,861	(11,636,003)	
Transferred surplus on revaluation of assets to retained earnings	-	-	-	-	278,427	-	(278,427)	(278,427)		-	-	-	
Balance as at March 31, 2021	391,944,418	149,420,558	39,194,453	1,117,130	118,231,799	-	379,485,766	379,485,766		1,079,394,124	94,778,475	1,174,172,599	

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Notes to the interim financial statements form an integral part of these statements.

"UNAUDITED"
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SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (CONT.)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

Baht

	Separate financial statements							Total shareholders' equity
	Issued and paid-up share capital	Share premium	Appropriated to legal reserve	Retained earnings	Unappropriated	Surplus on changes in value of available-for-sale investments	Surplus on revaluation of assets	
Beginning balance as at January 1, 2020 - before adjust	391,944,418	149,420,558	39,194,453	170,864,714	-	27	370,599,495	1,122,023,665
The cumulative effect of the changes in accounting policies due to the adoption of new financial reporting standards	-	-	-	(2,265,245)	-	(27)	-	(2,265,272)
Beginning balance as at January 1, 2020 - as restated	391,944,418	149,420,558	39,194,453	168,599,469	-	-	370,599,495	1,119,758,393
Profit (loss) for the period (Restated)	-	-	-	(22,922,518)	-	-	-	(22,922,518)
Total comprehensive income (loss) for the period	-	-	-	-	-	-	-	-
Total comprehensive income (loss) for the period	-	-	-	(22,922,518)	-	-	-	(22,922,518)
Transferred surplus on revaluation of assets to retained earnings	-	-	-	142,063	-	-	(142,063)	-
Balance as at March 31, 2020	391,944,418	149,420,558	39,194,453	145,819,014	-	-	370,457,432	1,096,835,875
Beginning balance as at January 1, 2021	391,944,418	149,420,558	39,194,453	91,998,611	-	-	370,028,121	1,042,586,161
Profit (loss) for the period	-	-	-	(13,846,143)	-	-	-	(13,846,143)
Other comprehensive income (loss) for the period	-	-	-	-	-	-	-	-
Total comprehensive income (loss) for the period	-	-	-	(13,846,143)	-	-	-	(13,846,143)
Transferred surplus on revaluation of assets to retained earnings	-	-	-	140,502	-	-	(140,502)	-
Balance as at March 31, 2021	391,944,418	149,420,558	39,194,453	78,292,970	-	-	369,887,619	1,028,740,018

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

	Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020 (Restated)
Cash flows from operating activities				
Net profit (loss)	(11,636,003)	(19,785,631)	(13,846,143)	(22,922,518)
Adjustments to reconcile profit (loss) net cash provided by (used in) operating activities:				
Gain on disposal of temporary investments	(120,361)	(12,973)	(120,361)	(12,973)
Other unrealized (gain) losses	(3,017,508)	(203,962)	(3,017,508)	(203,962)
Allowance for expected credit losses and estimated goods return	3,692,421	4,462,045	4,244,661	4,744,255
Bad debt	1,572,956	-	1,572,956	-
Adjustments from reconcile account receivable	(466,836)	-	(466,836)	-
Expense from loss of inventories (reversal)	(1,845,867)	1,083,885	(1,845,867)	1,083,885
Allowance for loss of inventories, dilapidated and slow moving	13,548,511	8,249,991	13,548,511	8,082,780
Expense for donation of goods and equipment	2,064,251	93,919	2,064,251	93,919
Expense from destroy inventories	-	261,554	-	261,554
Depreciation and amortization property	16,685,778	20,699,754	11,625,913	16,148,682
Amortization of right-of-use assets	22,324,625	26,613,670	21,946,251	26,205,169
Allowance for impairment of assets (reversal)	(43,019)	(460,663)	(43,019)	(460,663)
(Gain) loss on sales and written-off equipment	99,714	(242,171)	108,041	(228,544)
Loss on written-off fixed assets	44,077	-	44,077	-
Difference from rental reduction	(135,089)	-	(135,089)	-
Adjustment from clearing long outstanding payable	(425,923)	89,201	(425,923)	89,201
Long-term employee benefits expenses	1,886,595	1,997,366	1,681,136	1,784,740
Interest income	(22,596)	(101,759)	(22,596)	(78,052)
Interest expenses	5,267,991	3,578,399	4,574,436	2,834,317
(Income) tax expenses	(2,162,968)	(1,990,130)	(2,147,167)	(1,923,694)
Profit from operating activities before changes in operating assets and liabilities	47,310,749	44,332,495	39,339,724	35,498,096

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONT.)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

	Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
		(Restated)		(Restated)
Operating assets (increase) decrease				
Trade and other current receivables	(41,184,161)	(55,016,139)	(43,683,332)	(56,121,422)
Inventories	(8,793,499)	(82,080,765)	(8,516,503)	(82,278,927)
Prepaid expenses	(1,691,981)	3,250,872	(1,949,103)	2,742,305
Other current assets	496,368	967,129	514,242	975,054
Prepaid book copyright and translation fee	(271,387)	(1,003,325)	(271,387)	(1,005,138)
Rental guarantee and deposit	395,313	(731,771)	395,313	(731,771)
Other non-current assets	(125,573)	164,787	(62,563)	225,025
Operating liabilities increase (decrease)				
Trade and other current payables	41,731,665	71,225,728	40,236,349	70,277,918
Income received in advance	(14,885,630)	(14,605,019)	-	-
Other current liabilities	425,377	287,876	(578,808)	(568,486)
Other non-current liabilities	742,051	1,015,996	(273,846)	(190,004)
Cash received (paid) from operating activities	24,149,292	(32,192,136)	25,150,086	(31,177,350)
Cash paid for employee benefit	(5,588,168)	(2,618,000)	(3,499,000)	(2,618,000)
Cash paid for provision for decommissioning cost	(1,047,447)	(486,526)	(1,047,447)	(486,526)
Cash received from income tax	14,795	76,351	-	-
Cash paid for interest expenses	(5,256,193)	(3,556,927)	(4,562,638)	(2,812,845)
Cash paid for income tax	(389,563)	(522,121)	(389,479)	(507,235)
Net cash provided by (used in) operating activities	11,882,716	(39,299,359)	15,651,522	(37,601,956)
Cash flows from investing activities:				
Cash paid for temporary investment	(170,600,000)	(42,800,000)	(170,600,000)	(42,800,000)
Cash received from temporary investment	174,342,863	48,812,796	174,342,863	42,812,796
(Increase) decrease in restricted bank deposits				
and other investments	(4,798)	-	(4,798)	-
Cash paid for purchase of fixed assets	(9,756,092)	(6,784,188)	(325,852)	(2,107,699)
Cash paid for right of use assets	(80,000)	-	(80,000)	-
Cash received from sale of equipment	211,714	532,638	201,714	519,002
Cash received from interest income	22,596	140,019	22,596	78,052
Net cash flows provided by (used in) investing activities	(5,863,717)	(98,735)	3,556,523	(1,497,849)

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Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CASH FLOWS (CONT.)
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021

	Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
		(Restated)		(Restated)
Cash flows from financing activities				
Increase in bank overdrafts	-	4,325,916	-	4,325,916
Cash received from short-term loan from financial institution	-	190,000,000	-	190,000,000
Cash paid for short-term loan from financial institution	-	(110,000,000)	-	(110,000,000)
Cash received from long-term loans	(5,000,000)	5,300,000	-	-
Cash paid for long-term loans	-	(24,052,000)	-	(15,102,000)
Cash paid for lease liabilities	(18,813,219)	(25,791,583)	(17,582,843)	(24,325,885)
Net cash flows provided by (use in) from financing activities	(23,813,219)	39,782,333	(17,582,843)	44,898,031
 Net increase (decrease) in cash and cash equivalents	 (17,794,220)	 384,239	 1,625,202	 5,798,226
Cash and cash equivalents at beginning of period	120,105,379	111,493,330	38,044,635	48,092,145
Cash and cash equivalents at end of period	102,311,159	111,877,569	39,669,837	53,890,371
 Supplemental cash flows information				
Non-cash transactions				
Recognized gain in revaluation surplus on changes				
in value of investments	143,298	-	143,298	-
Increase (decrease) in asset payables	241,183	(437,481)	(171,061)	(612,742)
Right-of-use assets	-	379,398,136	-	362,791,617
Lease liabilities	-	379,398,136	-	362,791,617

Notes to the interim financial statements form an integral part of these statements.

SE-EDUCATION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 2021

1. GENERAL INFORMATION

1.1 Address and legal status

Se-Education Public Company Limited ("the Company") is a public company incorporated and domiciled in Thailand. The Company listed on the Stock Exchange of Thailand on 29 April 1993.

The address of its registered office is as follows:

Head office : located at 1858/87-90, Debaratana Road, Bangna South Sub-District, Bangna District, Bangkok.

Distribution center : located at 118 Moo 1, Tambon Sisa Chorakhe Yai, Bang Sao Tong District, Samutprakarn.

1.2 Nature of the Company's business and shareholder

The Group operate their businesses in Thailand and are authorised to engage in the following:

1. Operate bookstores which consist of SE-ED Book Center and network stores and various university bookstores in Bangkok and other provinces as well as the network and sales area in various forms.

2. Distribute books for both published by SE-ED and other publishers to bookstores all over the country and to other sales channels.

3. Publish books by producing books and book printing.

4. Plearnpattana School, which operates a private school offering courses for students from pre-kindergarten to Matayom 6.

5. BaesLab Co., Ltd., which operates in consulting, provision and distribution of software and hardware business (Stop operating its main business at the beginning of 2020).

2. BASIS FOR PREPARATION OF THE FINANCIAL STATEMENTS

2.1 Basis for preparation of the interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No.34 "Interim Financial Reporting", and the requirements of the Securities and Exchange Commission (SEC). The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and situations and not intended to re-emphasis on the information previously reported. The interim financial statements should therefore, be read in conjunction with the financial statements for the year ended December 31, 2020.

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

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 financial statements in Thai language version.

2.2 Basis of consolidated interim financial statements preparation

2.2.1 The consolidated interim financial statements are prepared by including the Company's financial statements and its subsidiaries financial statements as follows:-

Subsidiary companies' name	Nature of business	Country of incorporation	Shareholding percentage	
			As at March 31, 2021	As at December 31, 2020
BaesLab Co., Ltd.	Operates in consulting, provision and distribution of software and hardware business (Stop operating its main business at the beginning of 2020)	Thailand	60.00	60.00
Plearn Patt Co., Ltd.	Private school	Thailand	48.97	48.97

2.2.2 These consolidated interim financial statements are prepared by applying the same basis as that applied for the preparation of the consolidated financial statements for the year ended December 31, 2020, with there being no changes in the structure of shareholding in subsidiaries during the current period.

2.2.3 The consolidated interim financial statements are prepared by using uniform accounting policies. So that the transaction and the others event which are the same or the similar circumstances have been used the identical policies to record those transaction.

2.2.4 Significant inter-company transactions between the Company and its subsidiaries have been eliminated.

2.2.5 Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

2.3 Financial reporting standards that became effective in the current period

During the period, the Group had adopted the revised financial reporting standards and interpretations which are effective for fiscal years beginning on or after January 1, 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The adoption of these financial reporting standards does not have any significant impact on the financial statements in the current period.



2.4 Financial reporting standards that will become effective in the future

The Federation of Accounting Professions has revised TFRS 16 leases and published in the Government Gazette on January 27, 2021. There is added the requirements for the temporary exception arising from interest rate benchmark reform, which an entity shall apply these amendments for annual reporting periods beginning on or after January 1, 2022 with earlier application permitted.

The management of the Group is currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2020

4. TRANSACTIONS WITH RELATED PARTIES

The Company had significant business transactions with related parties. These parties are directly or indirectly related through common shareholding and/or directorship. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company, its subsidiaries and those related parties.

The related companies include the following:

Company	Relationship
Plearn Patt Co., Ltd.	Subsidiary company by direct shareholders
BaesLab Co., Ltd.	Subsidiary company by direct shareholders (Stop operating its main business at the beginning of 2020)
M AND E Co., Ltd.	Associated company by direct shareholders

For the three-month periods ended March 31, 2021 and 2020, the significant transactions with related parties can be summarized as follows:

		Baht			
		Consolidated financial statements		Separate financial statements	
	Transfer Pricing Policy	2021	2020	2021	2020
<u>Transactions in the statements of income</u>					
<u>Subsidiary companies</u>					
Sales of goods	Market price	-	-	95,620	51,267
Service expenses	Mutually agreed agreement	-	-	1,168	1,168
<u>Related companies</u>					
Service revenue	Mutually agreed agreement	2,804	14,019	2,804	14,019
Purchases of goods	Market price	143,964	124,815	143,964	124,815
<u>Shareholder and directors of subsidiary companies</u>					
Lease land	Mutually agreed agreement	275,562	275,315	-	-
Amortised leasehold rights on land	Mutually agreed agreement	70,338	71,119	-	-
Interest expenses	5% - 6% per annum	16,027	-	-	-

As at March 31, 2021 and December 31, 2020 Significant outstanding balances with related companies are as follow:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
<u>Outstanding balances at the statements of financial position</u>				
<u>Subsidiary companies</u>				
Trade and other current receivables	-	-	71,125	7,482
<u>Related companies</u>				
Trade and other current receivables	-	229,588	-	229,588
Trade payable	931,303	1,074,813	931,303	1,074,813
<u>Shareholder and directors of subsidiary companies</u>				
Leasehold rights on land	5,167,887	5,238,224	-	-

Directors and management's benefits

For the three-month periods ended March 31, 2021 and 2020, the Group had employee benefit expenses payable to their directors and management as below.

	Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Short-term employee benefits	3,177,779	5,625,936	2,537,413	5,004,620
Post-employment benefits	128,684	164,423	102,431	138,170
Total	3,306,463	5,790,359	2,639,844	5,142,790

5. CASH AND CASH EQUIVALENTS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
	31, 2021	31, 2020	31, 2021	31, 2020
Cash	7,167,563	11,512,277	6,873,921	11,227,486
Bank deposits - current accounts	2,226,055	2,843,482	1,490,201	2,161,839
Bank deposits - saving accounts	92,917,541	105,749,620	31,305,715	24,655,310
Total	102,311,159	120,105,379	39,669,837	38,044,635

6. TRADE AND OTHER CURRENT RECEIVABLES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
<u>Trade receivables - Related parties</u>				
Classified by aging				
Not yet due	-	-	71,125	7,482
Over 12 months	-	229,589	-	229,589
Total	-	229,589	71,125	237,071
<u>Trade receivables - Other companies</u>				
Classified by aging				
Not yet due	83,445,801	34,673,448	83,445,801	34,673,448
0 - 6 months	9,645,844	8,445,769	6,979,103	5,772,996
6 - 12 months	855,441	3,576,785	152,546	2,187,010
Over 12 months	3,940,484	8,865,597	2,089,794	6,790,457
Total	97,887,570	55,561,599	92,667,244	49,423,911
<u>Less</u> Expected credit losses	(5,992,430)	(4,770,700)	(3,796,733)	(2,022,762)
Allowance for goods return	(4,263,549)	(1,792,858)	(4,263,549)	(1,792,858)
Total	87,631,591	48,998,041	84,606,962	45,608,291
Total trade receivable	87,631,591	49,227,630	84,678,087	45,845,362
<u>Other current receivables</u>				
Advances	1,792,216	756,768	1,762,634	749,768
Others	2,698,097	5,751,886	2,050,408	3,563,448
Total other current receivables	4,490,313	6,508,654	3,813,042	4,313,216
Total trade and other current receivables - net	92,121,904	55,736,284	88,491,129	50,158,578

The movements in transactions of allowance for doubtful accounts and allowance for goods return for the three-month period ended March,31 2021, are as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	Allowance for expected credit losses	Allowance for goods return	Allowance for expected credit losses	Allowance for goods return
Beginning balance	4,770,700	1,792,858	2,022,762	1,792,858
<u>Add</u> Allowance for expected credit losses and goods return during the period	1,783,569	2,470,691	1,783,569	2,470,691
<u>Less</u> Allowance for expected credit losses and goods return reversed during the period	(561,839)	-	(9,598)	-
Ending balance	5,992,430	4,263,549	3,796,733	4,263,549

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7. INVENTORIES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Raw material	730,893	731,236	730,893	731,236
Work in process	9,702,862	8,805,697	9,702,862	8,805,697
Finished goods	493,198,154	485,519,862	490,878,194	483,476,897
Total	503,631,909	495,056,795	501,311,949	493,013,830
<u>Less</u> Allowance for loss of inventories	(3,600,509)	(2,990,253)	(3,600,509)	(2,990,253)
Allowance for dilapidated and slow moving	(187,180,977)	(174,242,723)	(187,081,393)	(174,143,138)
Inventories - net	312,850,423	317,823,819	310,630,047	315,880,439

Movements in transactions of allowance for loss of inventories and dilapidated and slow moving are summarized are as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Beginning balance	177,232,975	168,555,010	177,133,391	168,455,425
Increase	13,779,028	21,030,453	13,779,028	21,030,453
Decrease	(230,517)	(12,352,487)	(230,517)	(12,352,487)
Ending balance	190,781,486	177,232,976	190,681,902	177,133,391

8. OTHER CURRENT FINANCIAL ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Investment in securities				
Unit trust - at cost	114,260,814	117,883,316	114,260,814	117,883,316
<u>Add</u> : Unrealized gain on changes in the value of investments	143,298	157,176	143,298	157,176
Investment in securities				
- At fair value	114,404,112	118,040,492	114,404,112	118,040,492
Foreign exchange contracts outstanding	1,888,925	290,365	1,888,925	290,365
Total	116,293,037	118,330,857	116,293,037	118,330,857

9. OTHER CURRENT ASSETS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
	31, 2021	31, 2020	31, 2021	31, 2020
Supplies	15,203,106	15,197,124	15,032,399	15,056,857
Prepaid expenses	11,708,548	10,016,567	10,419,206	8,470,103
Others	2,258,844	3,647,435	2,250,668	2,740,452
Total	29,170,498	28,861,126	27,702,273	26,267,412

10. RESTRICTED BANK DEPOSITS AND OTHER INVESTMENTS

This account consisted of:

	Baht	
	Consolidated/Separate	
	financial statements	
	As at March	As at December
	31, 2021	31, 2020
Fixed deposits with 12 months maturity	8,000,000	8,000,000
Saving bonds with 10 years maturity	4,956,975	4,952,177
Total	12,956,975	12,952,177

As at March 31, 2021 and December 31, 2020, the fixed deposits with 12 months maturity, with the bearing of 0.25% and 0.25%, respectively, and savings bonds with 10 years maturity, face value Baht 5.00 million with the bearing of 3.625% and in the amount of Baht 5.00 million with the bearing of 3.625%, respectively, has been used to guarantee electricity use, rental of space and dealers (Note 29.2 to the interim financial statements).

11. INVESTMENTS IN AN ASSOCIATE

This account consisted of:

Company's name	Nature of business	Shareholding percentage (%)	Baht							
			Consolidated financial statements				Separate financial statements			
			At equity method		Allowance for impairment of investments		At equity method - Net		At cost method	
			As at March	As at December	As at March	As at December	As at March	As at December	As at March	As at December
			31, 2021	31, 2020	31, 2021	31, 2020	31, 2021	31, 2020	31, 2021	31, 2020
M AND E Co., Ltd.	Painting office production of technical magazines and engineering manuals	25	24,667,783	24,667,783	(580,000)	(580,000)	24,087,783	24,087,783	100,000	100,000
Total			24,667,783	24,667,783	(580,000)	(580,000)	24,087,783	24,087,783	100,000	100,000

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12. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as presented in the separate financial statements are as follows:

Company's name	Paid-up capital		Shareholding percentage		Cost		Allowance for impairment of investments		Carrying amounts based on cost method - net	
	As at	As at	As at	As at	As at	As at	As at	As at	As at	As at
	March	December	March	December	March	December	March	December	March	December
	31, 2021	31, 2020	31, 2021	31, 2020	31, 2021	31, 2020	31, 2021	31, 2020	31, 2021	31, 2020
	(Thousand Baht)	(Thousand Baht)	(%)	(%)						
BaesLab Co., Ltd.	250	250	60.00	60.00	150,000	150,000	-	-	150,000	150,000
Plearn Patt Co., Ltd.	151,850	151,850	48.97	48.97	83,000,000	83,000,000	(13,667,909)	(13,667,909)	69,332,091	69,332,091
Total					83,150,000	83,150,000	(13,667,909)	(13,667,909)	69,482,091	69,482,091

13. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment account for the three-month period ended March 31, 2021 are summarised follows:

	Baht	
	Consolidated financial statements	Separate financial statements
At cost		
Balance as at December 31, 2020	2,607,793,394	2,079,072,021
Acquisitions during the period	9,997,275	154,791
Disposals during the period	(3,387,794)	(3,102,050)
Written-off during the period	(13,058,260)	(13,058,260)
Balance as at March 31, 2021	2,601,344,615	2,063,066,502
Accumulated depreciation		
Balance as at December 31, 2020	941,793,701	714,586,548
Depreciation for the period	16,306,705	11,248,222
Accumulated depreciation on disposals	(3,076,365)	(2,792,294)
Accumulated depreciation on written-off	(13,014,183)	(13,014,183)
Balance as at March 31, 2021	942,009,858	710,028,293
Impairment		
Balance as at December 31, 2020	57,665	57,665
Impairment during the period	(43,019)	(43,019)
Balance as at March 31, 2021	14,646	14,646
Net book value		
Balance as at December 31, 2020	1,665,942,028	1,364,427,808
Balance as at March 31, 2021	1,659,320,111	1,353,023,563

The Company mortgaged the land and constructions thereon where the distribution centre is situated to secure against credit facilities granted by a commercial bank (Note. 16, 20 and 30 to the interim financial statement)

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14. RIGHT-OF-USE ASSETS

Movements of the right-of-use assets account for the three-month period ended March 31, 2021 are summarized below.

	Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at December 31, 2020	379,013,764	357,316,569
Increase during period	80,000	80,000
Amortization for the period	(25,788,428)	(25,410,054)
Net book value as at March 31, 2021	353,305,336	331,986,515

The whole amount of the leasehold on buildings represented leased areas in leading shopping centers in order to open SE-ED Book Center. The terms of these leaseholds range between 10 to 30 years.

The whole amount of the leasehold rights consisted of two land lease agreements which the subsidiary entered into with its shareholders totalling Baht 10 million. It is related to the lease of land area of approximately 20 rais for the period of 30 years for the purpose of operating an education institute.

15. INTANGIBLE ASSETS

Movements of the intangible assets which are software license fee for the three-month period ended March 31, 2021 are summarised follows:

	Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at December 31, 2020	6,212,493	5,941,557
Amortization for the period	(379,072)	(377,690)
Net book value as at March 31, 2021	5,833,421	5,563,867

16. SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

As at March 31, 2021 and December 31, 2020, the Company have the short-term loans amount of Baht 140.00 million, in the form of promissory in the amount of Baht 220.00 million notes in the not over 3 months with interest rate of 3% per annum, guaranteed by mortgaging the land with buildings (Note 30 to the interim financial statements). *aw*

17. TRADE AND OTHER CURRENT PAYABLES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Trade payable - related parties	-	-	71,125	7,482
Trade payable - other companies	518,525,960	486,491,843	516,855,351	485,419,959
Accrued expenses	67,202,644	62,281,629	52,856,839	50,608,447
Other payables for purchase of assets	863,208	622,025	258,840	429,901
Notes payable	91,347	40,885	91,347	40,885
Other payables	28,187,971	23,903,331	29,900,360	23,903,331
Total	614,871,130	573,339,713	600,033,862	560,410,005

18. INCOME RECEIVED IN ADVANCE

This account consisted of:

	Baht	
	Consolidated financial statements	
	As at March 31, 2021	As at December 31, 2020
Income received in advance - not yet recognized	93,753,550	108,639,180
<u>Less</u> Income received in advance recognizable within one year	<u>(48,739,174)</u>	<u>(65,137,053)</u>
Net	<u>45,014,376</u>	<u>43,502,127</u>

Movements of income received in advance for the three-month period ended March 31, 2021 are as follows:

	Baht		
	Consolidated financial statements		
	Initial entrance fee	Education supporting fee	Total
Beginning as at January 1, 2020	45,900,958	55,061,182	100,962,140
<u>Add</u> Increase during the year	<u>15,230,000</u>	<u>209,090,199</u>	<u>224,320,199</u>
<u>Less</u> Income recognition during the year	<u>(10,164,882)</u>	<u>(206,364,377)</u>	<u>(216,529,259)</u>
<u>Less</u> Returned due to resignation of students	<u>(80,000)</u>	<u>(33,900)</u>	<u>(113,900)</u>
Balance as at December 31, 2020	50,886,076	57,753,104	108,639,180
<u>Add</u> Increase during the period	<u>2,870,000</u>	<u>32,470,833</u>	<u>35,340,833</u>
<u>Less</u> Income recognition during the period	<u>-</u>	<u>(49,844,724)</u>	<u>(49,844,724)</u>
<u>Less</u> Returned due to resignation of students	<u>(80,000)</u>	<u>(301,739)</u>	<u>(381,739)</u>
Balance as at March 31, 2021	<u>53,676,076</u>	<u>40,077,474</u>	<u>93,753,550</u>

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19. OTHER CURRENT LIABILITIES

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Coupon and prepaid card payable	17,584,697	17,414,267	17,584,697	17,414,267
Accrued withholding tax	1,668,693	1,709,939	1,366,926	1,344,617
Unearned income	3,070,788	2,863,365	1,984,613	2,130,080
Advance received for purchasing books	2,046,817	2,193,264	2,046,817	2,193,264
Others	5,543,690	5,308,473	2,790,559	3,270,192
Total	29,914,685	29,489,308	25,773,612	26,352,420

20. LONG-TERM LOANS

This account consisted of:

			Baht			
			Consolidated financial statements		Separate financial statements	
			As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Loans	Interest rate (%)	Repayment schedule				
1	THBFD 3M + 3.85*	Monthly installment as from July 31, 2014 with the last installment in September 30, 2021	44,380,000	44,380,000	44,380,000	44,380,000
2	MLR-1.5	Monthly installment as from November 30, 2014 with the last installment in December 31, 2023	88,710,000	88,710,000	88,710,000	88,710,000
3	THBFIX 6M + 2.56	repayment on the 13th salary from the month of loan withdrawal starting September 30, 2021	100,000,000	100,000,000	100,000,000	100,000,000
4	6.00 - 7.50**	Settlement at maturity date of the contracts	64,600,000	69,600,000	-	-
5	2.00	3 rd year repayment starts April 14, 2022	20,000,000	20,000,000	20,000,000	20,000,000
Total			317,690,000	322,690,000	253,090,000	253,090,000
Less Current portion			(74,968,000)	(76,574,000)	(74,968,000)	(30,874,000)
Long-term loans - net			242,722,000	246,116,000	178,122,000	222,216,000

* Interest expense rate in swap transaction agreement

** Unsecured long-term loan of subsidiary

The long-term loans were guaranteed with the land and buildings that was the location of the distribution center to guarantee any liabilities or obligations either already exist at the moment or will be held under such agreement (Note 30.3 to the interim financial statements).

Under such long agreement, the Company had to comply with some certain financial conditions specified in the agreement such as to maintain the debt ratio with interest to equity and leverage ratio, etc.

The Company had entered into the interest rate swap agreement of the credit limit loan No. 1 with the lender bank to exchange interest rate as specified in the loan agreement as floating interest rate plus the specified rate (Note 30.3 to the interim financial statements) *an*

And in April 2020, the Company has entered into a loan agreement (revised edition) to request a suspension of loans amounted No. 1 and 2 for 1 year from April 2020 to March 2021 by repayment of loan amounted No. 1 within June 2022 and loan amounted No. 2 within November 2024

21. LONG-TERM EMPLOYEE BENEFIT OBLIGATIONS

This account consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Provision for compensation on employees'	58,225,313	59,001,829	51,376,235	50,269,043
Provision for long service awards	20,641,806	23,566,862	20,641,806	23,566,862
Total	<u>78,867,119</u>	<u>82,568,691</u>	<u>72,018,041</u>	<u>73,835,905</u>

Movements of the long-term employee benefit obligations account are as follows:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Long-term employee benefit obligations				
at beginning of the period	82,568,691	85,450,839	73,835,905	77,014,231
Included in profit or loss :				
Current service cost recognition	1,600,425	6,546,410	1,443,727	5,919,618
Cost of interest	286,171	1,338,321	237,409	1,143,278
Actuarial (gain) loss of other long-term benefits				
recognized-other long-term benefits	-	(1,404,606)	-	(1,404,606)
Included in other comprehensive income :				
Experience adjustment				
Demographic assumption change	-	(1,733,461)	-	(1,733,461)
Financial assumption changes	-	1,259,488	-	1,259,488
Benefit paid during the period	<u>(5,588,168)</u>	<u>(8,888,300)</u>	<u>(3,499,000)</u>	<u>(8,362,643)</u>
Net long-term employee benefit obligations				
at the end of the period	<u>78,867,119</u>	<u>82,568,691</u>	<u>72,018,041</u>	<u>73,835,905</u>

22. PROVISION FOR DECOMMISSIONING COST

This account consisted of:

	Baht	
	Consolidated/Separate financial statements	
	As at March 31, 2021	As at December 31, 2020
Provision decommissioning costs	44,781,049	45,828,492
<u>Less Deferred interest</u>	<u>(171,489)</u>	<u>(198,791)</u>
Net	<u>44,609,560</u>	<u>45,629,701</u>

The Company had recognized the provisions of decommissioning costs under the Company area lease agreement as the Company had obligation to demolish after the expiration of the area lease agreements for office buildings, branches.

23. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities are as follows:-

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Deferred tax assets	62,553,943	60,493,141	62,437,943	60,377,141
Deferred tax liabilities	(98,626,353)	(98,783,131)	(94,798,553)	(94,884,918)
Deferred tax asset (liabilities) - net	<u>(36,072,410)</u>	<u>(38,289,990)</u>	<u>(32,360,610)</u>	<u>(34,507,777)</u>

The components of deferred tax assets and liabilities are as follows:

	Baht		
	Consolidated financial statements		
	Balance as at December 31, 2020	Income (expenses) during the period in profit or loss	Balance as at March 31, 2021
Deferred tax assets :			
Unrealized loss from derivatives	1,002,960	(606,276)	396,684
Allowance for expected credit losses and goods returns	763,124	848,932	1,612,056
Allowance for dilapidated and slow moving	34,828,628	2,376,791	37,205,419
Allowance for assets impairment	11,533	(8,604)	2,929
Provision for decommissioning costs	9,003,715	(186,468)	8,817,247
Provision for impairment of investment in associate	116,000	-	116,000
Employee benefits obligations	14,767,181	(363,573)	14,403,608
Total	<u>60,493,141</u>	<u>2,060,802</u>	<u>62,553,943</u>

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	Baht		
	Consolidated financial statements		
	Balance as at	Income (expenses)	Balance as at
	December	during the period	March
	31, 2020	in profit or loss	31, 2021
Deferred tax liabilities:			
Unrealized gains from changes in investment values	31,435	(2,776)	28,659
Surplus on revaluation of assets	98,691,139	(105,538)	98,585,601
Right-of-use assets	60,557	(48,464)	12,093
Total	98,783,131	(156,778)	98,626,353
	Baht		
	Separate financial statements		
	Balance as at	Income (expenses)	Balance as at
	December	during the period	March
	31, 2020	in profit or loss	31, 2021
Deferred tax assets :			
Unrealized loss from derivatives	1,002,960	(606,276)	396,684
Allowance for expected credit losses and goods returns	763,124	848,932	1,612,056
Allowance for dilapidated and slow moving	34,828,628	2,376,791	37,205,419
Allowance for assets impairment	11,533	(8,604)	2,929
Provision for decommissioning costs	9,003,715	(186,468)	8,817,247
Employee benefits obligations	14,767,181	(363,573)	14,403,608
Total	60,377,141	2,060,802	62,437,943
Deferred tax liabilities:			
Unrealized gains from changes in investment values	31,435	(2,776)	28,659
Surplus on revaluation of assets	94,792,926	(35,125)	94,757,801
Right-of-use assets	60,557	(48,464)	12,093
Total	94,884,918	(86,365)	94,798,553

24. LEASE LIABILITIES

The carrying amounts of lease liabilities and the movement for the three-month period ended March 31, 2021 are presented below.

	Baht	
	Consolidated	Separate
	financial statements	financial statements
Balance as at December 31, 2020	268,214,081	251,753,089
Accretion of interest	1,018,058	992,019
Payments	(19,831,278)	(18,574,862)
Decrease from rental reduction	(3,598,892)	(3,598,892)
Balance as at March 31, 2021	245,801,969	230,571,354
Less Current portion	(83,058,512)	(82,756,081)
Lease liabilities - net of current portion	162,743,457	147,815,273

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The following are the amounts recognized in profit or loss:

	Baht	
	Consolidated financial statements	Separate financial statements
Depreciation of right-of-use assets	22,324,625	21,946,251
Interest expense on lease liabilities	1,018,058	992,019
Total	23,342,683	22,938,270

The Group has total cash outflows for leases of Baht 23.34 million (the separate: Baht 22.94 million)

25. OTHER NON - CURRENT FINANCIAL LIABILITIES

As at March 31, 2021 and December 31, 2020, details of other non-current financial liabilities are as below.

	Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Foreign exchange contracts outstanding				
Interest rate swap transaction (Note 29.3.3)	3,872,344	5,305,170	3,872,344	5,305,170
Total other non-current financial liabilities	3,872,344	5,305,170	3,872,344	5,305,170

26. (INCOME) TAX EXPENSES

The major components of (income) tax expenses for the three-month period ended March 31, 2021 and 2020 are as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020 (Restated)
(Income) tax expenses shown in profit or loss :				
Current income tax :				
Current tax expense for the period	-	-	-	-
Deferred tax:				
Changes in temporary differences relating to the original recognition and reversal	(2,162,968)	(1,990,130)	(2,147,167)	(1,923,694)
Total	(2,162,968)	(1,990,130)	(2,147,167)	(1,923,694)

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27. LOSS PER SHARE

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

For the three-month periods ended March 31, 2021 and 2020

	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020 (Restated)
Loss for the period				
Equity holders of the parent (Baht)	(12,738,864)	(21,343,247)	(13,846,143)	(22,922,518)
Weighted average number of ordinary shares (shares)	391,944,418	391,944,418	391,944,418	391,944,418
Loss per share (Baht/share)	(0.032)	(0.054)	(0.035)	(0.058)

28. OPERATION SEGMENT

Operating segment information is reported in a manner consistent with the internal reports of the Group that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The businesses of the Group is ship builder and ship repairer, manufacturing and trading marine equipment with the main operation in the single geographic area in Thailand. Segment performance is considered by revenue and gross profit and is also measured based on the Group's operating profit or loss, on a basis consistent with that used to measure the operating profit or loss in the financial statement.

The Group's revenue and gross profit information for the three-month period ended March 31, 2021 and 2020 by segments are as follows:

	Million Baht							
	Retail business segment		Other distribution channels		School business segment		Total	
	2021	2020 (Restated)	2021	2020 (Restated)	2021	2020 (Restated)	2021	2020 (Restated)
External revenue	281.58	362.19	163.08	181.38	49.80	48.34	494.46	591.91
Total revenues	281.58	362.19	163.08	181.38	49.80	48.34	494.46	591.91
Gross profit from operating according to the segment	108.34	133.27	56.49	61.97	11.15	10.98	175.98	206.22
Unallocated income and expenses:								
Other income							10.03	10.69
Selling expenses							(119.01)	(141.88)
Administrative expenses							(75.53)	(93.22)
Finance costs							(5.27)	(3.58)
Income tax (expenses)							2.16	1.99
Loss for the period							(11.64)	(19.78)

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Million Baht							
Retail business segment		Other distribution channels		School business segment		Total	
2021	2020	2021	2020	2021	2020	2021	2020
	(Restated)		(Restated)		(Restated)		(Restated)
<u>As at March 31,</u>							
Property, plant and equipment						1,659.32	1,665.94
Right-of-use assets						353.31	379.01
Intangible assets						5.83	6.21
Rental guarantee and deposit						25.12	25.51
Other assets						748.17	734.65
Total assets						<u>2,791.75</u>	<u>2,811.32</u>

The basis of pricing between the Group is consistent with that for third party transactions.

29. COMMITMENTS AND CONTINGENT LIABILITIES

29.1 Operating lease commitments

29.1.1 As at March 31, 2021 the Company has entered into space rental agreements for use as branch offices, totalling 147 branches. The lease periods ranged from 1 to 20 years. Total rental and utility fees were approximately Baht 85.33 million per annum. Some of rental fees were calculated from the percentage of sales amounts of that branch.

29.1.2 As at March 31, 2021 the Group has entered into several costs service related with the operations. The terms of the agreements are generally between 1 and 30 years.

As at March 31, 2021 and December 31, 2020, the Group, future minimum lease payments required under operating leases contracts are as follow:

	Baht			
	Consolidated financial Statement		Separate financial Statement	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Payable:				
In up to 1 year	48,426,927	55,253,237	48,426,927	55,253,237
In over 1 and up to 5 years	25,922,491	32,921,524	25,922,491	32,921,524
In over 5 years	4,955,124	5,085,522	4,955,124	5,085,522
Total	<u>79,304,542</u>	<u>93,260,283</u>	<u>79,304,542</u>	<u>93,260,283</u>

29.2 Guarantees

As at March 31, 2021, the Company has pledged the bank deposit of Baht 4.00 million to guarantee contractual performance and guarantee rental. In addition, other investments of Baht 1.10 million were pledged to guarantee the electricity usage and rental of head office. *aw*

29.3 Long-term service commitments

29.3.1 The Company entered into agent appointment agreement with a foreign company for the contractual period of three years commencing from May 31, 2019 to October 31, 2022. Upon expiration of the term, the Agreement shall be automatically renewed for successive one year unless either party notifies the other of its intention in writing to terminate the Agreement.

29.3.2 The Company entered into three-years contracts allowing the use of copyrights with various authors which can be automatically renewed for successive three years, and agreed to pay remuneration at the percentage of the number of books published or sold.

29.3.3 Interest Rate Swap Transaction Agreement

The Company has the detail of the interest rate swap agreement outstanding as at March 31, 2021 as follow:

Principal amount	Interest revenue rate swap	Interest expenses rate swap	Termination date
	agreement (%)	agreement (%)	
Baht 44.38 million	THBFIX 1M + 1.74	THBFD 3M + 3.85	June 2022
Baht 100.00 million	THBFIX 6M + 2.56	4.50	August 2025

30. CREDIT LIMITS

As at March 31, 2021, the Company had the credit limits with the local financial institutions as follows:

30.1 The Company had 3 overdrafts limit amounted Baht 50 million by entering into the agreement with 3 financial institutions, carried MOR% per annum that consisted of:

30.1.1) Two credit limits without guarantee amounted Baht 20 million and Baht 10 million.

30.1.2) One credit limit with guarantee amounted Baht 20 million and guaranteed by mortgaging the land with buildings.

30.2 The Company had 2 short-term loan limits amounted Baht 220 million by entering into the agreement with two financial institutions in the form of promissory notes with maturity date not over three months and carried the interest rate of 3.30% per annum that consisted of:

30.2.1) One credit limit without guarantee amounted Baht 20 million.

30.2.2) One credit limit with guarantee amounted Baht 200 million and guaranteed by mortgaging the land with buildings.

30.3 Long-term loan from financial institutions

30.3.1 The Company had the long-term loan with a financial institution at the limit amount of Baht 20 million, with interest rate 2.00%, without collateral. *aw*

30.3.2 The Company has the long-term loan with a financial institution guaranteed by a mortgage on land and buildings for 2 credit lines divided as:

30.3.2.1) The loans amounted Baht 500 million consisted of:

- Loan agreement amounted Baht 250 million at THBFIX 3M+3.85% per annum
- Loan agreement amounted Baht 250 million at MLR-1.5% per annum

30.3.2.2) Loan amounted Baht 100 million at THBFIX 6M + 2.56% per annum

31. FOREIGN CURRENCY ASSETS AND LIABILITIES

As at March 31, 2021 and December 31, 2020, the Company balances of financial assets and liabilities denominated in foreign currencies are summarized follow:

Consolidated/Separate financial statements						
Foreign currency	Financial assets		Financial liabilities		Average exchange rate (Baht per foreign currency)	
	As at March 31,2021	As at December 31,2020	As at March 31,2021	As at December 31,2020	As at March 31,2021	As at December 31,2020
	(Thousand)	(Thousand)	(Thousand)	(Thousand)		
USD	-	-	10	3	31.5052	30.2068
SGD	-	-	16	4	23.5567	22.9540
GBP	-	-	1,375	829	43.4917	41.0771

As at March 31, 2021, the Company has foreign exchange contracts outstanding are summarized follow:

Consolidated/Separate financial statements					
Foreign currency	Bought amount (Thousand)	Sold amount (Thousand)	Contractual exchange rate (Baht per foreign currency)		Maturity date
			Bought	Sold	
GBP	1,088	-	39.985 - 42.705	-	April 2021 - August 2021

32. CORRECTION OF ACCOUNTING ERROR

During the year 2020, the Company had found that the financial statements did not have the depreciation and interest of decommissioning costs of leasehold improvements. Therefore, the Company had corrected the accounting errors by restating the financial statements retrospectively for the three-month ended March 31, 2020. The impact to the financial statements can be summarized as follows:

	Baht					
	Consolidated financial statement			Separate financial statement		
	Before	Increase	After	Before	Increase	After
Statement of income						
Selling expense increase (decrease)	140,990,361	888,374	141,878,735	140,990,361	888,374	141,878,735
Income tax (expense)	3,547,460	30,940	3,578,400	2,803,377	30,940	2,834,317
Finance cost increase	1,962,672	27,458	1,990,130	1,896,236	27,458	1,923,694

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33. FAIR VALUE OF FINANCIAL INSTRUMENTS

The Group use the market approach to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

As at March 31, 2021, the Group had the following assets that were measured at fair value using different levels of inputs as follows:

		Baht			
		Consolidated financial statements			
		Level 1	Level 2	Level 3	Total
Assets measured at fair value					
Property, plant and equipment		-	-	1,548,581,246	1,548,581,246

		Baht			
		Separate financial statements			
		Level 1	Level 2	Level 3	Total
Assets measured at fair value					
Property, plant and equipment		-	-	1,284,754,687	1,284,754,687

34. APPROVAL OF FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Board of Directors on May 14, 2021. aw