

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF THE INTERIM FINANCIAL INFORMATION

To the Board of Directors and Shareholders of 2S Metal Public Company Limited

I have reviewed the interim consolidated and separate financial information of 2S Metal Public Company Limited and its subsidiaries (The Group). These comprise the consolidated and separate statements of financial position as at 30 September 2024, the related consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2024, the consolidated and separate statements of changes in equity and cash flows for the nine-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of Review

I conducted my review in accordance with the 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 consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Saranya Akharamahaphanit

Certified Public Accountant

Registration No. 9919

Grant Thornton Limited

Bangkok

12 November 2024

2S METAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2024 AND 31 DECEMBER 2023

(Unit : Thousand Baht)

		Consolidated financial information		Separate financial information	
		30 September 2024	31 December 2023	30 September 2024	31 December 2023
		(Unaudited but		(Unaudited but	
	Notes	Reviewed)	(Audited)	Reviewed)	(Audited)
<u>ASSETS</u>					
CURRENT ASSETS					
Cash and cash equivalents		175,562	341,893	164,843	320,720
Trade and other accounts receivable - general customers	6	396,904	335,995	394,340	331,202
- related companies	5, 6	4,217	2,796	5,756	19,214
Inventories - net		812,995	809,676	781,484	790,088
Deposits for purchase of goods		11,033	18,580	56,774	28,129
Short-term loans and accrued interest receivable					
- subsidiaries	5	-	-	68,921	69,421
Refundable value added tax		7,468	4,722	-	4,722
Refundable income tax		17,976	4,908	14,271	1,751
Other current assets		7,953	15,874	4,583	3,524
Total current assets		1,434,108	1,534,444	1,490,972	1,568,771
NON-CURRENT ASSETS					
Investments in subsidiaries	7	-	-	216,770	216,770
Long-term loans receivable - subsidiary	5	-	-	9,400	9,400
Property, plant and equipment - net	8	651,095	629,332	263,775	274,968
Rights-of-use assets - net	9	13,545	11,793	61,167	71,402
Investment property - net		344	596	-	-
Intangible assets - net		225	443	186	371
Deferred tax assets - net		1,437	1,389	16	-
Other non-current assets		2,701	2,288	1,497	1,484
Total non-current assets		669,347	645,841	552,811	574,395
TOTAL ASSETS		2,103,455	2,180,285	2,043,783	2,143,166

2S METAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2024 AND 31 DECEMBER 2023

(Unit : Thousand Baht)

	Note	Consolidated financial information		Separate financial information	
		30 September 2024	31 December 2023	30 September 2024	31 December 2023
		(Unaudited but Reviewed)	(Audited)	(Unaudited but Reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Trade and other accounts payable - general companies		79,554	65,306	74,472	61,463
- related companies	5	2,243	13,215	18,599	23,378
Current portion of liabilities liabilities		2,169	1,581	6,804	5,828
Current portion of employee benefits obligation		290	2,544	227	2,544
Accrued income tax		-	6,880	-	6,880
Accrued expenses		37,350	36,473	29,023	28,911
Other current liabilities		18,893	8,026	16,488	5,156
Total current liabilities		140,499	134,025	145,613	134,160
NON-CURRENT LIABILITIES					
Employee benefits obligation		20,653	18,243	15,909	13,842
Long-term lease liabilities - net		7,507	5,950	60,468	70,988
Deferred tax liabilities - net		11,618	9,961	-	2,175
Total non-current liabilities		39,778	34,154	76,377	87,005
TOTAL LIABILITIES		180,277	168,179	221,990	221,165

2S METAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2024 AND 31 DECEMBER 2023

(Unit : Thousand Baht)

	Consolidated financial information		Separate financial information	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
	(Unaudited but Reviewed)	(Audited)	(Unaudited but Reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY (Continued)				
SHAREHOLDERS' EQUITY				
Share capital - common share at Baht 1 par value				
- Registered 549,997,741 shares	549,998	549,998	549,998	549,998
- Issued and paid - up 549,995,954 shares	549,996	549,996	549,996	549,996
Premium on share capital	121,762	121,762	121,762	121,762
Retained earnings				
- Appropriated for legal reserve	55,000	55,000	55,000	55,000
- Unappropriated	1,177,745	1,268,184	1,050,653	1,150,861
Other components of shareholder's equity	21,538	19,799	44,382	44,382
Equity attributable to the Company's shareholders	1,926,041	2,014,741	1,821,793	1,922,001
Non-controlling interests	(2,863)	(2,635)	-	-
Total shareholders' equity	1,923,178	2,012,106	1,821,793	1,922,001
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	2,103,455	2,180,285	2,043,783	2,143,166

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

		Consolidated financial information		Separate financial information	
	Notes	2024	2023	2024	2023
REVENUES					
Revenue from sales		1,680,938	1,709,011	1,659,986	1,671,202
Revenue from sales of by-product		36,193	35,091	34,120	33,722
Total revenues	12	1,717,131	1,744,102	1,694,106	1,704,924
COSTS OF SALES					
Costs of sales		(1,735,505)	(1,648,567)	(1,720,630)	(1,618,469)
Gross profit (loss)		(18,374)	95,535	(26,524)	86,455
Interest income	12	705	543	1,887	1,949
Gain on exchange rate		12,052	442	14,286	3,506
Other income		11,430	9,850	13,731	11,503
Profit before expenses		5,813	106,370	3,380	103,413
Selling expenses		(56,515)	(43,496)	(54,460)	(42,948)
Administrative expenses		(31,230)	(26,443)	(34,789)	(23,345)
Total expenses		(87,745)	(69,939)	(89,249)	(66,293)
Profit (loss) before finance cost		(81,932)	36,431	(85,869)	37,120
Finance cost	12	(434)	(68)	(1,079)	(927)
Profit (loss) before income tax		(82,366)	36,363	(86,948)	36,193
Income tax benefit (expense)	10	11,486	(2,246)	16,262	(2,445)
Net profit (loss) for the period		(70,880)	34,117	(70,686)	33,748
OTHER COMPREHENSIVE INCOME					
Items to be reclassified subsequently to profit or loss					
Translation adjustment for foreign currency financial statements		2,451	(145)	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		(68,429)	33,972	(70,686)	33,748

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIODS ENDED 30 JUNE

(Unit : Thousand Baht)

	Consolidated financial information		Separate financial information	
	2024	2023	2024	2023
PROFIT (LOSS) ATTRIBUTABLE TO				
Owners of the parent	(70,690)	34,231	(70,686)	33,748
Non-controlling interests	(190)	(114)	-	-
	<u>(70,880)</u>	<u>34,117</u>	<u>(70,686)</u>	<u>33,748</u>
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO				
FOR THE PERIOD				
Owners of the parent	(68,310)	34,090	(70,686)	33,748
Non-controlling interests	(119)	(118)	-	-
	<u>(68,429)</u>	<u>33,972</u>	<u>(70,686)</u>	<u>33,748</u>
BASIC EARNINGS PER SHARE				
Profit (loss) of the Company's shareholders (Baht : Share)	<u>(0.129)</u>	<u>0.062</u>	<u>(0.129)</u>	<u>0.061</u>
Weighted average number of common shares				
(Unit : Thousand Shares)	<u>549,996</u>	<u>549,996</u>	<u>549,996</u>	<u>549,996</u>

STATEMENT OF COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

		Consolidated financial information		Separate financial information	
	Notes	2024	2023	2024	2023
REVENUES					
Revenue from sales		5,605,159	5,043,678	5,498,589	4,951,756
Revenue from sales of by-product		121,655	105,528	114,302	101,096
Total revenues	12	5,726,814	5,149,206	5,612,891	5,052,852
COSTS OF SALES					
Costs of sales		(5,495,346)	(4,818,257)	(5,418,299)	(4,742,770)
Gross profit		231,468	330,949	194,592	310,082
Interest income	12	3,525	2,160	7,388	5,497
Gain on exchange rate		4,094	-	10,698	-
Other income		33,211	31,379	38,873	36,103
Profit before expenses		272,298	364,488	251,551	351,682
Selling expenses		(161,316)	(121,987)	(156,269)	(117,969)
Administrative expenses		(89,376)	(84,610)	(85,542)	(73,200)
Loss on exchange rate		-	(11,150)	-	(3,142)
Total expenses		(250,692)	(217,747)	(241,811)	(194,311)
Profit before finance cost		21,606	146,741	9,740	157,371
Finance cost	12	(680)	(199)	(3,014)	(2,850)
Profit before income tax		20,926	146,542	6,726	154,521
Income tax expense	10	(7,145)	(4,099)	(2,435)	(5,131)
Net profit for the period		13,781	142,443	4,291	149,390
OTHER COMPREHENSIVE INCOME					
Items to be not reclassified subsequently to profit or loss					
Acturial gain from remeasuremens of post-employment benefit obligation - net of tax		-	638	-	1,961
Items to be reclassified subsequently to profit or loss					
Translation adjustment for foreign currency financial statements		1,790	1,615	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		15,571	144,696	4,291	151,351

2S METAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER

(Unaudited but reviewed)

(Unit : Thousand Baht)

	Consolidated financial information		Separate financial information	
	2024	2023	2024	2023
PROFIT ATTRIBUTABLE TO				
Owners of the parent	14,060	142,730	4,291	149,390
Non-controlling interests	(279)	(287)	-	-
	<u>13,781</u>	<u>142,443</u>	<u>4,291</u>	<u>149,390</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO				
FOR THE PERIOD				
Owners of the parent	15,799	144,936	4,291	151,351
Non-controlling interests	(228)	(240)	-	-
	<u>15,571</u>	<u>144,696</u>	<u>4,291</u>	<u>151,351</u>
BASIC EARNINGS PER SHARE				
Profit of the Company's shareholders (Baht : Share)	<u>0.025</u>	<u>0.259</u>	<u>0.008</u>	<u>0.272</u>
Weighted average number of common shares				
(Unit : Thousand Shares)	<u>549,996</u>	<u>549,996</u>	<u>549,996</u>	<u>549,996</u>

STATEMENTS OF CHANGES IN EQUITY

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

Consolidated financial information													
Note	Retained earnings				Other components of equity							Total equity	
	Paid - up Share Capital	Premium on Share capital	Legal Reserve	Unappropriated	Other comprehensive income				Discount on dilution of investment in subsidiaries company	Total other components of equity	Shareholders' equity of the Company		Non-controlling interests
					Surplus on revaluation of land - net of tax	Remeasurements of post-employment benefit obligarion	Translation adjustment for foreign currency financial statement						
Balance as at 1 January 2023	549,996	121,762	55,000	1,272,462	59,322	-	(10,892)	(29,817)	18,613	2,017,833	(2,399)	2,015,434	
Dividend payment	11	-	-	(164,999)	-	-	-	-	-	(164,999)	-	(164,999)	
Total transactions with shareholders		-	-	(164,999)	-	-	-	-	-	(164,999)	-	(164,999)	
Comprehensive income for the period		-	-	142,730	-	638	1,568	-	2,206	144,936	(240)	144,696	
Transfer from gain on remeasurement of post - employment benefit obligation		-	-	638	-	(638)	-	-	(638)	-	-	-	
Total comprehensive income for the period		-	-	143,368	-	-	1,568	-	1,568	144,936	(240)	144,696	
Balance as at 30 September 2023		549,996	121,762	55,000	1,250,831	59,322	-	(9,324)	(29,817)	20,181	1,997,770	(2,639)	1,995,131
Balance as at 1 January 2024		549,996	121,762	55,000	1,268,184	59,322	-	(9,706)	(29,817)	19,799	2,014,741	(2,635)	2,012,106
Dividend payment	11	-	-	-	(104,499)	-	-	-	-	-	(104,499)	-	(104,499)
Total transactions with shareholders		-	-	-	(104,499)	-	-	-	-	-	(104,499)	-	(104,499)
Comprehensive income for the period		-	-	-	14,060	-	-	1,739	-	1,739	15,799	(228)	15,571
Total comprehensive income for the period		-	-	-	14,060	-	-	1,739	-	1,739	15,799	(228)	15,571
Balance as at 30 September 2024		549,996	121,762	55,000	1,177,745	59,322	-	(7,967)	(29,817)	21,538	1,926,041	(2,863)	1,923,178

2S METAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER

(Unaudited but reviewed)

(Unit : Thousand Baht)

Separate financial information								
	Note	Paid - up Share Capital	Premium on Share capital	Retained earnings		Other components of equity		Total
				Legal Reserve	Unappropriated	Other comprehensive income		
						Surplus on reveluation of land - net of tax	Remeasurements of post-employment benefit obligarion	
Balance as at 1 January 2023		549,996	121,762	55,000	1,150,309	44,382	-	1,921,449
Dividend payment	11	-	-	-	(164,998)	-	-	(164,998)
Total transactions with shareholders		-	-	-	(164,999)	-	-	-
Comprehensive income for the period		-	-	-	149,390	-	1,961	151,351
Transfer from gain on remeasurement of post - employment benefit obligation		-	-	-	1,961	-	(1,961)	-
Total comprehensive income for the period		-	-	-	151,351	-	-	151,351
Balance as at 30 September 2023		549,996	121,762	55,000	1,136,662	44,382	-	1,907,802
Balance as at 1 January 2024		549,996	121,762	55,000	1,150,861	44,382	-	1,922,001
Dividend payment	11	-	-	-	(104,499)	-	-	(104,499)
Total transactions with shareholders		-	-	-	(104,499)	-	-	(104,499)
Comprehensive income for the period		-	-	-	4,291	-	-	4,291
Total comprehensive income for the period		-	-	-	4,291	-	-	4,291
Balance as at 30 September 2024		549,996	121,762	55,000	1,050,653	44,382	-	1,821,793

The accompanying notes form an integral part of these interim financial statements.

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

Note	Consolidated financial information		Separate financial information	
	2024	2023	2024	2023
Cash flows from operating activities				
Profit before income tax	20,926	146,542	6,726	154,521
Adjustments to reconcile profit before income tax to net cash provided from operating activities:				
Provision for expected credit losses	6	3,999	1,294	11,192
Provision (reversal) of allowance for decline value of inventories		41,337	(10,064)	38,813
Depreciation□		41,765	40,661	18,578
Unrealized loss on exchange rate		2,067	1,886	-
Loss (gain) on disposal fixed assets		13	(20)	37
Amortization		218	1,075	185
Interest income		(3,525)	(2,160)	(7,388)
Interest expense		680	199	3,014
Provision for employee benefits obligation		1,445	2,608	1,039
Cash flows provided from operations before changes in operating assets and liabilities				
	108,925	182,021	72,196	164,985
Decrease (increase) in operating assets:				
Trade and other accounts receivable		(66,329)	(103,944)	(60,872)
Inventories		(44,656)	30,574	(30,209)
Deposits for purchase of goods		7,547	3,521	(28,645)
Refundable value added tax		(2,746)	7,621	4,722
Refundable income tax		2,380	5,053	1,751
Other current assets		7,921	(9,742)	(1,059)
Other non-current assets		(413)	12	(13)
Increase (decrease) in operating liabilities:				
Trade and other accounts payable		3,276	144,658	8,230
Accrued expenses		877	1,145	112
Other current liabilities		10,867	12,401	11,332
Employee benefit paid		(1,289)	-	(1,289)
Cash received from operating activities	26,360	273,320	(23,744)	258,013
Interest payment	(680)	(221)	(3,014)	(2,872)
Income tax paid	(27,864)	(5,777)	(25,777)	(3,187)
Net cash received from (used in) operating activities	(2,184)	267,322	(52,535)	251,954

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

		Consolidated financial information		Separate financial information	
	Notes	2024	2023	2024	2023
Cash flows from investing activities					
Interest received		3,525	2,160	7,388	5,497
Acquisition of machine and equipment	8	(61,564)	(33,921)	(2,022)	(15,358)
Proceeds from sale of equipment		24	230	-	229
Proceeds from short-term loans to subsidiary		-	-	18,500	-
Payment short-term loans to subsidiary		-	-	(18,000)	(12,500)
Net cash received from (used in) investing activities		(58,015)	(31,531)	5,866	(22,132)
Cash flows from financing activities					
Repayment for short-term loans from financial institutions		-	(150,000)	-	(150,000)
Proceeds from short-term loans to subsidiary		-	-	-	9,000
Repayment for liabilities under finance lease agreement		(1,356)	(1,990)	(4,709)	(5,007)
Cash dividend payment	11	(104,499)	(164,998)	(104,499)	(164,998)
Net cash used in financing activities		(105,855)	(316,988)	(109,208)	(311,005)
Exchange rate loss on cash and cash equivalents		(277)	(271)	-	-
Net decrease in cash and cash equivalents		(166,331)	(81,468)	(155,877)	(81,183)
Cash and cash equivalents at beginning of period		341,893	595,294	320,720	587,359
Cash and cash equivalents at end of period		175,562	513,826	164,843	506,176
Supplemental disclosure for cash flows information					
Non - cash transactions :					
Recognition right-of-use asset with lease liabilities	9	3,501	5,689	7,263	5,689

2S METAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONDENSED NOTES TO INTERIM FINANCIAL INFORMATION (Unaudited but reviewed)
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024

1. BASIS OF PREPARATION

The interim consolidated and separated financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting and other financial reporting requirements issued under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2023.

An English version of these interim financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

2. ACCOUNTING POLICIES

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2023, except for the adoption of the new and amended financial reporting standards as described in Note 3.

3. NEW AND AMENDED FINANCIAL REPORTING STANDARDS AND CHANGES IN ACCOUNTING POLICIES

3.1 Amended financial reporting standards that are effective for the accounting period beginning on or after 1 January 2024 and the Group has not early adopted these standards.

- a) **Amendment to TAS 1 - Presentation of financial statements** revises the disclosure from 'significant accounting policies' to 'material accounting policies'. The amendment also provides guidelines on identifying when the accounting policy information is material. Consequently, immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information.

- b) **Amendment to TAS 8 - Accounting policies, changes in accounting estimates and errors** revises to the definition of 'accounting estimates' to clarify how companies should distinguish between changes in accounting policies and changes in accounting estimates. The distinction is important because changes in accounting estimates are applied prospectively to transactions, other events and conditions from the date of that change. Whereas changes in accounting policies are generally applied retrospectively to past transactions and other past events as well as the current period as if the new accounting policy had always been applied.
- c) **Amendment to TAS 12 - Income taxes** requires companies to recognise deferred tax related to assets and liabilities arising from a single transaction that, on initial recognition, gives rise to equal amounts of taxable and deductible temporary differences. Example transactions are leases and decommissioning obligations.

The amendment should be applied to transactions on or after the beginning of the earliest comparative period presented. In addition, entities should recognise deferred tax assets (to the extent that they can probably be utilised) and deferred tax liabilities at the beginning of the earliest comparative period for all deductible and taxable temporary differences associated with:

- right-of-use assets and lease liabilities, and
- decommissioning, restoration and similar liabilities, and the corresponding amounts recognised as part of the cost of the related assets.

The cumulative effect of this adjustment is recognized in retained earnings carried forward or in another component of equity, as appropriate.

Amended Thai Financial Reporting Standards effective for the accounting periods beginning on or after 1 January 2024 do not have material impact on the Group.

3.2 New Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

On 19 August 2022, Thai Financial Reporting Standard No.17 "Insurance Contracts" has been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after 1 January 2025 onwards.

2S METAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
CONDENSED NOTES TO INTERIM FINANCIAL INFORMATION (Unaudited but reviewed)
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2024

The Group did not early adopt this standard. The Group's management is currently assessing the impact of adoption of this standard.

4. ESTIMATES AND JUDGEMENT

When preparing the interim financial statements, management undertakes judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income, and expenses. The actual results may differ from the judgments, estimates and assumptions made by management.

The judgments, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty, are the same as those applied in the annual financial statements for the year ended 31 December 2023.

5. RELATED PARTY TRANSACTIONS

The Company has transactions with its related parties. These related parties are related through common shareholding and/or directorship or where, direct or indirect, control or significance influence exists. Thus, interim financial information reflect the effects of these transactions on the basis agreed upon between the Company and the related parties, where the basis might be different from the basis used for transactions with unrelated parties.

Related parties also include individuals having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group.

Relationships with subsidiaries are described in note 7. Other related parties that the Group had significant transactions with during the period were as follow:

Name of entities	Country of incorporation/ nationality	Nature of relationship
<i>Related parties</i>		
Nana Watsadu Furniture Co., Ltd.	Thailand	Co-shareholders
Panichsawad Co., Ltd.	Thailand	Co-related parties
United Steel Pipe Co., Ltd.	Thailand	Co-shareholders
City Metal Co., Ltd.	Thailand	Co-shareholders
Kwangfha Lohakit	Thailand	Co-shareholders
<i>Key management</i>	Thailand	Directors and managements
<i>Related person</i>	Laos	Person with close family member of a director and management of a subsidiary

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

Transactions	Pricing policies
Revenue from sales, purchase of goods, and transportation service	Agree-upon basis based on market price
Rental of assets and other service income and expenses	Mutually agreed
Interest income and expenses	As specified in agreement
Manufacturing cost	Cost plus margin
Management compensation	According to the annual general meeting of shareholder's

Significant balances with related parties as of 30 September 2024 and 31 December 2023 are as follows:

	Consolidated financial information		(Unit : Thousand Baht) Separate financial information	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
Trade and other accounts receivable				
Subsidiary companies	-	-	1,539	16,418
Related companies	4,217	2,796	4,217	2,796
Total	4,217	2,796	5,756	19,214
Deposits for purchase of goods				
Subsidiary companies	-	-	45,741	9,549
Short-term loans and interest receivable				
Subsidiary companies	-	-	68,921	69,421
Long-term loans receivable				
Subsidiary company	-	-	9,400	9,400
Total loans and interest receivable	-	-	78,321	78,821

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Significant movements in loans to subsidiary and accrued interest receivable for the nine-month period ended 30 September 2024 are as follows:

	(Unit : Thousand Baht)			
	1 January	During the period		30 September
	2024	Increase	Decrease	2024
Subsidiary companies	78,821	18,069	(18,569)	78,321

Short-term loans to subsidiaries in Thailand have been granted without collateral and bear interest at MRR per annum and are repayable on demand.

Long-term loans to the subsidiary in Thailand have been granted without collateral and bear interest at 4% per annum. The interest is payable monthly while the principal amount is due at the end of year 2026.

	(Unit : Thousand Baht)			
	Consolidated financial information		Separate financial information	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
Trade and other accounts payable				
Subsidiary companies	-	-	16,356	10,163
Related companies	2,243	13,215	2,243	13,215
Total	2,243	13,215	18,599	23,378
Long-term lease liabilities				
Subsidiary companies	-	-	57,596	69,285
Related company	1,456	2,291	1,456	2,291
Total	1,456	2,291	59,052	71,576
Employee benefits obligation				
Key management personnel				
- Post-employment benefits	16,453	15,896	13,508	13,080

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Significant transactions with related parties for the three-month and nine-month periods ended 30 September 2024 and 2023 are as follows:

	(Unit : Thousand Baht)			
	Consolidated financial information		Separate financial information	
	For the three-month period ended 30 September			
Transaction with related parties	2024	2023	2024	2023
Sales				
Related companies	93,366	171,635	93,366	171,635
Subsidiary companies	-	-	3,653	2,493
Total	93,366	171,635	97,019	174,128
Asset rental and other service income				
Related companies	9	-	9	-
Subsidiary company	-	-	95	84
Total	9	-	104	84
Interest income				
Subsidiary company	-	-	1,182	1,407
Purchase of goods and service				
Related parties	116,861	203,814	116,861	203,814
Subsidiary companies	-	-	21,051	-
Total	116,861	203,814	137,912	203,814
Manufacturing costs				
Subsidiary company	-	-	38,554	30,562
Transportation service				
Subsidiary company	-	-	17,617	19,710
Assets rental and other service expense				
Related company	300	300	300	300
Subsidiary companies	-	-	2,121	2,434
Total	300	300	2,421	2,734

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	(Unit : Thousand Baht)			
	Consolidated financial information		Separate financial information	
	For the three-month period ended 30 September			
Transaction with related parties	2024	2023	2024	2023
Key management personnel compensation				
Short-term employee benefits	6,539	6,379	4,613	4,487
Post-employment benefits	186	322	143	268
Total	6,725	6,701	4,756	4,755
	(Unit : Thousand Baht)			
	Consolidated financial information		Separate financial information	
	For the nine-month period ended 30 September			
Transaction with related parties	2024	2023	2024	2023
Sales				
Related companies	361,284	351,705	361,284	351,705
Subsidiary companies	-	-	9,982	19,972
Total	361,284	351,705	371,266	371,677
Asset rental and other service income				
Related companies	9	-	9	-
Subsidiary company	-	-	284	705
Total	9	-	293	705
Interest income				
Subsidiary company	-	-	3,893	3,337
Purchase of goods and service				
Related parties	466,363	628,547	466,363	628,547
Subsidiary companies	-	-	73,468	-
Total	466,363	628,547	539,831	628,547

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	(Unit : Thousand Baht)			
	Consolidated financial information		Separate financial information	
	For the nine-month period ended 30 September			
Transaction with related parties	2024	2023	2024	2023
Manufacturing costs				
Subsidiary company	-	-	111,320	82,954
Transportation service				
Subsidiary company	-	-	55,409	57,126
Assets rental and other service expense				
Related company	900	900	900	900
Subsidiary companies	-	-	6,871	7,300
Total	900	900	7,771	8,200
Key management personnel compensation				
Short-term employee benefits	19,434	18,910	13,670	13,279
Post-employment benefits	557	967	428	805
Total	19,991	19,877	14,098	14,084

As of 30 September 2024 and 31 December 2023, the Company's credit facilities granted by a financial institution totaling Baht 990 million has been jointly guaranteed by a subsidiary company by mortgaging land valuing Baht 6 million as a secondary guarantee.

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6. TRADE AND OTHER ACCOUNTS RECEIVABLE – NET

	Consolidated financial information		(Unit : Thousand Baht)	
			Separate financial information	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
Trade accounts receivable - general customers	396,899	335,987	394,340	331,202
Trade accounts receivable - subsidiary companies	-	-	1,539	16,418
Trade accounts receivable - related companies	4,217	2,796	4,217	2,796
Total	401,116	338,783	400,096	350,416
Other accounts receivable – general customers	5	8	-	-
Total trade and other accounts receivable	401,121	338,791	400,096	350,416

Aging analysis of the trade accounts receivable - general customers and related companies as of 30 September 2024 and 31 December 2023 are as follow:

	Consolidated financial information		(Unit : Thousand Baht)	
			Separate financial information	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
<u>Trade accounts receivable - general customers and related companies</u>				
Not yet due	358,583	285,730	356,847	283,589
Past due:				
Less than 3 months	37,609	50,957	38,337	50,002
More than 3 months – 6 months	4,895	2,099	4,895	14,679
More than 6 months – 12 months	3,643	917	3,643	3,634
Over 12 months	14,447	13,142	35,784	26,730
Total	419,177	352,845	439,506	378,634
<u>Less Allowance for expected credit losses</u>	(18,061)	(14,062)	(39,410)	(28,218)
Trade accounts receivable - general customers and related companies – net	401,116	338,783	400,096	350,416

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The movements in allowance for expected credit losses during the period are as follows:

		(Unit : Thousand Baht)
	Consolidated financial information	Separate financial information
Balance as of 1 January 2024	(14,062)	(28,218)
<u>Add</u> Allowance for expected credit losses	(5,973)	(13,166)
<u>Less</u> Reversal of allowance for expected credit losses	1,974	1,974
Balance as of 30 September 2024	(18,061)	(39,410)

7. INVESTMENTS IN SUBSIDIARIES

						(Unit : Thousand Baht)		
	Paid-up capital		Percentage of shareholding		Separate financial information			
					30 September 2024		31 December 2023	
					Investment		Investment	
	2024	2023	2024	2023	At cost	Dividend income	At cost	Dividend income
Neastern Steel Co., Ltd.	90,000	90,000	99.99	99.99	99,000	-	99,000	-
Mega Trans and Logis Co., Ltd.	30,000	30,000	99.99	99.99	30,000	-	30,000	-
Grand Steel Pipe Industry Co., Ltd.	121,970	121,970	97.11	97.11	87,770	-	87,770	-
Total					216,770	-	216,770	-

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8. PROPERTY, PLANT AND EQUIPMENT – NET

During the nine-month period ended 30 September 2024, the Company and subsidiaries have the following condensed movements in property, plant, and equipment:

		(Unit : Thousand Baht)
	Consolidated financial information	Separate financial information
Net book value as of 1 January 2024	629,332	274,968
Addition during the period	61,564	2,022
Disposal during the period	(982)	(236)
Accumulated depreciation on – disposed items	945	199
Depreciation during the period	(39,764)	(13,178)
Net book value as of 30 September 2024	651,095	263,775

As at 30 September 2024 and 31 December 2023, the Company's and subsidiary's land and construction thereon, and machinery used for manufacturing products with net book values amounting to Baht 85.15 million and Baht 47.23 million, respectively, in the consolidated financial information, and Baht 77.30 million and Baht 38.87 million, respectively, in the separate financial information, are under mortgages as collaterals for bank overdrafts, loans and other credit facilities with financial institutions.

9. RIGHTS-OF-USE ASSETS - NET

During the nine-month period ended 30 September 2024, the movement in rights-of-use assets are as follows:

		(Unit : Thousand Baht)
	Consolidated financial information	Separate financial information
Net book value as of 1 January 2024	11,793	71,402
Addition during the period	3,501	7,263
Decrease from remeasurement	-	(12,098)
Amortization during the period	(1,749)	(5,400)
Net book value as of 30 September 2024	13,545	61,167

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10. INCOME TAX

For the nine-month periods ended 30 September 2024, the interim income tax expense is accrued based on the best estimate using the weighted-average of annual income tax rate which is 34.14% per annum for the Group and 36.20% per annum for the Company.

11. DIVIDEND PAYMENT

At the Annual General Meeting for the year 2023 on 19 April 2023, the shareholders passed the resolution to propose to for approval to pay dividend from operating results of the year 2022, the Company's financial statements has retained earnings – unappropriated amount of Baht 1,150.31 million, which was considered to pay dividends at the rate of Baht 0.20 per share for 550 million common shares amounting to Baht 110 million. By the list of shareholders to receive the dividend appear on the shareholder register on 9 March 2023. The dividend was paid on 18 May 2023.

At the Board of Director Meeting No. 3/2023 on 8 August 2023, the directors passed a resolution to approve the payment of interim dividends from non-promoted income for the six-month period end 30 June 2023 of Baht 0.10 per share for 550 million common shares totaling Baht 55 million. The dividend was paid on 7 September 2023.

At the Annual General Meeting for the year 2024 held on 23 April 2024, shareholders passed a resolution to pay dividend from income from operations for the year 2023 from non-promoted business by cash dividend of Baht 0.12 per share for 550 million common shares totalling Baht 66 million. By the list of shareholders to receive the dividend appear on the shareholder register on 8 March 2024. The dividend was paid on 21 May 2024.

At the Board of Director Meeting No. 4/2024 on 14 August 2024, the directors passed a resolution to approve the payment of interim dividends from non-promoted income for the six-month period end 30 June 2024 of Baht 0.07 per share for 550 million common shares totaling Baht 38.50 million. The dividend was paid on 12 September 2024.

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12. SEGMENT REPORTING

Segment reporting for the three-month and nine-month periods ended 30 September 2024 and 2023 are as follows:

(Unit : Million Baht)

	Consolidated financial information							
	For the three-month period ended 30 September							
	Trading (Including raw material)		Manufacture and distribution of steel products		Eliminated		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
Revenues from external customers	644.77	752.98	1,072.36	991.12	-	-	1,717.13	1,744.10
Revenues from inter-segments	0.03	0.05	59.74	30.59	(59.77)	(30.64)	-	-
Total revenues	644.80	753.03	1,132.10	1,021.71	(59.77)	(30.64)	1,717.13	1,744.10
Interest income	0.68	0.83	1.20	1.12	(1.18)	(1.41)	0.70	0.54
Interest expense	(0.82)	(0.99)	(1.44)	(1.34)	1.83	2.26	(0.43)	(0.07)
Depreciation and amortization expenses	-	-	(15.76)	(15.36)	1.34	1.34	(14.42)	(14.02)
Segment net profits (loss)	(22.38)	17.48	(55.04)	16.41	6.54	0.23	(70.88)	34.12
Segment assets	763.30	967.85	1,340.15	1,313.18	-	-	2,103.45	2,281.03
Increase (Decrease) in segment non-current assets	(2.96)	1.19	(5.19)	1.61	-	-	(8.15)	2.80
Segment liabilities	65.42	121.31	114.86	164.59	-	-	180.28	285.90
At point in time	644.80	753.03	1,132.10	1,021.71	(59.77)	(30.64)	1,717.13	1,744.10
Over time	-	-	-	-	-	-	-	-
Total	644.80	753.03	1,132.10	1,021.71	(59.77)	(30.64)	1,717.13	1,744.10

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(Unit : Million Baht)

	Consolidated financial information							
	For the nine-month period ended 30 September							
	Trading (Including raw material)		Manufacture and distribution of steel products		Eliminated		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
Revenues from external customers	2,203.69	2,066.36	3,523.13	3,082.85	-	-	5,726.82	5,149.21
Revenues from inter-segments	1.28	12.38	185.42	83.93	(186.70)	(96.31)	-	-
Total revenues	2,204.97	2,078.74	3,708.55	3,166.78	(186.70)	(96.31)	5,726.82	5,149.21
Interest income	2.76	2.19	4.65	3.31	(3.89)	(3.34)	3.52	2.16
Interest expense	(2.55)	(2.44)	(4.29)	(3.71)	6.16	5.95	(0.68)	(0.20)
Depreciation and amortization expenses	-	-	(46.13)	(45.77)	4.15	4.03	(41.98)	(41.74)
Segment net profits (loss)	19.85	60.79	(12.77)	81.07	6.70	0.58	13.78	142.44
Segment assets	784.38	903.95	1,319.07	1,377.08	-	-	2,103.45	2,281.03
Increase (Decrease) in segment non-current assets	8.77	(0.71)	14.74	(1.09)	-	-	23.51	(1.80)
Segment liabilities	67.22	113.30	113.06	172.60	-	-	180.28	285.90
At point in time	2,204.97	2,078.74	3,708.55	3,166.78	(186.70)	(96.31)	5,726.82	5,149.21
Over time	-	-	-	-	-	-	-	-
Total	2,204.97	2,078.74	3,708.55	3,166.78	(186.70)	(96.31)	5,726.82	5,149.21

The Group discloses the revenue disaggregating by primary geographical area as follows:

(Unit : Million Baht)

	Consolidated financial information							
	For the three-month periods ended 30 September							
	Trading (Include raw materials)		Manufacture and distribution of steel products		Eliminated		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
Local	644.68	752.44	1,087.98	983.05	(38.68)	(30.64)	1,693.98	1,704.84
Lao People's Democratic Republic	0.12	0.59	44.12	38.66	(21.09)	-	23.15	39.26
Total	644.80	753.03	1,132.10	1,021.71	(59.77)	(30.64)	1,717.13	1,744.10

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(Unit : Million Baht)

	Consolidated financial information							
	For the nine-month periods ended 30 September							
	Trading (Include raw materials)		Manufacture and distribution of steel products		Eliminated		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
Local	2,204.66	2,074.96	3,519.56	3,060.84	(133.07)	(96.31)	5,611.15	5,039.49
Lao People's Democratic Republic	0.31	3.78	188.99	105.94	(73.63)	-	115.67	109.72
Total	<u>2,204.97</u>	<u>2,078.74</u>	<u>3,708.55</u>	<u>3,166.78</u>	<u>(186.70)</u>	<u>(96.31)</u>	<u>5,726.82</u>	<u>5,149.21</u>

13. COMMITMENTS AND CONTINGENT LIABILITIES

As of 30 September 2024, the Company has no changes in significant commitments and contingent liabilities that had changed from 31 December 2023, except the following:

13.1 The Company has purchase orders for raw materials and finished goods which products have not yet been received for Baht 50.32 million and Baht 76.00 million, respectively, in the consolidated and separate financial information.

13.2 The letter of guarantee and credit facilities of the Company and subsidiary are as follows:

(Unit : Million Baht)

	Currency	Consolidated financial information					
		30 September 2024			31 December 2023		
		Total	Utilised	Remained	Total	Utilised	Remained
Letters of guarantee	Baht	1.56	1.56	-	1.56	1.56	-
Bank overdrafts	Baht	15.00	-	15.00	15.00	-	15.00
Promissory note and trust receipt agreement	Baht	990.00	190.97	799.03	690.00	321.01	368.99

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(Unit : Million Baht)

		Separate financial information					
		30 September 2024			31 December 2023		
	Currency	Total	Utilised	Remained	Total	Utilised	Remained
Bank overdrafts	Baht	10.00	-	10.00	10.00	-	10.00
Promissory note and trust receipt agreement	Baht	990.00	190.97	799.03	690.00	321.01	368.99

The above obligations are collateralized by same assets as for the credit facilities received from the financial institution as mentioned in Note 8.

14. AUTHORISATION OF FINANCIAL INFORMATION

The interim consolidated and separate financial information were authorized for issue by the Board of Directors on 12 November 2024.