Sri Trang Gloves (Thailand) Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month and six-month periods ended
30 June 2021

Independent Auditor's Report on Review of Interim Financial Information
To the Shareholders of Sri Trang Gloves (Thailand) Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries as at 30 June 2021, the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, and the related consolidated statements of changes in shareholders' equity, and cash flows for the six-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Sri Trang Gloves (Thailand) Public Company Limited for the same periods (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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 Standard 34 *Interim Financial Reporting*.

Supachai Phanyawattano
Certified Public Accountant (Thailand) No. 3930

EY Office Limited
Bangkok: 10 August 2021

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2021 (Unaudited but reviewed)	31 December 2020 (Restated)	30 June 2021 (Unaudited but reviewed)	31 December 2020 (Audited)
Assets					
Current assets					
Cash and cash equivalents		25,394,981,759	24,273,985,526	25,070,965,286	23,049,358,311
Trade and other receivables	*4*	6,748,039,797	5,234,483,987	6,663,187,531	5,571,773,099
Inventories	*5*	5,063,863,868	3,266,357,791	3,106,577,669	2,124,389,782
Derivative financial instruments	*6*	-	39,554,629	-	39,554,629
Other current assets	*7*	693,973,593	980,759,204	458,099,641	969,254,212
Total current assets		37,900,859,017	33,795,141,137	35,298,830,127	31,754,330,033
Non-current assets					
Investments in subsidiaries	*1.2, 1.3*	-	-	1,697,487,831	430,487,831
Property, plant and equipment	*8*	13,644,725,998	9,736,817,416	15,075,994,077	9,520,664,880
Right-of-use assets		77,491,765	36,537,414	24,650,689	17,225,778
Intangible assets - computer software	*9*	156,564,219	105,949,210	151,026,424	98,874,281
Goodwill		220,884,790	220,884,790	220,884,790	220,884,790
Withholding tax deducted at source		72,039,865	69,292,748	-	-
Advance payments for fixed assets		-	164,650,257	-	175,087,017
Deferred tax assets		421,095,175	104,232,530	-	-
Other non-current assets		11,023,767	2,393,946	929,232	155,791
Total non-current assets		14,603,825,579	10,440,758,311	17,170,973,043	10,463,380,368
Total assets		52,504,684,596	44,235,899,448	52,469,803,170	42,217,710,401

The accompanying notes are an integral part of the interim financial statements.

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2021 (Unaudited but reviewed)	31 December 2020 (Restated)	30 June 2021 (Unaudited but reviewed)	31 December 2020 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	*10*	3,369,441,707	3,614,497,086	3,125,137,200	3,259,625,660
Short-term borrowings from financial institutions	*11*	-	280,000,000	-	-
Current portions of:					
- Long-term borrowings from financial institutions	*11*	1,063,229,605	774,216,364	1,063,229,605	774,216,364
- Lease liabilities	*11*	26,205,549	16,759,568	8,976,881	5,815,002
Income tax payable		1,861,251,528	1,360,396,664	1,801,716,841	1,196,334,631
Derivative financial instruments	*6*	259,001,932	45,960,950	259,001,932	45,960,950
Other current liabilities		19,693,101	57,720,094	14,094,594	19,131,918
Total current liabilities		6,598,823,422	6,149,550,726	6,272,157,053	5,301,084,525
Non-current liabilities					
Non-current portions of:					
- Long-term borrowings from financial institutions	*11*	6,976,916,900	5,525,490,314	6,976,916,900	5,525,490,314
- Lease liabilities	*11*	42,005,163	15,319,385	11,687,704	6,588,673
Derivative financial instruments	*6*	32,358,644	44,471,537	32,358,644	44,471,537
Provision for retirement benefit obligations		168,381,520	160,031,520	126,464,649	119,969,130
Deferred tax liabilities		73,687,304	80,615,512	39,520,683	68,044,138
Total non-current liabilities		7,293,349,531	5,825,928,268	7,186,948,580	5,764,563,792
Total liabilities		13,892,172,953	11,975,478,994	13,459,105,633	11,065,648,317

The accompanying notes are an integral part of the interim financial statements.

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2021 (Unaudited but reviewed)	31 December 2020 (Restated)	30 June 2021 (Unaudited but reviewed)	31 December 2020 (Audited)
Shareholders' equity					
Share capital					
Registered					
2,869,560,000 ordinary shares of Baht 0.5 each		1,434,780,000	1,434,780,000	1,434,780,000	1,434,780,000
Issued and fully paid					
2,857,560,000 ordinary shares of Baht 0.5 each		1,428,780,000	1,428,780,000	1,428,780,000	1,428,780,000
Premium on ordinary shares		14,243,224,859	14,243,224,859	14,243,224,859	14,243,224,859
Share-based payment reserve		15,682,894	8,153,441	15,682,894	8,153,441
Surplus from the amalgamation		483,694,988	483,694,988	483,694,988	483,694,988
Deficit from business combination under common control	*1.2*	(787,230,800)	(143,211,674)	-	-
Retained earnings					
Appropriated - statutory reserve		143,478,000	143,478,000	143,478,000	143,478,000
Unappropriated		22,580,436,730	15,239,044,923	22,402,169,679	14,551,958,444
Other components of shareholders' equity					
Surplus on revaluation of assets					
- net of income tax		405,820,151	328,349,582	319,554,033	328,349,582
Exchange differences on translation of					
financial statements in foreign currencies		124,511,737	1,559,573	-	-
Cash flow hedge reserve - net of income tax		(25,886,916)	(35,577,230)	(25,886,916)	(35,577,230)
Equity attributable to owners of the Company		38,612,511,643	31,697,496,462	39,010,697,537	31,152,062,084
Former shareholders before the restructuring	*1.2*	-	562,923,992	-	-
Total shareholders' equity		38,612,511,643	32,260,420,454	39,010,697,537	31,152,062,084
Total liabilities and shareholders' equity		52,504,684,596	44,235,899,448	52,469,803,170	42,217,710,401

The accompanying notes are an integral part of the interim financial statements.

Directors

(Unaudited but reviewed)

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2021	2020	2021	2020
			(Restated)		
Profit or loss:					
Revenues from sales of goods and services		12,967,687,416	4,899,661,492	13,314,835,496	4,737,566,920
Cost of sales and services		(4,317,244,810)	(3,467,781,387)	(4,181,724,321)	(3,466,986,628)
Gross profit		8,650,442,606	1,431,880,105	9,133,111,175	1,270,580,292
Other income		39,879,217	27,744,981	39,250,599	28,696,481
Selling and distribution expenses		(243,272,877)	(132,545,431)	(200,233,401)	(103,326,849)
Administrative expenses		(228,584,234)	(116,663,941)	(183,777,600)	(84,183,151)
Gain (loss) on exchange rates		133,808,256	(76,716,525)	119,214,043	(75,860,127)
Other gain (loss)	*13*	(215,745,222)	85,674,513	(215,696,704)	85,623,038
Operating profit		8,136,527,746	1,219,373,702	8,691,868,112	1,121,529,684
Finance income		28,355,598	1,295,288	26,381,295	597,224
Finance cost		(31,459,926)	(38,570,149)	(30,886,480)	(37,556,698)
Profit before income tax		8,133,423,418	1,182,098,841	8,687,362,927	1,084,570,210
Income tax	*14*	(853,323,312)	(127,746,423)	(990,439,845)	(104,231,006)
Profit for the period		7,280,100,106	1,054,352,418	7,696,923,082	980,339,204
Other comprehensive income:					
Other comprehensive income to be reclassified					
to profit or loss in subsequent periods					
Exchange differences on translation of financial statements					
in foreign currencies		56,709,668	(14,681,121)	-	-
Gain (loss) on cash flow hedges - net of income tax		991,111	(7,534,348)	991,111	(7,534,348)
Other comprehensive income to be reclassified to					
profit or loss in subsequent periods - net of income tax		57,700,779	(22,215,469)	991,111	(7,534,348)
Other comprehensive income for the period		57,700,779	(22,215,469)	991,111	(7,534,348)
Total comprehensive income for the period		**7,337,800,885**	**1,032,136,949**	**7,697,914,193**	**972,804,856**

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the three-month period ended 30 June 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2021	2020	2021	2020
			(Restated)		
Profit (loss) attributable to:					
Equity holders of the Company		7,280,100,106	1,056,767,798	7,696,923,082	980,339,204
Former shareholders before the restructuring		-	(2,415,380)		
		7,280,100,106	1,054,352,418		
Total comprehensive income attributable to:					
Equity holders of the Company		7,337,800,885	1,034,552,329	7,697,914,193	972,804,856
Former shareholders before the restructuring		-	(2,415,380)		
		7,337,800,885	1,032,136,949		
Earnings per share	*15*				
Basic earnings per share					
Profit attributable to equity holders of the Company		2.55	0.53	2.69	0.49
Diluted earnings per share					
Profit attributable to equity holders of the Company		2.55	0.53	2.69	0.49

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2021	2020	2021	2020
			(Restated)		
Profit or loss:					
Revenues from sales of goods and services		28,401,358,229	8,674,890,386	29,391,202,573	8,378,314,231
Cost of sales and services		(8,330,421,744)	(6,512,045,179)	(8,799,655,285)	(6,482,044,172)
Gross profit		20,070,936,485	2,162,845,207	20,591,547,288	1,896,270,059
Other income		82,747,584	45,559,947	80,356,933	47,237,876
Selling and distribution expenses		(478,667,039)	(257,515,356)	(400,120,133)	(201,620,572)
Administrative expenses	*12*	(440,738,791)	(219,081,389)	(347,514,475)	(150,200,417)
Gain on exchange rates		406,864,262	32,331,885	402,747,499	40,818,115
Other loss	*13*	(706,924,409)	(45,660,607)	(707,647,848)	(45,734,954)
Operating profit		18,934,218,092	1,718,479,687	19,619,369,264	1,586,770,107
Finance income		51,652,493	1,463,242	49,057,509	620,546
Finance cost		(63,686,439)	(77,565,772)	(61,850,302)	(73,914,786)
Profit before income tax		18,922,184,146	1,642,377,157	19,606,576,471	1,513,475,867
Income tax	*14*	(1,590,514,668)	(159,391,472)	(1,765,410,565)	(128,223,376)
Profit for the period		17,331,669,478	1,482,985,685	17,841,165,906	1,385,252,491
Other comprehensive income:					
Other comprehensive income to be reclassified					
to profit or loss in subsequent periods					
Exchange differences on translation of financial statements					
in foreign currencies		122,952,164	(8,471,212)	-	-
Gain (loss) on cash flow hedges - net of income tax		9,690,314	(9,589,482)	9,690,314	(9,589,482)
Other comprehensive income to be reclassified to					
profit or loss in subsequent periods - net of income tax		132,642,478	(18,060,694)	9,690,314	(9,589,482)
Other comprehensive income for the period		132,642,478	(18,060,694)	9,690,314	(9,589,482)
Total comprehensive income for the period		**17,464,311,956**	**1,464,924,991**	**17,850,856,220**	**1,375,663,009**

The accompanying notes are an integral part of the interim financial statements.

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the six-month period ended 30 June 2021

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2021	2020	2021	2020
			(Restated)		
Profit attributable to:					
Equity holders of the Company		17,331,669,478	1,478,660,939	17,841,165,906	1,385,252,491
Former shareholders before the restructuring		-	4,324,746		
		17,331,669,478	1,482,985,685		
Total comprehensive income attributable to:					
Equity holders of the Company		17,464,311,956	1,460,600,245	17,850,856,220	1,375,663,009
Former shareholders before the restructuring		-	4,324,746		
		17,464,311,956	1,464,924,991		
Earnings per share	*15*				
Basic earnings per share					
Profit attributable to equity holders of the Company		6.07	0.74	6.24	0.70
Diluted earnings per share					
Profit attributable to equity holders of the Company		6.06	0.74	6.24	0.70

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2021

(Unit: Baht)

	Consolidated financial statements														
	Attributable to the equity holders of the Company														
								Other components of shareholders' equity							
								Other comprehensive income							
									Exchange						
					Deficit	Retained earnings		Surplus on	differences on		Total other	Total equity			
	Issued and paid-up share capital	Premium on ordinary shares	Share-based payment reserve	Surplus from the amalgamation	from business combination under common control	Appropriated - statutory reserve	Unappropriated	revaluation of assets - net of income tax	translation of financial statements in foreign currencies	Cash flow hedge reserve - net of income tax	components of shareholders' equity	attributable to the equity holders of the Company	Former interests before restructuring of the subsidiary	Total shareholders' equity
Balance as at 1 January 2020 - as previously reported	990,000,000	-	-	483,694,988	(143,211,674)	64,769,469	2,692,609,826	344,973,640	(2,303,671)	(28,505,093)	314,164,876	4,402,027,485	-	4,402,027,485
Effects of business combinations under common control (Note 1.2)	-	-	-	-	-	-	-	-	-	-	-	-	809,491,052	809,491,052
Balance as at 1 January 2020 - as restated	990,000,000	-	-	483,694,988	(143,211,674)	64,769,469	2,692,609,826	344,973,640	(2,303,671)	(28,505,093)	314,164,876	4,402,027,485	809,491,052	5,211,518,537
Profit for the period - restated (Note 1.2)	-	-	-	-	-	-	1,478,660,939	-	-	-	-	1,478,660,939	4,324,746	1,482,985,685
Other comprehensive income for the period	-	-	-	-	-	-	-	-	(8,471,212)	(9,589,482)	(18,060,694)	(18,060,694)	-	(18,060,694)
Total comprehensive income for the period - restated (Note 1.2)	-	-	-	-	-	-	1,478,660,939	-	(8,471,212)	(9,589,482)	(18,060,694)	1,460,600,245	4,324,746	1,464,924,991
Amortisation on asset revaluation	-	-	-	-	-	-	8,699,494	(8,699,494)	-	-	(8,699,494)	-	-	-
Share-based payment	-	-	14,472,487	-	-	-	-	-	-	-	-	14,472,487	-	14,472,487
Issuance of additional ordinary shares	438,780,000	14,229,624,859	-	-	-	-	-	-	-	-	-	14,668,404,859	-	14,668,404,859
Transfer share-based payment reserve to premium on ordinary shares	-	13,600,000	(13,600,000)	-	-	-	-	-	-	-	-	-	-	-
Dividend paid of the subsidiary before restructuring	-	-	-	-	-	-	-	-	-	-	-	-	(260,000,000)	(260,000,000)
Balance as at 30 June 2020 - restated	1,428,780,000	14,243,224,859	872,487	483,694,988	(143,211,674)	64,769,469	4,179,970,259	336,274,146	(10,774,883)	(38,094,575)	287,404,688	20,545,505,076	553,815,798	21,099,320,874
Balance as at 1 January 2021 - as previously reported	1,428,780,000	14,243,224,859	8,153,441	483,694,988	(143,211,674)	143,478,000	15,239,044,923	328,349,582	1,559,573	(35,577,230)	294,331,925	31,697,496,462	-	31,697,496,462
Effects of business combinations under common control (Note 1.2)	-	-	-	-	-	-	-	-	-	-	-	-	562,923,992	562,923,992
Balance as at 1 January 2021 - as restated	1,428,780,000	14,243,224,859	8,153,441	483,694,988	(143,211,674)	143,478,000	15,239,044,923	328,349,582	1,559,573	(35,577,230)	294,331,925	31,697,496,462	562,923,992	32,260,420,454
Profit for the period	-	-	-	-	-	-	17,331,669,478	-	-	-	-	17,331,669,478	-	17,331,669,478
Other comprehensive income for the period	-	-	-	-	-	-	-	-	122,952,164	9,690,314	132,642,478	132,642,478	-	132,642,478
Total comprehensive income for the period	-	-	-	-	-	-	17,331,669,478	-	122,952,164	9,690,314	132,642,478	17,464,311,956	-	17,464,311,956
Amortisation on asset revaluation	-	-	-	-	-	-	9,472,549	(9,472,549)	-	-	(9,472,549)	-	-	-
Business combination under common control (Note 1.2)	-	-	-	-	(644,019,126)	-	-	86,943,118	-	-	86,943,118	(557,076,008)	(562,923,992)	(1,120,000,000)
Share-based payment	-	-	7,529,453	-	-	-	-	-	-	-	-	7,529,453	-	7,529,453
Dividend paid (Note 17)	-	-	-	-	-	-	(9,999,750,220)	-	-	-	-	(9,999,750,220)	-	(9,999,750,220)
Balance as at 30 June 2021	1,428,780,000	14,243,224,859	15,682,894	483,694,988	(787,230,800)	143,478,000	22,580,436,730	405,820,151	124,511,737	(25,886,916)	504,444,972	38,612,511,643	-	38,612,511,643

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2021

(Unit: Baht)

	Separate financial statements									
							Other components of shareholders' equity			
							Other comprehensive income			
					Retained earnings					
	Issued and paid-up share capital	Premium on ordinary shares	Share-based payment reserve	Surplus from the amalgamation	Appropriated - statutory reserve	Unappropriated	Surplus on revaluation of assets - net of income tax	Cash flow hedge reserve - net of income tax	Total other components of shareholders' equity	Total shareholders' equity
Balance as at 1 January 2020	990,000,000	-	-	483,694,988	64,769,469	2,722,735,081	344,973,640	(28,505,093)	316,468,547	4,577,668,085
Profit for the period	-	-	-	-	-	1,385,252,491	-	-	-	1,385,252,491
Other comprehensive income for the period	-	-	-	-	-	-	-	(9,589,482)	(9,589,482)	(9,589,482)
Total comprehensive income for the period	-	-	-	-	-	1,385,252,491	-	(9,589,482)	(9,589,482)	1,375,663,009
Amortisation on assets revaluation	-	-	-	-	-	8,699,494	(8,699,494)	-	(8,699,494)	-
Share-based payments	-	-	14,472,487	-	-	-	-	-	-	14,472,487
Issuance of additional ordinary shares	438,780,000	14,229,624,859	-	-	-	-	-	-	-	14,668,404,859
Transfer share-based payment reserve to premium on ordinary shares	-	13,600,000	(13,600,000)	-	-	-	-	-	-	-
Balance as at 30 June 2020	1,428,780,000	14,243,224,859	872,487	483,694,988	64,769,469	4,116,687,066	336,274,146	(38,094,575)	298,179,571	20,636,208,440
Balance as at 1 January 2021	1,428,780,000	14,243,224,859	8,153,441	483,694,988	143,478,000	14,551,958,444	328,349,582	(35,577,230)	292,772,352	31,152,062,084
Profit for the period	-	-	-	-	-	17,841,165,906	-	-	-	17,841,165,906
Other comprehensive income for the period	-	-	-	-	-	-	-	9,690,314	9,690,314	9,690,314
Total comprehensive income for the period	-	-	-	-	-	17,841,165,906	-	9,690,314	9,690,314	17,850,856,220
Amortisation on assets revaluation	-	-	-	-	-	8,795,549	(8,795,549)	-	(8,795,549)	-
Share-based payments	-	-	7,529,453	-	-	-	-	-	-	7,529,453
Dividend paid (Note 17)	-	-	-	-	-	(9,999,750,220)	-	-	-	(9,999,750,220)
Balance as at 30 June 2021	1,428,780,000	14,243,224,859	15,682,894	483,694,988	143,478,000	22,402,169,679	319,554,033	(25,886,916)	293,667,117	39,010,697,537

The accompanying notes are an integral part of the interim financial statements.

(Unaudited but reviewed)

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Cash flow statement

For the six-month period ended 30 June 2021

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
		(Restated)		
Cash flows from operating activities				
Profit before income tax	18,922,184,146	1,642,377,157.00	19,606,576,471	1,513,475,867
Adjustments to reconcile profit before tax to				
net cash provided by (paid from) operating activities				
Unrealised (gain) loss on exchange rates	(137,511,688)	36,347,712.00	(140,945,955)	32,968,540
Unrealised loss on revaluation of derivative financial instruments	252,595,611	10,364,994.00	252,595,611	10,364,994
Share-based payment expense	7,529,453	14,472,487.00	7,529,453	14,472,487
Expected credit losses	1,933,244	2,082,120.00	1,672,820	3,045,151
Reduction of inventory to net realisable value (reversal)	7,145,918	(44,344,930.00)	6,997,899	(40,697,108)
Expenses for retirement benefit obligations	8,170,468	6,970,967.00	6,625,519	5,516,759
Depreciation	595,103,853	499,725,062.00	575,587,371	486,065,003
Amortisation - intangible assets	2,338,149	2,861,738.00	755,060	866,757
Finance income	(51,652,493)	(1,463,242.00)	(49,057,509)	(620,546)
Finance cost	63,686,439	77,565,772.00	61,850,302	73,914,786
Written-off assets under construction from fire incident	47,946,041	-	47,946,041	-
Loss on disposal and write-off of machinery				
and equipment, right-of-use assets and intangible assets	5,174,482	5,502,005.00	5,913,505	5,576,352
Profit from operating activities before changes in				
operating assets and liabilities	19,724,643,623	2,252,461,842	20,384,046,588	2,104,949,042
Operating assets (increase) decrease				
Trade and other receivables	(1,353,137,553)	(260,670,370)	(932,658,550)	(536,793,569)
Inventories	(1,804,651,995)	111,930,995	(989,185,786)	74,550,610
Other current assets	369,338,525	(118,037,211)	508,261,477	(118,237,012)
Other non-current assets	(9,754,500)	(563,454)	(773,441)	(181,900)
Operating liabilities increase (decrease)				
Trade and other payables	(530,914,221)	766,091,279	(390,671,264)	706,956,542
Other current liabilities	(38,057,708)	7,958,658	(5,037,324)	(6,958,526)
Provision for retirement benefit obligations	(130,000)	-	(130,000)	-
Cash flows provided by operating activities	16,357,336,171	2,759,171,739	18,573,851,700	2,224,285,187
Cash received from interest income	53,330,059	1,488,036	50,735,075	645,340
Cash paid for interest expenses	(103,457,406)	(117,624,629)	(101,622,866)	(113,985,384)
Cash received from returning of corporate income tax	-	8,056,798	-	-
Cash paid for income tax	(1,527,899,191)	(21,636,783)	(1,188,081,295)	(141,809)
Net cash flows provided by operating activities	14,779,309,633	2,629,455,161	17,334,882,614	2,110,803,334

The accompanying notes are an integral part of the interim financial statements.

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the six-month period ended 30 June 2021

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
		(Restated)		
Cash flows from investing activities				
Cash paid for investment in subsidiary	(1,249,686,093)	-	(1,267,000,000)	(205,075,000)
Cash received from disposal of machinery and equipment	1,949,259	2,433,449	1,170,681	2,251,967
Cash paid for purchases of property, plant and equipment and intangible assets	(3,979,932,942)	(650,417,074)	(5,782,912,057)	(615,605,780)
Net cash flows used in investing activities	(5,227,669,776)	(647,983,625)	(7,048,741,376)	(818,428,813)
Cash flows from financing activities				
Decrease in short-term borrowings from financial institutions	(280,000,000)	(211,823,875)	-	-
Proceeds from long-term borrowings	2,093,000,000	-	2,093,000,000	-
Repayments of long-term borrowings	(353,000,000)	(2,555,000,000)	(353,000,000)	(2,555,000,000)
Repayments of lease liabilities	(22,447,649)	(9,710,003)	(4,784,043)	(4,858,705)
Proceeds from increase in ordinary shares	-	14,609,276,074	-	14,609,276,074
Dividend paid	(9,999,750,220)	-	(9,999,750,220)	-
Dividend paid of the subsidiary before restructuring	-	(260,000,000)	-	-
Net cash flows provided by (used in) financing activities	(8,562,197,869)	11,572,742,196	(8,264,534,263)	12,049,417,369
Increase (decrease) in translation adjustments	131,554,245	(1,695,716)	-	-
Net increase in cash and cash equivalents	1,120,996,233	13,552,518,016	2,021,606,975	13,341,791,890
Cash and cash equivalents at beginning of period	24,273,985,526	843,077,330	23,049,358,311	557,163,099
Cash and cash equivalents at end of period	25,394,981,759	14,395,595,346	25,070,965,286	13,898,954,989
Supplemental cash flows information				
Non-cash transactions:				
Increase in payables from purchases of assets	184,392,434	-	181,484,649	-
Increase in retention	77,081,482	2,977,839	54,022,530	2,977,839
Purchases of assets by entering into lease agreements	55,615,116	2,229,710	13,044,953	2,229,710
Transfer of advance payments for fixed assets to assets under construction and machinery	164,650,257	-	175,087,017	-

The accompanying notes are an integral part of the interim financial statements.

Sri Trang Gloves (Thailand) Public Company Limited and its subsidiaries
Notes to interim consolidated financial statements
For the three-month and six-month periods ended 30 June 2021

1. General information

1.1 Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

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 circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

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 interim financial statements in Thai language.

1.2 Business combination under common control

Premier System Engineering Co., Ltd.

On 7 January 2021, the Company acquired ordinary shares of Premier System Engineering Co., Ltd. (“PSE”) 83.9992 percent from Sri Trang Agro-Industry Public Company Limited (“parent company”) and 16.0000 percent from Rubberland Products Co., Ltd. (a subsidiary of the parent company), in accordance with a resolution of the Extraordinary General Meeting of Shareholders of the Company No. 1/2020, for a total of Baht 1,120 million (in comparison with the price in report of independent professional financial advisor). The Company recorded the difference of Baht 644 million between the cost of business combination under common control and the net book value of the subsidiary as “Deficit from business combination under common control” and presented it under shareholders' equity.

As at 7 January 2021 (acquisition date), the book value of the net assets acquired and the impact on the consolidated financial statements were as follows:

	(Unit: Thousand Baht) Consolidated financial statements
Cash and cash equivalents	85,231
Trade and other receivables	327,520
Inventories	232,769
Other current assets	11,505
Property, plant and equipment	215,405
Right-of-use assets	3,432
Intangible assets - computer software	6,423
Withholding tax deducted at source	69,293
Other non-current assets	(9,089)
Trade and other payables	(41,051)
Short-term borrowings from financial institutions	(280,000)
Current portions of - lease liabilities	(829)
Other current liabilities	(2,415)
Non-current portions of - lease liabilities	(2,637)
Provision for retirement benefit obligations	(40,062)
Deferred tax liabilities	(12,571)
Total	**562,924**
Deduct: surplus on revaluation of assets - net of income tax	(86,943)
Total net acquired assets	**475,981**
Deduct: cost of business combination	(1,120,000)
Deficit from business combination under common control	**(644,019)**

Because the subsidiary acquired was under the common control of the parent company before and after the acquisition, the Group has restated the consolidated financial statements presented for comparative purposes, as if the subsidiary had operated under the Group before 1 January 2020, even though the legal relationships between companies under the Group and the acquisition of the subsidiary occurred afterward.

The consolidated statement of financial position as at 31 December 2020, the related consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2020 and cash flows for the six-month period ended 30 June 2020 were adjusted to reflect the above transactions. The amounts of the adjustments affecting the restated consolidated financial statements are summarised below:

(Unit: Thousand Baht)

Consolidated statement of financial position	As at 31 December 2020		
	Effect from the business combination under common control	Effect from elimination of transactions in the consolidated financial statements	Total adjustments affecting the restated consolidated financial statements increase (decrease)
Cash and cash equivalents	85,231	-	85,231
Trade and other receivables	470,944	(143,424)	327,520
Inventories	184,776	47,993	232,769
Other current assets	11,505	-	11,505
Property, plant and equipment	253,183	(37,778)	215,405
Right-of-use assets	3,432	-	3,432
Intangible assets - computer software	6,423	-	6,423
Withholding tax deducted at source	69,293	-	69,293
Advance payments for fixed assets	-	(10,437)	(10,437)
Other non-current assets	1,348	-	1,348
Total assets	1,086,135	(143,646)	942,489
Trade and other payables	181,277	(140,226)	41,051
Short-term borrowings from financial institutions	280,000	-	280,000
Current portions of - lease liabilities	829	-	829
Other current liabilities	2,415	-	2,415
Non-current portions of - lease liabilities	2,637	-	2,637
Provision for retirement benefit obligations	40,062	-	40,062
Deferred tax liabilities	12,571	-	12,571
Total liabilities	519,791	(140,226)	379,565
Former shareholders before the restructuring	566,344	(3,420)	562,924
Total shareholders' equity	566,344	(3,420)	562,924
Total liabilities and shareholders' equity	1,086,135	(143,646)	942,489

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated statement of comprehensive income	For the three-month period ended 30 June 2020		
	Effect from the business combination under common control	Effect from elimination of transactions in the consolidated financial statements	Total adjustments affecting the restated consolidated financial statements increase (decrease)
Revenues from sales of goods and services	223,658	(180,777)	42,881
Gross profit	14,351	25	14,376
Income tax	698	-	698
Loss for the period	(2,440)	25	(2,415)
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	(2,440)	25	(2,415)
Loss attributable to:			
Former shareholders before the restructuring	(2,440)	25	(2,415)
Total comprehensive income attributable to:			
Former shareholders before the restructuring	(2,440)	25	(2,415)

(Unit: Thousand Baht)

Consolidated statement of comprehensive income	For the six-month period ended 30 June 2020		
	Effect from the business combination under common control	Effect from elimination of transactions in the consolidated financial statements	Total adjustments affecting the restated consolidated financial statements increase (decrease)
Revenues from sales of goods and services	469,783	(412,230)	57,553
Gross profit	37,232	1,479	38,711
Income tax	(665)	-	(665)
Profit for the period	2,846	1,479	4,325
Other comprehensive income for the period	-	-	-
Total comprehensive income for the period	2,846	1,479	4,325

(Unit: Thousand Baht)

Consolidated statement of comprehensive income	For the six-month period ended 30 June 2020		
	Effect from the business combination under common control	Effect from elimination of transactions in the consolidated financial statements	Total adjustments affecting the restated consolidated financial statements increase (decrease)
Profit attributable to:			
Former shareholders before the restructuring	2,846	1,479	4,325
Total comprehensive income attributable to:			
Former shareholders before the restructuring	2,846	1,479	4,325

(Unit: Thousand Baht)

Consolidated statement of cash flows	For the six-month period ended 30 June 2020		
	Effect from the business combination under common control	Effect from elimination of transactions in the consolidated financial statements	Total adjustments affecting the restated consolidated financial statements increase (decrease)
Net cash flows provided by operating activities	37,620	15,436	53,056
Net cash flows used in investing activities	(18,919)	(15,436)	(34,355)
Net cash flows used in financing activities	(260,623)	-	(260,623)
Net Increase in cash and cash equivalents	(241,922)	-	(241,922)

1.3 Asset acquisition under common control

Sadao P.S. Rubber Co., Ltd.

On 7 January 2021, the Company acquired ordinary shares of Sadao P.S. Rubber Co., Ltd. ("PS") 99.9985 percent from parent company, in accordance with a resolution of the Extraordinary General Meeting of Shareholders of the Company No. 1/2020, for a total of Baht 147 million (in comparison with a report of the independent professional appraiser).

As a result, the status of PS became a subsidiary of the Company and it had to be included in the consolidated financial statements on 7 January 2021, which was the date on which the Company assumed control.

However, PS ceased its operations before the acquisition date. Management of the Company determined that the acquisition of the investment in the subsidiary was an asset acquisition. The Company therefore recorded the difference between the purchase price of PS shares (Baht 147,000,000) and the carrying value of the Company's proportionate share of the identifiable net assets of PS (Baht 147,003,614), amounting to approximately Baht 3,614 as a part of property, plant and equipment.

The carrying values (after adjustments) of the identifiable assets acquired and liabilities assumed of PS at the acquisition date were summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements
Cash and cash equivalents	17,314
Trade and other receivables	1,910
Other current assets	1,128
Property, plant and equipment (Note 8)	147,301
Withholding tax deducted at source	1,623
Trade and other payables	(261)
Other current liabilities	(31)
Provision for retirement benefit obligations	(310)
Deferred tax liabilities	(21,674)
Total net acquired assets	147,000
Cash paid for investment in subsidiary	147,000
Less: cash and cash equivalents of subsidiary	(17,314)
Net cash paid for investment in subsidiary	129,686

1.4 Basis of interim consolidated financial statements

For reporting purposes, the Company and its subsidiaries are referred to as "the Group".

The interim consolidated financial statements included the financial statements of Sri Trang Gloves Public Company Limited ("the Company") and its subsidiaries ("the subsidiaries") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2020, except for the addition of investments in subsidiaries as discussed in Notes 1.2 and 1.3 to the interim consolidated financial statements.

1.5 New financial reporting standards

a) Financial reporting standards that became effective in the current period

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

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

However, the Group has applied the temporary exemptions from applying specific hedge accounting requirements in accordance with TFRS 9 Financial Instruments and TFRS 7 Disclosure of Financial Instruments, which apply to all hedging relationships directly affected by interest rate benchmark reform. Consequently, the Group can continue to apply hedge accounting for those hedging relationships in the period when there is uncertainty about the timing or the amount of interest rate benchmark-based cash flows of the hedged item or of the hedging instrument.

The adoption of these temporary exemptions does not have any significant impact on the Group's financial statements.

b) Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2022

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2022. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and, for some standards, providing temporary reliefs or temporary exemptions for users.

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

2. Significant accounting policies

The interim consolidated 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 31 December 2020. However, there are additional accounting policies due to the acquisition of an investment in a subsidiary as described in Note 1.2 to the interim consolidated financial statements as follows:

Rendering of services

Service revenue is recognised over time when services have been rendered taking into account the stage of completion, measuring based on information provided by the Group's engineers or project managers.

The recognised revenue which is not yet due per the contacts has been presented as "Unbilled receivables" under caption of trade and other receivables in the statement of financial position. The amounts recognised as unbilled receivables are reclassified to trade receivables when the Group's right to consideration is unconditional such as upon completion of services and acceptance by the customer.

The obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer is presented as "Advance received from customers" under the caption of trade and other payables in the statement of financial position. Advance received from customers is recognised as revenue when the Group performs under the contract.

3. Related party transactions

During the periods, the Group had significant business transactions with related parties. 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 Group and those related parties.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020
Transactions with parent company				
Sales of goods	15,178	375,815	14,527	375,069
Service income	100	33,096	-	-
Purchases of goods	1,008,667	677,835	1,008,667	677,835
Other income	1,443	2,913	837	1,538
Rental income	-	998	-	998
Service expenses	15,764	20,878	12,118	16,964
Purchase of fixed assets	-	74,327	-	74,327
Transactions with subsidiaries[1]				
Sales of goods	-	-	2,462,109	626,680
Purchase of goods	-	-	10,936	61,098
Other income	-	-	1,166	1,825
Service expense	-	-	56,557	52,143
Purchase of fixed assets	-	-	2,538,935	43,238
Transactions with related companies				
Sales of goods	46,432	7,246	44,404	7,023
Service income	5,751	3,512	-	-
Purchases of goods	733,230	477,153	733,230	477,153
Other income	5,446	2,703	3,409	1,537
Rental income	90	-	90	-
Service expenses	45,821	95,926	42,728	45,931
Commission expenses	446	129	446	129

[1] Transactions with subsidiaries in 2020 included transactions between the Company with PSE and PS.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020
Transactions with parent company				
Sales of goods	40,955	725,794	39,196	723,341
Service income	1,081	37,908	-	-
Purchases of goods	2,096,260	1,389,768	2,096,260	1,389,769
Other income	3,313	6,260	1,699	3,073
Rental income	55	1,996	-	1,996
Service expenses	31,754	39,805	24,501	32,807
Purchase of fixed assets	177,470	74,327	177,470	74,327
Transactions with subsidiaries[1]				
Sales of goods	-	-	5,910,250	1,087,417
Purchase of goods	-	-	16,685	95,253
Other income	-	-	2,505	3,534
Service expense	-	-	120,066	121,819
Purchase of fixed assets	-	-	2,637,686	211,207
Transactions with related companies				
Sales of goods	103,570	10,830	101,449	9,656
Service income	10,783	4,924	-	-
Purchases of goods	1,389,791	855,906	1,389,791	855,906
Other income	7,042	6,326	3,562	3,110
Rental income	150	-	150	-
Service expenses	101,148	139,706	95,067	86,388
Commission expenses	544	246	544	246
Purchases of fixed assets	69,210	-	69,210	-

[1] Transactions with subsidiaries in 2020 included transactions between the Company with PSE and PS.

The pricing policies of the Group are as follows:

(1) Sales/purchases of goods are made at market prices or referenced to market prices.

(2) Service, rental and commission income/expenses are based on contract prices.

(3) Other income is based on contract prices or agreement prices.

(4) Purchases of fixed assets are based on contract prices which reference to market prices.

Outstanding balances arising from business transactions

As at 30 June 2021 and 31 December 2020, the balances of the accounts between the Group and those related parties were as follows.

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
		(Restated)		(Audited)
Trade accounts receivable (Note 4)				
Parent company	3,170	94,491	2,929	91,114
Subsidiaries[2]	-	-	2,263,939	1,415,907
Related companies	8,345	11,231	5,212	7,747
	11,515	105,722	2,272,080	1,514,768
Other receivables (Note 4)				
Parent company	533	2,330	304	1,921
Subsidiaries[2]	-	-	36,224	2,133
Related companies	1,223	988	718	523
	1,756	3,318	37,246	4,577
Advance payments (Note 4)				
Related companies	20,000	20,000	20,000	20,000
Trade accounts payables (Note 10)				
Parent company	281,849	482,599	281,666	482,416
Subsidiaries[2]	-	-	24,058	45,142
Related companies	166,797	163,704	145,057	160,755
	448,646	646,303	450,781	688,313

[2] Outstanding balance with subsidiaries as at 31 December 2020 included outstanding balance of the Company with PSE and PS.

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
		(Restated)		(Audited)
Other payables (Note 10)				
Parent company	5,511	526	-	-
Subsidiaries[2]	-	-	-	29,219
Related companies	3,651	3,412	-	-
	9,162	3,938	-	29,219
Advance receipt for goods and others (Note 10)				
Parent company	-	11	-	-
Subsidiaries[2]	-	-	73,817	49,384
Related companies	1,807	3,269	1,258	3,267
	1,807	3,280	75,075	52,651

[2] Outstanding balance with subsidiaries as at 31 December 2020 included outstanding balance of the Company with PSE and PS.

Directors and management's benefits

During the three-month and six-month periods ended 30 June 2021 and 2020, the Group had employee benefit expenses of their directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June 2020			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
		(Restated)		
Short-term employee benefits	30,202	24,093	17,688	11,866
Post-employment benefits	890	739	399	303
Share-based payment benefits	2,176	8,320	2,176	8,320
Total	33,268	33,152	20,263	20,489

(Unit: Thousand Baht)

	For the six-month periods ended 30 June 2020			
	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020
Short-term employee benefits	68,022	44,953	33,689	20,553
Post-employment benefits	2,133	1,356	798	586
Share-based payment benefits	4,329	8,320	4,329	8,320
Total	74,484	54,629	38,816	29,459

4. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020 (Restated)	30 June 2021	31 December 2020 (Audited)
Trade accounts receivable - related parties (Note 3)				
Aged on the basis of due dates				
Not yet due	11,031	105,722	2,133,375	1,514,768
Past due				
Up to 30 days	484	-	138,705	-
Total trade accounts receivable - related parties	11,515	105,722	2,272,080	1,514,768
Trade accounts receivable - unrelated parties				
Aged on the basis of due dates				
Not yet due	4,393,556	4,372,196	3,837,233	3,748,483
Past due				
Up to 30 days	287,263	278,179	262,915	165,987
31 - 60 days	30,852	133	19,166	-
61 - 90 days	14,721	564	14,709	121
91 - 120 days	176	1,972	176	1,878
121 - 365 days	645	2,490	43	2,490
Over 365 days	3,455	3,422	3,455	3,422
Total	4,730,668	4,658,956	4,137,697	3,922,381
Less: Allowance for expected credit losses	(6,777)	(4,844)	(4,965)	(3,292)
Total trade accounts receivable - unrelated parties, net	4,723,891	4,654,112	4,132,732	3,919,089
Total trade accounts receivable - net	4,735,406	4,759,834	6,404,812	5,433,857

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
		(Restated)		(Audited)
Other receivables				
Other receivables - related parties (Note 3)	1,756	3,318	37,246	4,577
Other receivables - unrelated parties	105,393	58,299	104,373	57,399
Advance payments - related parties (Note 3)	20,000	20,000	20,000	20,000
Prepaid expenses and advance payments - unrelated parties	1,885,485	393,033	96,757	55,940
Total other receivables	2,012,634	474,650	258,376	137,916
Total trade and other receivables - net	6,748,040	5,234,484	6,663,188	5,571,773

5. Inventories

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
		(Restated)		(Audited)
Inventories - at cost	5,120,342	3,315,690	3,158,499	2,169,313
Less: Reduction of cost to net realisable value	(56,478)	(49,332)	(51,921)	(44,923)
Inventories - net	5,063,864	3,266,358	3,106,578	2,124,390

6. Derivative financial instruments

(Unit: Thousand Baht)

	Consolidated and Separate financial statements	
	30 June 2021	31 December 2020
Derivative assets		(Audited)
Derivative assets not designated as hedging instrument		
Foreign exchange options	-	8,953
Forward foreign exchange contracts	-	30,602
Total derivative assets	-	39,555

(Unit: Thousand Baht)

	Consolidated and Separate financial statements	
	30 June 2021	31 December 2020
Current derivative liabilities		
Derivative liabilities not designated as hedging instrument		
Foreign exchange options	-	45,903
Forward foreign exchange contracts	259,002	58
Total current derivative liabilities	259,002	45,961
Non - current derivative liabilities		
Derivative liabilities designated as hedging instrument		
Interest rate swap	32,359	44,471
Total non-current derivative liabilities	32,359	44,471
Total derivative liabilities	291,361	90,432

Derivatives are measured at fair value with hierarchy level 2 which is use of other observable inputs for such assets or liabilities, whether directly or indirectly. During the period, there are no transfers within the fair value hierarchy.

7. Other current assets

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
		(Restated)		(Audited)
Refundable value-added tax	557,842	947,025	406,971	935,897
Prepaid withholding tax deducted at source	89,922	9,621	6,728	9,621
Input tax waiting for tax invoice or not yet due	46,210	24,113	44,401	23,736
Total other current assets	693,974	980,759	458,100	969,254

8. Property, plant and equipment

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2021	9,736,817*	9,520,665
Increase from acquisition in subsidiary (Note 1.3)	147,301	-
Acquisitions	4,353,150	6,140,599
Capitalised interest	39,728	39,728
Disposals and written-off, net	(55,063)	(55,030)
Depreciation	(577,265)	(569,967)
Translation adjustment	58	-
Net book value as at 30 June 2021	13,644,726	15,075,995

* Restated

9. Intangible assets - computer software

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2021	105,949*	98,874
Additions	52,907	52,907
Amortisation	(2,338)	(755)
Translation adjustment	46	-
Net book value as at 30 June 2021	156,564	151,026

* Restated

10. Trade and other payables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
		(Restated)		(Audited)
Trade accounts payable - related parties (Note 3)	448,646	646,303	450,781	688,313
Trade accounts payable - unrelated parties	1,284,539	1,020,282	1,096,501	931,606
Other payables - related parties (Note 3)	1,807	3,280	75,075	52,651
Other payables - unrelated parties	733,374	686,283	643,623	582,512
Advance receipt for goods and others - related parties (Note 3)	9,162	3,938	-	29,219
Advance receipt for goods and others - unrelated parties	891,914	1,254,411	859,157	975,325
Total trade and other payables	3,369,442	3,614,497	3,125,137	3,259,626

11. Borrowings

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Balance as at 1 January 2021	6,611,786*	6,312,110
Decrease in short-term borrowings from financial institutions	(280,000)	-
Proceeds from long-term borrowings from financial institutions	2,093,000	2,093,000
Repayments of long-term borrowings from financial institutions	(353,000)	(353,000)
Amortisation of finance fee	440	440
Increase in lease liabilities	55,615	13,045
Repayments of lease liabilities	(22,448)	(4,784)
Written-off lease liabilities	(381)	-
Translation adjustments	3,345	-
Balance as at 30 June 2021	8,108,357	8,060,811

***** Restated

Short-term borrowings from financial institutions

Sri Trang USA, Inc., the subsidiary, had credit facilities with an overseas financial institution and the standby-letters of credit of a commercial bank which were guaranteed by the Company as follows:

	Consolidated financial statements			
	30 June 2021		31 December 2020	
	Million US Dollar	(Equivalent) Million Baht	Million US Dollar	(Equivalent) Million Baht
			(Audited)	
Credit facilities	10	321	10	300

Long-term borrowings from financial institutions

The long-term borrowing agreements of the Company contain certain covenants, among other things, require the Group to maintain certain financial ratios.

During the current period, the Company entered into a long-term borrowing agreement with a domestic commercial bank for credit facilities of Baht 782 million, with a term of 6 years. This borrowing is subject to interest at a rate of MLR less fixed rate per annum and is unsecured. Principal is repayable quarterly from December 2022 and interest is repayable quarterly. On 30 June 2021, the Company withdrew the borrowing in full amount.

12. Fire incident

On 21 February 2021, there was a fire incident at the extension capacity of Surat Thani branch. The fire caused damage of approximately Baht 48 million included as a part of administrative expenses. The damage caused from the fire is fully covered by insurance which is in the process of insurance claim assessment.

13. Other gain (loss)

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020
Gain (loss) on derivative financial instruments	(214,041)	88,910	(214,041)	88,910
Loss on disposal and written-off of machinery and equipment, right-of-use assets and intangible assets	(1,704)	(3,235)	(1,656)	(3,287)
Total other gain (loss)	(215,745)	85,675	(215,697)	85,623

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020
Loss on derivative financial instruments	(701,734)	(40,159)	(701,734)	(40,159)
Loss on disposal and written-off of machinery and equipment, right-of-use assets and intangible assets	(5,190)	(5,502)	(5,914)	(5,576)
Total other loss	(706,924)	(45,661)	(707,648)	(45,735)

14. Income tax

Interim corporate income tax of the Company and the local subsidiaries was calculated on profit before income tax from operations without BOI promotional privileges for the periods, after adding back expenses and deducting income which are disallowable for tax computation purposes, using the estimated effective tax rate for the year.

The overseas subsidiaries' interim corporate income tax was calculated in accordance with the accounting standards and/or tax law of that company's country of domicile.

Income tax for the three-month and six-month periods ended 30 June 2021 and 2020 are made up as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020
Current income tax:				
Interim corporate income tax charge	1,003,106	52,217	980,787	24,602
Adjustment in respect of income tax of previous year	(5,360)	-	(5,360)	-
Income tax directly related to shareholders' equity	-	59,129	-	59,129
Deferred tax:				
Relating to origination and reversal of temporary differences	(144,423)	16,400	15,013	20,500
Income tax reported in the profit or loss	853,323	127,746	990,440	104,231

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2021	2020 (Restated)	2021	2020
Current income tax:				
Interim corporate income tax charge	1,943,188	109,849	1,801,717	69,109
Adjustment in respect of income tax of previous year	(5,360)	-	(5,360)	-
Income tax directly related to shareholders' equity	-	59,129	-	59,129
Deferred tax:				
Relating to origination and reversal of temporary differences	(347,313)	(9,587)	(30,946)	(15)
Income tax reported in the profit or loss	1,590,515	159,391	1,765,411	128,223

The amounts of income tax relating to each component of other comprehensive income for the three-month and six-month periods ended 30 June 2021 and 2020 are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 June	
	Consolidated and Separate financial statements	
	2021	2020
Deferred tax relating to loss (gain) on cash flow hedges	248	(1,884)

(Unit: Thousand Baht)

	For the six-month periods ended 30 June	
	Consolidated and Separate financial statements	
	2021	2020
Deferred tax relating to loss (gain) on cash flow hedges	2,423	(9,524)

15. Earnings per share

Basic earnings per share is calculated by dividing profit 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, after adjusting the number of ordinary shares to reflect the impact of the change in the par value of the ordinary shares (in fourth quarter of 2020), as if the change in the par value of the ordinary shares had been distributed at the beginning of the earliest period reported.

Diluted earnings per share is calculated by dividing profit 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 plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that dilutive potential ordinary shares shall be deemed to have been converted into ordinary shares at the date of the issue of the options to purchase newly issued ordinary shares.

The following table sets forth the computation of basic earnings per share and diluted earnings per share for the three-month and six-month periods ended 30 June 2021 and 2020:

	Consolidated financial statements					
	For the three-month periods ended 30 June					
	Profit for the year (Thousand Baht)		Weighted average number of ordinary shares (Thousand shares)		Earnings per share (Baht per share)	
	2021	2020 (Restated)	2021	2020 (Restated)	2021	2020 (Restated)
Basic earnings per share						
Profit attributable to equity holders of the Company	7,280,100	1,056,768	2,857,560	1,999,287	2.55	0.53
Effect of dilutive potential ordinary shares						
The options of newly issued ordinary shares (STGT ESOP)	-	-	1,200	246		
Diluted earnings per share						
Profit attributable to equity holders of the Company assuming the conversion of the options to ordinary shares	7,280,100	1,056,768	2,858,760	1,999,533	2.55	0.53

	Separate financial statements					
	For the three-month periods ended 30 June					
	Profit for the year (Thousand Baht)		Weighted average number of ordinary shares (Thousand shares)		Earnings per share (Baht per share)	
	2021	2020	2021	2020 (Restated)	2021	2020 (Restated)
Basic earnings per share						
Profit attributable to equity holders of the Company	7,696,923	980,339	2,857,560	1,999,287	2.69	0.49
Effect of dilutive potential ordinary shares						
The options of newly issued ordinary shares (STGT ESOP)	-	-	1,200	246		
Diluted earnings per share						
Profit attributable to equity holders of the Company assuming the conversion of the options to ordinary shares	7,696,923	980,339	2,858,760	1,999,533	2.69	0.49

	Consolidated financial statements					
	For the six-month periods ended 30 June					
	Profit for the year (Thousand Baht)		Weighted average number of ordinary shares (Thousand shares)		Earnings per share (Baht per share)	
	2021	2020 (Restated)	2021	2020 (Restated)	2021	2020 (Restated)
Basic earnings per share						
Profit attributable to equity holders of the Company	17,331,669	1,478,661	2,857,560	1,989,644	6.07	0.74
Effect of dilutive potential ordinary shares						
The options of newly issued ordinary shares (STGT ESOP)	-	-	1,200	123		
Diluted earnings per share						
Profit attributable to equity holders of the Company assuming the conversion of the options to ordinary shares	17,331,669	1,478,661	2,858,760	1,989,767	6.06	0.74

	Separate financial statements					
	For the six-month periods ended 30 June					
	Profit for the year (Thousand Baht)		Weighted average number of ordinary shares (Thousand shares)		Earnings per share (Baht per share)	
	2021	2020	2021	2020 (Restated)	2021	2020 (Restated)
Basic earnings per share						
Profit attributable to equity holders of the Company	17,841,166	1,385,252	2,857,560	1,989,644	6.24	0.70
Effect of dilutive potential ordinary shares						
The options of newly issued ordinary shares (STGT ESOP)	-	-	1,200	123		
Diluted earnings per share						
Profit attributable to equity holders of the Company assuming the conversion of the options to ordinary shares	17,841,166	1,385,252	2,858,760	1,989,767	6.24	0.70

16. Segment information

The chief operating decision-maker has been identified as the Chief Executive Officer. The Chief Executive Officer reviews the Group's internal reporting regularly in order to assess performance and allocate resources. The Chief Executive Officer measures the business based on a measure of segment profit, which is derived on a basis consistent with the measurement of profit for the year in the consolidated financial statements.

Operating segments are defined as components of the Group for which separate financial statements available on a company basis are evaluated regularly by the chief operating decision-maker.

There are two reportable segments as follows:

1) Gloves: this segment also includes the manufacture and sale of gloves

2) Other businesses:

   - Engineering business: It is related to the engineering services, research and development of machinery and production processes. The services are mainly provided to the Group
   - Rental property business: The services are only provided to the Group

However, revenue, profit and assets of other businesses are not material to consolidate financial statements. Therefore, such information of each segment is not presented.

17. Dividends

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht per share)
Final dividend for 2020	Annual General Meeting of the shareholders on 2 April 2021	5,714.02	2.00
Interim dividend from the operating results for three-month period end 31 March 2021	Board of Directors' meeting on 12 May 2021	4,285.73	1.50
Total dividends for six-month period end 30 June 2021		9,999.75	

18. Commitments and contingent liabilities

(Unit: Million Baht)

	30 June 2021	
	Consolidated financial statements	Separate financial statements
Capital commitments - purchase of fixed assets	3,365	7,199
Commitments from guarantees and contingent liabilities		
Bank guarantees to guarantee electricity usage	87	87
Letters of credit with overseas suppliers (USD 21 million)	690	690
Bank guarantee for export transactions	11	11
The future aggregate minimum payments under non-cancellable lease and service agreements		
Not later than 1 year	34	34
Later than 1 year but not later than 5 years	17	17

19. Financial instruments

Fair value of financial instrument

Most of the Group's financial instruments are classified as short-term or have interest rates that are close to market rate. Therefore, the carrying amounts of these financial instruments is estimated to approximate their fair value.

20. Events after the reporting period

Offering of newly issued ordinary shares of the Company to the directors executives and/or employees of the Group ("STGT ESOP")

On 25 June 2021, the Company's Board of Director meeting passed a resolution to approve to offer of newly issued ordinary shares under the STGT ESOP for the second allocation of 6,000,000 of new shares with a par value of Baht 0.5 each, at an offering price of Baht 37.30 per share, which is equivalent to 90 percent of the market price.

Subsequently, on 14 July 2021, there were 5,701,410 exercised rights to acquire. The Company received full payment of the additional capital and then registered the increase of its issued and paid-up share capital from Baht 1,428,780,000 (2,857,560,000 ordinary shares with a par value of Baht 0.5 each) to Baht 1,431,630,705 (2,863,261,410 ordinary shares with a par value of Baht 0.5 each) with the Ministry of Commerce on 16 July 2021.

Dividends

On 10 August 2021, the Company's Board of Director meeting passed a resolution to approve the payment of an interim dividend at a rate of Baht 1.25 per share, or a total of Baht 3,579.08 million, to shareholders from the operating results for the three-month period end 30 June 2021. The Company will pay the dividend and record in its accounts in the third quarter of 2021.

21. Approval of interim consolidated financial statements

These interim consolidated financial statements were authorised for issue by the Company's Board of Directors on 10 August 2021.