

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FORMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)

CONSOLIDATED FINANCIAL STATEMENTS AND
SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

INDEPENDENT AUDITOR'S REPORT

To The Shareholders and Board of Directors of
Gratitude Infinite Public Company Limited
(Formerly, Gratitude Infinite Public Company Limited and Its Subsidiaries)

Opinion

I have audited the consolidated financial statements of Gift Infinite Public Company Limited (formerly, Gratitude Infinite Public Company Limited) and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at December 31, 2023, and the consolidated statement of comprehensive income, consolidated statement of changes in shareholders' equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and I have audited the separate financial statements of Gift Infinite Public Company Limited (the Company), which comprise the statement of financial position as at December 31, 2023, and the statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of Gift Infinite Public Company Limited (formerly, Gratitude Infinite Public Company Limited) and its subsidiaries as at December 31, 2023, and its consolidated financial performance and its consolidated cash flows for the year then ended and the separate financial position of Gratitude Infinite Public Company Limited as at December 31, 2023, and its financial performance and its cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

As mentioned in Note 13 to the financial statements regarding investments in subsidiaries, during the year the Company purchased businesses in 2 companies, namely A lot Tech Company Limited and Melon Thai Company Limited, which were companies that are engaged in the business of selling telephones and telecommunications equipment. As at the date of acquisition, the Company recognizes and measures the identifiable assets acquired and liabilities assumed at the fair value by having the fair value of the identifiable net assets measured at the acquisition date by an independent appraiser, as well as recognizing goodwill arising from business combinations and from measuring value by the purchase method. I have given special attention to this business acquisition transaction because these items are material to the overall financial statements and management is required to use considerable judgment in evaluating the fair value of the assets acquired and liabilities assumed. It creates a risk of recognition of the value of the identifiable assets acquired and liabilities assumed including goodwill.

Emphasis matter

I would like to draw attention to Note 1.2 regarding important changes of the company resulting from changes in the structure of major shareholders. This results in a change in control power of the Company's management structure.

I have not expressed an unqualified opinion on such matter above.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were the most significant in my audit of the consolidated financial statements and separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated financial statements and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Business Combination

As discussed in Note 13, during the current year the Company invested in Alot Tech Company Limited, a company that sells telephones and telecommunication equipment. As at the acquisition date, the Company recognizes and measures identifiable assets acquired and liabilities assumed at fair value as well as recognizing goodwill arising from the business combination from measuring the value by the purchase method. I have given special attention to this business acquisition transaction because these transactions are material to the overall financial statements and the management is required to use considerable judgment in evaluating the fair value of the assets acquired and liabilities assumed. As a result, it creates a risk of misrecognition of the value of the identifiable assets acquired and liabilities assumed including goodwill.

Risk response by auditors

I have examined the recognition of the value of the identifiable assets acquired and liabilities assumed in the business acquisition by

- Examining the terms and conditions in the business sales contract, including inquiring with the management about the nature and purpose of entering into the said purchase transaction to assess whether the said business purchase transaction meets the definition of a business combination under the Financial Reporting Standards No. 3 "Business Combination".

- Evaluate the suitability of the identified assets acquired and liabilities assumed as at the acquisition date specified in the purchase method measurement document prepared by an independent appraiser taking into consideration of various methods and significant assumptions used by the independent appraiser, including considering knowledge and abilities and the objectivity of the independent appraiser, as well as considering the reasons to support goodwill recorded by the company.

- Inspect the value of the business purchase with the business purchase and payment documents to assess whether the value reflects the fair value of the consideration transferred and does not include costs related to the acquisition of the business.

- Consider the reasonableness and support of the goodwill recorded by the Group by analyzing the pricing model as well as reviewing the disclosure of information regarding the said business acquisition transaction in the notes to the financial statements.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and my auditor's report thereon. The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance in order for those charged with

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements and separate financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the consolidated financial statements and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements and separate financial statements.

As part of an audit in accordance with Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated financial statements and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated financial statements and separate financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements and separate financial statements, including the disclosures, and whether the consolidated financial statements and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements.

I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I have communicated with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in the internal control system that I have identified during my audit.

I also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated financial statements and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner responsible for the audit resulting in this independent auditor's report is Ms.Thanyaphorn Tangthanopajai.

(Ms. Thanyaphorn Tangthanopajai)

Certified Public Accountant

Registration No. 9169

Dharmniti Auditing Company Limited
Bangkok, Thailand
February 14, 2024

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FORMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2023

(Unit: Baht)

	Note	Consolidated		The Company Only	
		2023	2022	2023	2022
Assets					
Current assets					
Cash and cash equivalents	8	329,093,591	195,786,229	110,967,112	158,189,044
Trade and other current receivables	6,9	43,450,579	23,040,999	1,773,501	23,032,536
Short-term loans	10	270,000,000	-	270,000,000	-
Inventories	11	645,692,470	1,950,397	-	2,171,009
Other current assets		4,587,146	291,596	2,321,173	280,822
Total current assets		1,292,823,786	221,069,221	385,061,786	183,673,411
Non-current assets					
Other non-current financial assets	12	376,083,860	138,789,500	376,083,860	138,789,500
Investment in subsidiaries	13	-	-	669,870,779	43,970,779
Investment property	14	80,004,636	74,540,000	74,540,000	74,540,000
Property, plant and equipment	15	35,853,331	79,833,340	22,295,570	73,502,362
Right of use assets	16	30,161,284	-	20,394,397	-
Goodwill	13	385,078,494	-	-	-
Deferred tax assets	17	5,488,685	2,936,713	4,091,540	2,936,713
Other non-current assets		4,871,120	249,549	1,525,194	174,108
Total non-current assets		917,541,410	296,349,102	1,168,801,340	333,913,462
Total assets		2,210,365,196	517,418,323	1,553,863,126	517,586,873

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

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FORMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT DECEMBER 31, 2023

(Unit: Baht)

	Note	Consolidated		The Company Only	
		2023	2022	2023	2022
Liabilities and shareholders' equity					
Current liabilities					
Trust receipts	18	517,683	6,518,518	517,683	6,518,518
Trade and other current payables	6,19	100,158,437	6,292,632	4,642,480	6,246,049
Interest received in advance	10	11,781,096	-	11,781,096	-
Current portion of long-term loans	20	7,504,940	-	7,504,940	-
Current portion of lease liabilities	16	6,437,869	-	2,852,410	-
Income tax payable		42,477,281	-	-	-
Other current liabilities		6,427,786	249,553	329,079	244,353
Total current liabilities		175,305,092	13,060,703	27,627,688	13,008,920
Non-current liabilities					
Lease liabilities - net of current portion	16	20,802,968	-	16,672,045	-
Long-term loans from financial institutions	20	490,870,827	-	490,870,827	-
Provision for long-term employee benefits	21	3,530,485	424,903	1,759,011	424,903
Total non-current liabilities		515,204,280	424,903	509,301,883	424,903
Total liabilities		690,509,372	13,485,606	536,929,571	13,433,823

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

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FORMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)
STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT DECEMBER 31, 2023

		(Unit: Baht)			
		Consolidated		The Company Only	
	Note	2023	2022	2023	2022
Shareholders' equity					
Share capital	22				
Registered					
1,762,164,596 ordinary shares of Baht 0.50 each		881,082,298		881,082,298	
372,029,949 ordinary shares of Baht 1 each			372,029,949		372,029,949
Issued and fully paid up					
1,321,623,446 ordinary shares of Baht 0.50 each		660,811,723	-	660,811,723	-
330,811,723 ordinary shares of Baht 1 each		-	330,811,723	-	330,811,723
Share premium		366,275,583	151,775,583	366,275,583	151,775,583
Other deficits					
Deficits on change in the shareholding percentage					
in subsidiaries		(1,164,540)	(1,164,540)	-	-
Retained earnings					
Appropriated					
Appropriated - statutory reserve	23	41,320,000	39,120,000	39,120,000	39,120,000
Unappropriated		19,729,686	(10,616,795)	(34,780,425)	(11,561,002)
Other components of shareholders' equity		(14,493,326)	(5,993,254)	(14,493,326)	(5,993,254)
Equity attributable to owners of the Company		1,072,479,126	503,932,717	1,016,933,555	504,153,050
Equity attributable to non-controlling interests of the subsidiaries		447,376,698	-	-	-
Total shareholders' equity		1,519,855,824	503,932,717	1,016,933,555	504,153,050
Total liabilities and shareholders' equity		2,210,365,196	517,418,323	1,553,863,126	517,586,873

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

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FORMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2023

		(Unit: Baht)			
	Note	Consolidated		The Company Only	
		2023	2022	2023	2022
Revenues					
Sales		761,851,794	112,619,613	14,150,378	112,588,178
Other income					
Dividends income		10,825,600	4,821,840	10,825,600	4,821,840
Interest income from loans		7,118,904	-	7,118,904	-
Gain from disposal of assets		18,557,816	169,798	18,557,816	-
Others		7,022,594	1,334,649	1,762,640	1,449,197
Total revenues		805,376,708	118,945,900	52,415,338	118,859,215
Expenses	24				
Cost of sales		452,863,197	108,892,803	13,867,749	108,968,279
Selling expenses		93,752,490	893,872	314,677	893,872
Administrative expenses		82,758,629	20,451,928	41,091,878	20,365,122
Total expenses		629,374,316	130,238,603	55,274,304	130,227,273
Profit (loss) before finance cost and income tax expenses		176,002,392	(11,292,703)	(2,858,966)	(11,368,058)
Finance cost		12,381,940	81,922	12,180,765	81,922
Profit (loss) before income tax expenses		163,620,452	(11,374,625)	(15,039,731)	(11,449,980)
Income tax expenses (income)	25	37,530,424	(6,746)	970,191	(6,746)
Profit (loss) for the year		126,090,028	(11,367,879)	(16,009,922)	(11,443,234)
Other comprehensive income:					
Other comprehensive income not to be reclassified to profit or loss in subsequent year:					
Profit (loss) from valuation of investment in equity securities with fair value	12	(10,625,090)	3,616,800	(10,625,090)	3,616,800
Less: Income tax effect	25	2,125,018	(723,360)	2,125,018	(723,360)
Net of income tax		(8,500,072)	2,893,440	(8,500,072)	2,893,440
Profit (loss) from estimates by the actuarial principles		(236,776)	813,183	-	813,183
Less: Income tax effect	25	47,355	(162,637)	-	(162,637)
Net of income tax		(189,421)	650,546	-	650,546
Item that will not be reclassified to profit or loss		(8,689,493)	3,543,986	(8,500,072)	3,543,986
Profit (loss) for the year		117,400,535	(7,823,893)	(24,509,994)	(7,899,248)

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

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FORMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)
STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2023

		(Unit: Baht)			
		Consolidated		The Company Only	
Note		2023	2022	2023	2022
Profit (loss) attributable to:					
	Equity holders of the Company	39,945,589	(11,368,010)	(16,009,922)	(11,443,234)
	Non-controlling interests of the subsidiaries	86,144,439	131	-	-
		<u>126,090,028</u>	<u>(11,367,879)</u>	<u>(16,009,922)</u>	<u>(11,443,234)</u>
Total comprehensive income (loss) attributable to:					
	Equity holders of the Company	31,369,749	(7,824,024)	(24,509,994)	(7,899,248)
	Non-controlling interests of the subsidiaries	86,030,786	131	-	-
		<u>117,400,535</u>	<u>(7,823,893)</u>	<u>(24,509,994)</u>	<u>(7,899,248)</u>
Earnings (loss) per share					
	Basic (loss) earnings per share				
	Profit (loss) attributable to equity holders of the Company	<u>0.04</u>	<u>(0.02)</u>	<u>(0.01)</u>	<u>(0.02)</u>
	Diluted profit (loss) per share				
	Profit (loss) attributable to shareholders of the company	<u>0.04</u>	<u>(0.02)</u>	<u>(0.01)</u>	<u>(0.02)</u>

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

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FORMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DEC2MBER 31, 2023

(Unit: Baht)

Consolidated										
Equity attributable to owners of the Company										
			Retained earnings			Other components of shareholders' equity				
			Other deficits			Other comprehensive income				
			Deficits on Change			Profit (loss) from	Total other	Total equity	Equity attributable	Total
			in the Shareholding	Appropriated -		Valuation of investment	components of	attributable to	to non-controlling	shareholders'
			percentage in	statutory		in equity securities	shareholders'	owners of	interests of the	equity
Note	Issued and	Share premium	subsidiaries	reserve	Unappropriated	with fair value	equity	the Company	subsidiaries	equity
Beginning balance as at January 1, 2022	330,811,723	151,775,583	(1,164,540)	39,120,000	100,669	(8,886,694)	(8,886,694)	511,756,741	(131)	511,756,610
Profit (loss) for the period	-	-	-	-	(11,368,010)	-	-	(11,368,010)	131	(11,367,879)
Other comprehensive income for the year	-	-	-	-	650,546	2,893,440	2,893,440	3,543,986	-	3,543,986
Total comprehensive income for the year	-	-	-	-	(10,717,464)	2,893,440	2,893,440	(7,824,024)	131	(7,823,893)
Balance as at December 31, 2022	330,811,723	151,775,583	(1,164,540)	39,120,000	(10,616,795)	(5,993,254)	(5,993,254)	503,932,717	-	503,932,717
Profit (loss) for the period	-	-	-	-	39,945,589	-	-	39,945,589	86,144,439	126,090,028
Other comprehensive income for the year	-	-	-	-	(189,421)	(8,500,072)	(8,500,072)	(8,689,493)	-	(8,689,493)
Total comprehensive income for the year	-	-	-	-	39,756,168	(8,500,072)	(8,500,072)	31,256,096	86,144,439	117,400,535
capital increase of ordinary shares	22	330,000,000	214,500,000	-	-	-	-	544,500,000	-	544,500,000
Gain on derecognition of financial assets measured										
at fair value through other comprehensive income	12	-	-	-	-	(7,209,501)	-	(7,209,501)	-	(7,209,501)
Equity attributable to non-controlling interests										
of the subsidiaries	13	-	-	-	-	-	-	-	361,232,259	361,232,259
Appropriated - statutory reserve		-	-	-	2,200,000	(2,200,000)	-	-	-	-
Dividends paid to non-controlling stakeholders of the sul		-	-	-	-	(186)	-	(186)	-	(186)
Balance as at December 31, 2023		660,811,723	366,275,583	(1,164,540)	41,320,000	19,729,686	(14,493,326)	(14,493,326)	1,072,479,126	447,376,698
										1,519,855,824

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

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FORMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2023

(Unit: Baht)							
The Company Only							
Equity attributable to owners of the Company							
	Note			Retained earnings		Other components of shareholders' equity	
		Issued and paid-up share capital	Share premium	Appropriated - statutory reserve	Unappropriated	Other comprehensive income Profit (loss) from Valuation of investment in equity securities with fair value	Total other components of shareholders' equity
							Total shareholders' equity
Beginning balance as at January 1, 2022		330,811,723	151,775,583	39,120,000	(768,314)	(8,886,694)	512,052,298
Profit (loss) for the period		-	-	-	(11,443,234)	-	(11,443,234)
Other comprehensive income for the year		-	-	-	650,546	2,893,440	3,543,986
Total comprehensive income for the year		-	-	-	(10,792,688)	2,893,440	(7,899,248)
Balance as at December 31, 2022		330,811,723	151,775,583	39,120,000	(11,561,002)	(5,993,254)	504,153,050
Profit (loss) for the period		-	-	-	(16,009,922)	-	(16,009,922)
Other comprehensive income for the year		-	-	-	-	(8,500,072)	(8,500,072)
Total comprehensive income for the year		-	-	-	(16,009,922)	(8,500,072)	(24,509,994)
capital increase of ordinary shares	22	330,000,000	214,500,000	-	-	-	544,500,000
Gain on sales of financial assets measured at fair value through other comprehensive income	12	-	-	-	(7,209,501)	-	(7,209,501)
Balance as at December 31, 2023		660,811,723	366,275,583	39,120,000	(34,780,425)	(14,493,326)	1,016,933,555

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

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FORMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)
CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2023

				(Unit: Baht)	
	Note	Consolidated		The Company Only	
		2023	2022	2023	2022
Cash flows from operating activities					
Profit (loss) before tax		163,620,452	(11,374,625)	(15,039,731)	(11,449,980)
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:					
Depreciation and amortisation		7,464,578	5,830,227	4,673,340	4,783,782
Reduction of cost of inventories to net realisable value (reversal)		(5,554,301)	746,118	(6,177,007)	983,931
Loss on investment of subsidiary		-	-	-	1,199,467
Loss (reversal) from accumulated impairment of investment property		-	(1,346,000)	-	(1,346,000)
Loss on allowance for impairment of machine		-	3,749,998	-	3,749,998
(Gain) Loss on sales of investment Property		(11,012,739)	-	(11,012,739)	-
(Gain) Loss on sales of property, plant and equipment		(7,540,395)	288,207	(7,540,395)	288,207
Interest expenses		12,180,765	81,922	12,180,765	81,922
Interest income		(1,974,194)	(425,411)	(1,412,059)	(425,411)
Dividend income		(10,825,600)	(4,821,840)	(10,825,600)	(4,821,840)
Unrealised (gain) loss on exchange rate		-	1,098	-	1,098
Unrealised (gain) loss from forward exchange contracts		-	64,519	-	64,519
Provision for long-term employee benefits		2,037,409	394,568	1,233,536	394,568
(Loss) Income from operating activities before changes in operating assets and liabilities		148,395,975	(6,811,219)	(33,919,890)	(6,495,739)
Operating assets (increase) decrease					
Trade and other current receivables		20,652,228	67,233,193	21,028,888	67,233,193
Inventories		77,393,250	4,580,329	8,348,016	4,417,992
Other current assets		15,570,090	(15,632)	(1,812,615)	(9,448)
Other non-current assets		1,586,669	9,735	172,500	10,000
Operating liabilities increase (decrease)					
Trade and other payables		(220,670,453)	(25,504,572)	10,177,527	(25,507,393)
Other current liabilities		5,483,209	(1,982,077)	84,726	(1,959,618)
Net cash flows from operating activities		48,410,968	37,509,757	4,079,152	37,688,987
Cash paid for long-term employee benefits		(1,423,014)	-	(1,423,014)	-
Payment of income tax		(282,444)	-	-	-
Net cash flows from (used in) operating activities		46,705,510	37,509,757	2,656,138	37,688,987

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

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FROMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)
CASH FLOW STATEMENT (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2023

		(Unit: Baht)			
Note		Consolidated		The Company Only	
		2023	2022	2023	2022
<u>Cash flows from investing activities</u>					
	Cash paid for investing in subsidiaries	(481,341,836)	-	(625,900,000)	-
	Cash received from investment properties	63,962,000	-	63,962,000	-
	Cash received from sales of equipment	23,444,152	737,710	23,444,152	737,710
	Cash paid for acquisition of machine and equipment	(27,516,752)	(8,100)	(21,471,477)	(8,100)
	Cash paid to intangible assets	(41,825)	-	-	-
	Interest income	1,976,604	442,803	1,414,469	442,803
	Cash paid for acquisition right of use	(2,428,026)	-	(1,035,840)	-
	Cash received from sales of investment in equity securities	116,031,306	-	116,031,306	-
	Cash paid for purchase of investment in equity securities	(371,160,256)	(85,517,700)	(371,160,256)	(85,517,700)
	Dividends received from investment in equity securities	10,825,600	4,821,840	10,825,600	4,821,840
	Short-term loan payments	(270,000,000)	-	(270,000,000)	-
	Net cash flows generated from (used in) investing activities	(936,249,033)	(79,523,447)	(1,073,890,046)	(79,523,447)
<u>Cash flows from financing activities</u>					
	Increase (decrease) in trust receipts	(6,000,835)	6,518,518	(6,000,835)	6,518,518
	Cash paid for lease liabilities	(1,843,096)	(169,790)	(682,191)	(169,790)
	Cash received from long-term loans from financial institutions	500,720,000	-	500,720,000	-
	Cash paid for interest expenses	(14,524,998)	(121,598)	(14,524,998)	(121,598)
	Cash received from capital increase	544,500,000	-	544,500,000	-
	Cash paid for dividend non-controlling interests of subsidiaries	(186)	-	-	-
	Net cash flows generated from (use in) financing activities	1,022,850,885	6,227,130	1,024,011,976	6,227,130
	Net increase (decrease) in cash and cash equivalents	133,307,362	(35,786,560)	(47,221,932)	(35,607,330)
	Cash and cash equivalents at beginning of year	195,786,229	231,572,789	158,189,044	193,796,374
	Cash and cash equivalents at end of year	329,093,591	195,786,229	110,967,112	158,189,044

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

GIFT INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
(FROMERLY, GRATITUDE INFINITE PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES)
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023

1. GENERAL INFORMATION

1.1 Corporate information

Gratitude Infinite Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. On July 4, 2023 the Company has registered with the Department of Business Development, Ministry of Commerce. Change company name from “GRATITUDE INFINITE PUBLIC COMPANY LIMITED” to “GIFT INFINITE PUBLIC COMPANY LIMITED”

Its major shareholders are individuals. “Chetchotisak Group” (former major shareholder of Union Petrochemical Public Company Limited) The main business of the company is the procurement and distribution of chemicals. Address 27 RS Group Building, Tower A, Floor 9, Prasert-Manukitch Road, Sena Nikhom, Chatuchak, Bangkok.

1.2 Significant changes of the Company

On March 8, 2023 the Company’s notifications on the change in shareholding structure of the majority shareholders, resignations of directors, appointments of directors, members of the audit committee and the chief executive officer, and the relocation of the Head Office to the Stock Exchange of Thailand are as follows:

1. The Company would like to inform on the summary of the trading of the Company’s shares on the Big Lot Board of the securities trading system of the Stock Exchange of Thailand of the majority shareholders for 8 March 2023 with a total of 221,596,466 shares that resulted in change in shareholding structure of the majority shareholders of the Company as per the following details.

Before the Transaction

Union Petrochemical Public Company Limited , number of shares 221,596,466, shareholding proportion 66.99 percent.

After the Transaction

Mr. Surachai Chetchotisak , number of shares 160,596,466, proportion of shares 48.55 percent.

Mr. Chet Chetchotisak, number of shares 26,000,000, proportion of shares 7.86 percent.

Mr. Chot Chetchotisak, number of shares 20,000,000, proportion of shares 6.05 percent.

Pol. Gen Dr.Somyot Pumpanmuang, number of shares 15,000,000, proportion of shares 4.53 percent

After the transaction, Mr. Surachai Chetchotisak, Mr. Chet Chetchotisak and Mr. Chot Chetchotisak (“Chetchotisak Group”) who are the concert party for the shareholding of the Company will hold a total of 206,596,466 shares combined or equivalent to 62.46% of the total outstanding shares.

Note that the change in shareholding structure of the majority shareholders of the Company affects the control power and management structure of the Company while Chetchotisak Group has proposed a candidate for the director and Chief Executive Officer position of the Company. The meeting of the Board of Directors No. 2-4/2023 held on 8 March 2023 reached a resolution to acknowledge the resignation of directors, members of the Audit Committee and the Chief Executive Officer (old director) and appoint directors, members of the Audit Committee and the Chief Executive Officer (new director).

2. The meeting of the Board of Directors No. 3/2023 held on 8 March 2023 approved the relocation of the head office of the Company from “9/8 Moo5, Sala Thammasop, Thawi Wattana, Bangkok” to “27 RS Group Building, Tower A, Floor 9, Prasert-Manukitch Road, Sena Nikhom, Chatuchak, Bangkok”. The company registered the move on March 8, 2023.

2. BASIS FOR THE PREPARATION

2.1 Basis for the preparation of financial statements

The financial statements have been prepared in accordance with Thai Financial Reporting Standards enunciated under the Accounting Professions Act B.E. 2547 and their presentation has been made in compliance with the stipulations of the Notification of the Department of Business Development dated 11 October 2016, issued under the Accounting Act B.E. 2543.

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

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

2.2 Basis of consolidation

- a) For reporting purpose, the Company and its subsidiaries are referred to as “the Group”. The Company has subsidiaries as follows:

Company’s name	Nature of business	Country of incorporation	Paid-up capital		Percentage of Shareholding	
			As at	As at	As at	As at
			September	December	September	December
			30, 2023	31, 2022	30, 2023	31, 2022
			(Thousand Baht)	(Thousand Baht)	(Percent)	(Percent)
<u>Direct subsidiaries</u>						
Lavish Laboratory Company Limited	Produce and sell healthy food (Stopped its principal business)	Thailand	50,000	50,000	99.99	99.99
Natural Gift Society Company Limited	Sells pharmaceutical and medical products, perfumes and cosmetics, and food supplements. (Stopped its principal business)	Thailand	5,000	5,000	99.99	99.99
A Lot Tech Company Limited	Engaged in buy and sell products/services using electronic media or e-commerce	Thailand	195,000	-	40.00	-
<u>Indirect subsidiaries</u>						
Melon Thai Company Limited*	Engaged in buy and sell products/services using electronic media or e-commerce	Thailand	22,000	-	40.00	-

* Held by a subsidiary : A Lot Tech Company Limited

- b) The Company is deemed to have control over an investee or subsidiaries if it has the rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.
- c) Subsidiaries are fully consolidated, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.
- d) The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.
- e) Material balances and transactions between the group have been eliminated from the consolidated financial statements.
- f) Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in total profit or loss and shareholder's equity in the consolidated statement of financial position.

3. NEW FINANCIAL REPORTING STANDARDS

3.1 Financial reporting standards that became effective in the current year

During the year, the Group have adopted the revised financial reporting standards, which are effective for fiscal years beginning on or after January 1, 2023. This revision is for the financial reporting standards to be clearer and more appropriate and to conform with international financial reporting standards. Such revision does not affect the principles of the standards and does not affect the users of the financial reporting standards.

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

3.2 Revised financial reporting standards to be applied in the future

The Federation of Accounting Professions has announced to apply the revised financial reporting standards 2023 and it was announced in the Royal Gazette on August 8, 2023 on altogether 4 topics: definition of the accounting estimates, disclosure of information of the accounting policy, deferred income tax related to assets and liabilities arising from one transaction and other adjustments due to the change of the Accounting Standard No. 17 “Insurance Contracts”. This adjustment is an adjustment for the financial reporting standards to be clearer and more appropriate. This is effective for the financial statements for the accounting period beginning on or after January 1, 2024.

The management of the Group have assessed and believed that this revision will not significantly affect the financial statements in the year that such standard is applied.

4. SIGNIFICANT ACCOUNTING POLICIES

4.1 Revenue and expenses recognition

Sales of goods

Revenue from sale of goods is recognized at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods. Revenue is measured at the amount of the consideration received or receivable, excluding value added tax, of goods supplied after deducting returns and discounts.

Interest income

Interest income is recognised on an accrual basis based on the effective interest rate.

Other income and expenses

Other income and expenses are recognized on an accrual basis.

4.2 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and at banks, and all highly liquid investments with an original maturity of three months or less and not subject to withdrawal restrictions.

4.3 Trade accounts receivable

unless they contain significant financing components, when they are recognized at its present value.

Trade receivables are stated at the amount expected to be collectible, the group apply the TFRS 9 simplified approach to measuring expected credit losses which uses a simplified approach, which requires expected lifetime losses to be recognized from initial recognition of the receivables. To measure the expected credit losses, trade receivables have been grouped based on the days past due. The expected loss rates are based on the payment profiles and the corresponding historical credit losses which are adjusted to reflect the current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The group have identified the GDP, the unemployment rate and the consumer price index of the countries in which it sells its goods and services to be the most relevant factors, and accordingly adjusts the historical loss rates based on expected changes in these factors. The impairment losses are recognized in profit or loss within administrative expenses.

4.4 Inventories

Inventories are stated at the lower of cost or net realizable value. Costs is calculated as follows :-

Chemical products- First-in-First-out method

Work in process - First-in-First-out method

Raw materials and supplies - First-in-First-out method

Sim card products Mobile phones and accessories - Weighted average method

The cost of inventories comprises all costs of purchase and costs of conversion include an appropriate share of production overheads based on normal production capacity.

The cost of purchase comprises both the purchase price and costs directly attributable to the acquisition of the inventory, such as import duties, transportation charges and other direct costs incurred in acquiring the inventories less all trade discounts, allowances or rebates.

The Company has provided allowance for value decrease from inventory are slow moving at the end of the period.

4.5 Investments in subsidiaries

Subsidiaries are those companies in which the Company has the power to control the financial and operating policies generally accompanying a shareholding of more than one-half of the voting rights.

In separate financial statement, investments in subsidiaries are stated at net cost net from allowance on impairment (if any). Loss on impairment of investment will be recognized as loss in the statement of comprehensive income.

4.6 Goodwill

The Group use the acquisition method to account for business combinations and measure the cost of the acquisition being the fair value at the acquisition date of consideration transferred, and the amount of any non-controlling interest in the acquiree. For each business combination, the Group measures the non-controlling interest, if any, in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets.

The Group account for acquisition-related costs as expenses in the periods in which the costs are incurred and the services are received.

Goodwill is the excess of the cost of the business combination over the Company's interest in the fair value of the identifiable net assets of the subsidiary. If the Company's interest in the fair value of the identifiable net assets of the subsidiary exceeds the cost of the business combination, the excess is immediately recognized as gain in profit or loss.

Goodwill is initially measured at cost at the acquisition date and after that it will be measured at cost less accumulated impairment losses. Impairment losses on goodwill are not reversed.

4.7 Financial assets and financial liabilities

Classification and measurement of financial assets

The classification of financial assets depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

The group classify its debt instruments in the following categories:

- Those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss); and

- Those to be measured at amortised cost.

The group reclassify debt instruments when and only when its business model for managing those assets changes.

The equity instruments held must be irrevocably classified to two measurement categories; i) at fair value through profit or loss (FVPL), or ii) at fair value through other comprehensive income (FVOCI) without recycling to profit or loss.

At initial recognition, the group measure a financial asset at its fair value plus or minus, in the case of a financial asset not at FVPL, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Subsequent measurement of debt instruments depends on the Company and its subsidiaries's business model for managing the asset and the cash flow characteristics of the financial assets. There are three measurement categories into which the group classify its debt instruments:

- Amortized cost: A financial assets will be measured at amortized cost when the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows. In addition, the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Interest income from these financial assets is included in financial income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains/(losses) together with foreign exchange gains and losses. Impairment losses are presented in profit or loss.

- FVOCI: A financial assets will be measured at FVOCI when it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets. In addition, the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Movements in the carrying amount are taken through other comprehensive income, except for the recognition of impairment gains or losses, interest income and related foreign exchange gains and losses which are recognized in profit or loss. When the financial asset is derecognized, the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss and recognized on other gains/(losses). Interest income from these financial assets is included in finance income using the effective interest rate method. Foreign exchange gains and losses are presented in other gains/(losses) and impairment expenses are presented as separate line item in the statement of comprehensive income.
- FVPL: Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on a debt investment that is subsequently measured at FVPL is recognized in profit or loss and presented net within other gains/(losses) in the period in which it arises.

Dividends from such investments continue to be recognized in profit or loss when the group right to receive payments is established.

Changes in the fair value of financial assets at FVPL are recognized in other gains/(losses) in the statement of income as applicable. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

Classification and measurement of financial liabilities and equity

Financial instruments issued by the group must be classified as financial liabilities or equity securities by considering contractual obligations.

- Where the group have an unconditional contractual obligation to deliver cash or another financial asset to another entity, it is considered a financial liability unless there is a predetermined or possible settlement for a fixed amount of cash in exchange of a fixed number of the group's own equity instruments.

- Where the group have no contractual obligation or have an unconditional right to avoid delivering cash or another financial asset in settlement of the obligation, it is considered an equity instrument.

At initial recognition, the group measure financial liabilities at fair value. The group reclassify all financial liabilities as subsequently measured at amortised cost, except for derivatives.

Recognition and derecognition

The group shall recognize a financial asset or a financial liability in its statement of financial position when, and only when, the group become party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognized on trade-date, the date on which the group commit to purchase or sell the asset. Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or have been transferred and the group have transferred substantially all the risks and rewards of ownership of the financial assets.

Impairment

The Group recognises an allowance for expected credit losses (ECLs) for all debt instruments not held at FVTPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

4.8 Derivatives and hedging activities

Derivatives are initially recognized at fair value as at the date a derivative contract is entered into and are subsequently remeasured at fair value. The profit or loss from revaluation is considered as fair value through profit or loss. However, if the derivative meets the conditions to hold as a hedge, the recording of the revaluation profit or loss depends on the type of hedging item.

4.9 Investment Property

Investment property means property held for seeking. It is not intended for use in the operations.

Land that is the investment property is stated at cost after deducting allowance for impairment (if any).

Buildings that are investment property are stated at cost after deducting accumulated depreciation and allowance for impairment (if any).

4.10 Property, plant and equipment/Depreciation

Land is stated at cost. Buildings and equipment are stated at cost less accumulated depreciation and allowance for loss on impairment of assets (if any).

Depreciation of plant and equipment is calculated by reference to their costs on the straight-line basis over the following estimated useful lives:

Buildings and building improvements	6 - 20 years
Machinery and equipment	3 - 10 years
Furniture and office equipment	3 - 5 years
Motor vehicles	5 years

No Depreciation is provided on land and assets under installation.

4.11 Intangible assets

The intangible assets are carried at cost less accumulated amortisation and impairment losses (if any).

The intangible assets are the operation licenses. Intangible assets with finite lives are amortised on a systematic basis over the economic useful life and tested for impairment whenever there is an indication that the intangible assets may be impaired. The amortisation period and the amortisation method of such intangible assets are reviewed at least at each financial year end. The amortisation expense is charged to profit or loss.

A summary of the intangible assets with finite useful lives is as follows:

	<u>Useful lives</u>
Operation licenses	10 years
Computer program	10 years

4.12 Related party transactions

Related parties comprise individuals or enterprises that control, or are controlled by, the Company, whether directly or indirectly, or which are under common control with the Company.

They also include associated companies, and individuals or enterprises which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors, and officers with authority in the planning and direction of the Company's operations.

4.13 Leases

At inception of a contract, the group assess whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The group assess the lease term for the non-cancellable period as stipulated in lease contract or the remaining period of active leases at the date of initial application (as at January 1, 2020) together with any period covered by an option to extend the lease if it is reasonably certain to be exercised or any periods covered by an option to terminate the lease if it is reasonably certain not to be exercise by considering the effect of changes in technology and/or the other circumstance relating to the extension of the lease term.

Right-of-use assets-as a lessee

Right-of-use assets are recognized at the commencement date of the lease. Right-of-use assets are stated at cost, less any accumulated depreciation and impairment losses (if any) and adjusted for any remeasurement of lease liabilities (if any). The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

The cost of right-of-use assets also includes an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

Right-of-use assets are calculated by reference to their costs on a straight-line basis over the shorter of the lease term and the estimated useful lives for each of right-of-use assets.

Lease liabilities

At the commencement date of the lease, lease liabilities are stated at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable (if any) and amount expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the group and payments of penalties for terminating the lease, if the lease term reflects the group exercising the option to terminate.

In calculating the present value of lease payments, the group use its incremental borrowing rate, which is determined by referring to the government bond yield adjusted with risk premium depending on the lease term, at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of the interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

The group apply the short-term lease recognition exemption to its short-term leases (those leases that have a lease term of 12 months or less from the commencement date and not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered of low value.

4.14 Foreign currencies

The consolidated and separate financial statements are presented in Baht, which is also the Company's functional currency. Items of each entity included in the consolidated financial statements are measured using the functional currency of that entity.

Transactions in foreign currencies are translated into Baht at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Baht at the exchange rate ruling at the end of reporting period.

Gains and losses on exchange are included in determining income.

4.15 Impairment of assets that are not financial assets

At the end of each reporting period, the group perform impairment reviews in respect of the property, plant and equipment and other intangible assets whenever events or changes in circumstances indicate that an asset may be impaired. An impairment loss is recognised when the recoverable amount of an asset, which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount.

An impairment loss is recognised in profit or loss.

4.16 Employee benefits

Short-term employee benefits

Salaries, wages, bonuses and contributions to the social security fund are recognised as expenses when incurred.

Defined contribution plans

The Company and its employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Company. The fund's assets are held in a separate trust fund and the Company's contributions are recognised as expenses when incurred.

Defined benefit plans

The Company has obligations in respect of the severance payments. It must make to employees upon retirement under labor law. The Company treats these severance payment obligations as a defined benefit plan.

The obligation under the defined benefit plan is determined by a professionally qualified independent actuary based on actuarial techniques, using the projected unit credit method.

Actuarial gains and losses arising from defined benefit plan are recognised immediately in other comprehensive income.

4.17 Provisions

Provisions are recognised when the group have a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

4.18 Treasury shares

Treasury shares are stated at cost and presented as a deduction from shareholders' equity. Gains on disposal of treasury shares are determined by reference to the carrying amount and are presented as premium on treasury shares. Losses on disposal of treasury shares are determined by reference to the carrying amount and are presented in premium on treasury share and retained earnings, consecutively.

4.19 Income tax

Income tax expense represents the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Group recognise deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences can be utilised.

At each reporting date, the Group review and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

The Group record deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

5. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of financial statements in conformity with financial reporting standards at times requires management to make subjective judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures; and actual results could differ from these estimates. Significant judgements and estimates are as follows:

Allowance for expected credit losses

In determining an allowance for doubtful accounts, the management needs to make judgement in the valuating of expected credit loss incurred that based upon past collection history and credit loss data, adjust to reflect current data and forecast values on macroeconomic factors.

Allowance for declining in value of inventory

The determination of allowance for declining in the value of inventory requires management to make judgements and estimates of the loss expected to occur. The allowance for decline in net realizable value is estimated based on the selling price expected in the ordinary course of business less selling expense. The provision for obsolete slow-moving and deteriorated inventory is estimated based on the approximate useful life of each type of inventory. The allowance for diminution in value of inventory as determined is compared with the original balance in the books of account and the increase or decrease in the allowance for diminution in value of inventory will be recognized as cost of sales and service in profit or loss.

Property, plant and equipment/Depreciation

In determining depreciation of plant and equipment, the management is required to make estimates of the useful lives and residual values of the plant and equipment and to review the estimated useful lives and residual values when there are any changes.

In addition, the management is required to review property, plant and equipment for impairment on a periodical basis and record the impairment loss when it is determined that the recoverable amount is lower than the carrying amount. This requires judgement regarding forecast of future revenues and expenses relating to the assets subject to the review.

Deferred tax assets

Deferred tax assets are recognized for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and level of estimated future taxable profits.

Post-employment benefits under defined benefit plans

The obligation under the defined benefit plan is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate, mortality rate and staff turnover rate.

Determining the lease term of contracts with renewal and termination options

The Group determine the lease term as the non-cancellable term of the lease, together with any period covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The management is required to use judgment in evaluating whether it is reasonably certain whether or not to exercise the option to renew or terminate the lease, considering all relevant factors that create an economic incentive to exercise either the renewal or termination. After the commencement date, the group reassess the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate.

Fair valuation of financial assets and derivatives

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The group use judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period. Details of key assumptions used are included in Note 30.2.

Goodwill

Goodwill The initial recognition and measurement of goodwill and intangible assets and subsequent impairment testing require management to make estimates of cash flows to be generated by the asset or the cash generating units and to choose a suitable discount rate in order to calculate the present value of those cash flows.

6. RELATED PARTY TRANSACTIONS

During the years, The Group had significant business transactions with related parties. Such transactions arose in the ordinary course of business and were concluded on commercial terms as agreed upon between the Company and those related parties, which were summarized as follows:

Nature of relationships between the Company and related parties:

Name of related party or Company	Nature of relationships
<u>Related company</u>	
Lavish Laboratory Company Limited	Subsidiary
Natural Gift Society Company Limited	Subsidiary
A Lot Tech Company Limited	Subsidiary
Melon Thai Company Limited	Indirect subsidiary
RS Public Company Limited	Co-director
Chase Asia Public Company Limited	Co-director
Chetchot Company Limited	Co-director
RS mall Company Limited	Co-director

(Unit: Thousand Baht)

	Consolidated		The Company Only		Transfer pricing policy
	2023	2022	2023	2022	
<u>Transactions with parent company</u>					
Union Petrochemical Public Company Limited*					
Purchases of finished goods	-	3,633	-	3,633	Similar to market price
Other revenue	-	670	-	670	Similar to market price
Rental income	-	384	-	384	Contract price
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
A Lot Tech Company Limited					
Other service fees	-	-	215	-	Similar to market price
<u>Transactions with Related companies</u>					
Lion Asia (Thailand) Company Limited*					
Sales of finished goods	1,800	14,822	-	14,822	Agreement rate
Chetchot Company Limited					
Building rentals	848	-	848	-	Contract price
Cost of Building Improvments	896	-	896	-	Contract price

As at December 31, 2023 and 2022, the significant balances of the accounts between the Company and those related parties are as follows:

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
<u>Trade receivables - related parties (Note 9)</u>				
Related parties				
Lion Asia (Thailand) Company Limited*	-	4,153	-	4,153
Total trade receivables - related parties	-	4,153	-	4,153
<u>Other current receivables - related parties</u>				
Parent company				
Union Petrochemical Public Company Limited*	-	82	-	82
Total other current receivables - related parties	-	82	-	82
<u>Other non-current financial assets (Note 12)</u>				
Business transactions with related companies by directors				
RS Public Company Limited	346,291	-	346,291	-
Chase Asia Public Company Limited	3,960	-	3,960	-
Total other non-current financial assets of related companies by directors	350,251	-	350,251	-
<u>Other non-current assets - related parties</u>				
Chetchot Company Limited	1,524	-	1,524	-
Total other non-current assets – related companies	1,524	-	1,524	-
<u>Trade payables - related parties (Note 19)</u>				
Parent company				
Union Petrochemical Public Company Limited*	-	315	-	315
Total trade payables - related parties	-	315	-	315
<u>Other current payables - related parties (Note 19)</u>				
Subsidiary				
A Lot Tech Company Limited	-	-	230	-
Total other current payables - related parties	-	-	230	-

* It is a related company until March 8, 2023 before change in structure of the major shareholder

Directors and management's benefits

During the year ended December 31, 2023 and 2022, the Group had employee benefit expenses of their directors and manager as below.

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
Short-term employee benefits	33,612	5,020	11,693	5,020
Post-employment benefits	1,050	331	170	331
Total	34,662	5,351	11,863	5,351

7. FINANCIAL INSTRUMENTS

The Group have classified and measured the financial assets and liabilities as at December 31, 2023 and 2022 as below.

	(Unit : Thousand Baht)			
	Consolidated			
	FVPL	FVOCI	Amortized cost	Total
Financial assets as at December 31, 2023				
Cash and cash equivalents	-	-	329,094	329,094
Trade and other current receivables	-	-	43,451	43,451
Short-term loans	-	-	270,000	270,000
Other non-current financial assets	-	376,084	-	376,084
	-	376,084	642,545	1,018,629
Financial liabilities as at December 31, 2023				
Trusts Receipts	-	-	518	518
Trade and other current payables	-	-	100,158	100,158
Long-term loans from financial institutions	-	-	498,376	498,376
Leases	27,241	-	-	27,241
	27,241	-	599,052	626,293

(Unit : Thousand Baht)

	The Company Only			
	FVPL	FVOCI	Amortized cost	Total
Financial assets as at December 31, 2023				
Cash and cash equivalents	-	-	110,967	110,967
Trade and other current receivables	-	-	1,773	1,773
Short-term loans	-	-	270,000	270,000
Other non-current financial assets	-	376,084	-	376,084
	-	376,084	382,740	758,824
Financial liabilities as at December 31, 2023				
Trusts Receipts	-	-	518	518
Trade and other current payables	-	-	4,642	4,642
Long-term loans from financial institutions	-	-	498,376	498,376
Leases	19,524	-	-	19,524
	19,524	-	503,536	523,060

(Unit : Thousand Baht)

	Consolidated			
	FVPL	FVOCI	Amortized cost	Total
Financial assets as at December 31, 2022				
Cash and cash equivalents	-	-	195,786	195,786
Trade and other current receivables	-	-	22,802	22,802
Other non-current financial assets	-	138,789	-	138,789
	-	138,789	218,588	357,377
Financial liabilities as at December 31, 2022				
Trusts Receipts	-	-	6,519	6,519
Trade and other current payables	-	-	6,293	6,293
Other current financial liabilities	7	-	-	7
	7	-	12,812	12,819

(Unit : Thousand Baht)

	The Company Only			
	FVPL	FVOCI	Amortized cost	Total
Financial assets as at December 31, 2022				
Cash and cash equivalents	-	-	158,189	158,189
Trade and other current receivables	-	-	22,802	22,802
Other non-current financial assets	-	138,789	-	138,789
	-	138,789	180,991	319,780
Financial liabilities as at December 31, 2022				
Trusts Receipts	-	-	6,519	6,519
Trade and other current payables	-	-	6,246	6,246
Other current financial liabilities	7	-	-	7
	7	-	12,765	12,772

8. CASH AND CASH EQUIVALENTS

(Unit: Thousand Baht)

	Consolidated		The Company Only	
	2023	2022	2023	2022
Cash	1,477	11	4	7
Bank deposits	327,617	195,776	110,963	158,182
Total	329,094	195,787	110,967	158,189

As at December 31, 2023, bank deposits in saving accounts carried interests between 0.15 - 1.40 percent per annum. (As at December 31, 2022: between 0.05 - 0.55 percent per annum).

9. TRADE AND OTHER CURRENT RECEIVABLES

The outstanding balances of trade and other current receivables as at December 31, 2023 and 2022 are aged, based on due date, as follows:

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
Trade receivables				
<u>Trade receivables - related parties (Note 6)</u>				
Not yet due	-	1,988	-	1,988
Past due up to 3 months	-	2,165	-	2,165
Total trade receivables - related parties	-	4,153	-	4,153
<u>Trade receivables - unrelated parties</u>				
Not yet due	39,526	8,811	1,123	8,811
Past due				
Up to 3 months	556	9,838	556	9,838
Over 3 - 6 months	-	-	-	-
Over 6 - 12 months	148	-	-	-
Over 12 months	-	166	-	166
Total	40,230	18,815	1,679	18,815
Less: Allowance for expected credit losses	-	(166)	-	(166)
Total trade receivable - unrelated parties	40,230	18,649	1,679	18,649
Total trade receivables - net	40,230	22,802	1,679	22,802
Other current receivables				
Other receivables - related parties	-	82	-	82
Other receivables – non related parties	753	-	-	-
Prepaid expense	2,181	146	94	137
Other	287	11	-	11
Total other current receivables	3,221	239	94	230
Total trade and other current receivables	43,451	23,041	1,773	23,032

10. SHORT-TERM LOANS

	(Unit: Thousand Baht)	
	Consolidated /The Company Only	
	As at December	As at December
	31, 2023	31, 2022
Loan at the beginning of the period/year	-	-
Additional loans during the period/year	270,000	-
Receive repayments during the period/year	-	-
Tota short-term loans	270,000	-

As at December 31, 2023, the Company entered into a short-term loan agreement with a domestic company in the amount of Baht 270.00 million, charging an interest rate of 7.00 percent per year, due within August 2024. No collateral to guarantee the loan. There is interest received in advance from short-term loans in the amount of Baht 11.78 million, recorded in other current liabilities.

11. INVENTORIES

	(Unit: Thousand Baht)					
	Consolidated					
	Cost		Reduction of cost of inventories to net realisable value		Inventories - net	
	2023	2022	2023	2022	2023	2022
Raw materials	1,129	1,129	(1,129)	(1,129)	-	-
Finished goods	652,836	8,954	(7,144)	(7,003)	645,692	1,951
Packing materials	1,374	1,378	(1,374)	(1,378)	-	-
Total	655,339	11,461	(9,647)	(9,510)	645,692	1,951

	(Unit: Thousand Baht)					
	The Company Only					
	Cost		Reduction of cost of inventories to net realisable value		Inventories - net	
	2023	2022	2023	2022	2023	2022
Finished goods	117	8,462	(117)	(6,291)	-	2,171
Packing materials	299	302	(299)	(302)	-	-
Total	416	8,764	(416)	(6,593)	-	2,171

For the year ended December 31, 2023, the Group recorded the reduced cost of inventories by Baht 0.13 million (The Company Only: Baht 6.18 million) to reflect the net realisable value which was included in cost of sales during the year. (2022: the Group recorded reduced the write-down of cost of inventories by Baht 0.75 million (The Company Only: Baht 0.98 million) to reflect the net realisable value which was included in cost of sales).

12. OTHER NON-CURRENT FINANCIAL ASSETS

As at December 31, 2023 and 2022, the balances of investment in equity securities investments are as follows:

(Unit: Thousand Baht)						
Consolidated /The Company Only						
Type of investments	Unrealised loss on					
	Cost		changes in value of investment		Carrying amount	
	2023	2022	2023	2022	2023	2022
Equity securities	394,201	146,281	(18,117)	(7,492)	376,084	138,789
Total	394,201	146,281	(18,117)	(7,492)	376,084	138,789

During the years ended December 31, 2023 and 2022, the movement of investment in equity securities investments is as follows:

(Unit: Thousand Baht)		
Consolidated/ The Company Only		
	2023	2022
Book value as at January 1	138,789	49,655
Additional during the year - at cost	371,160	85,517
Disposal during the year - at cost	(123,241)	-
Warrant	67	200
Realised Profit (loss) on changes in value of investment in equity securities investments	(10,691)	3,417
Book value as at December 31	376,084	138,789

(Unit: Thousand Baht)		
Consolidated/ The Company Only		
	2023	2022
Loss from disposal of investments	(7,210)	-

During the year 2023 the Company disposed investments in equity securities Baht 116.03 million (cost amount Baht 123.24 million), The Company recognized gain on disposal of these investments by Baht 7.21 million, and transferred such gain from other comprehensive income to “retained earnings-unappropriated” as presented in the statement of changes in shareholders’ equity.

The Company purchased investments in ordinary shares of two related companies with common directors in the amount of Baht 3.96 million and Baht 346.21 million, representing 0.22 percent and 2.33 percent of the paid-up capital ((According to Note 6 to the financial statements)

Other non-current financial assets are investment in marketable equity securities, measured at fair value through other comprehensive income, measured at fair value using inputs of Level 1 (According to Note 30.2 to the financial statements)

13. INVESTMENT IN SUBSIDIARIES

Changes in investments in subsidiaries are as follows:

	(Unit: Thousand Baht)	
	The Company Only	
	As at December	As at December
	31, 2023	31, 2022
Beginning balance	43,971	45,170
Addition of investment during the year	625,900	-
Allowance for impairment	-	(1,199)
Ending balance	669,871	43,971

On August 30, 2023, the Extraordinary General Meeting of Shareholders No. 3/2023 resolved to approve investing in A Lot Tech Company Limited "ALT" (by subscribing to ALT's capital increase ordinary shares in the amount of 780,000 shares or equivalent to 40 percent of ALT's issued and sold shares at a subscription price of approximately Baht 802.44 per share, with a par value of Baht 100 per share, totaling Baht 625,900,000 after the capital increase. ALT will use this portion of the capital increase to purchase 219,999 ordinary shares of Melon Thai Company Limited ("MLT") from the existing shareholder group of MLT or 99.99 percent at the par value of Baht 100 at a price of Baht 2,845 per share, totaling Baht 625,900,000 of MLT’s issued and sold shares.

The Company has purchased 40 percent of shares in A Lot Tech Company Limited. The Company sent 3 out of 5 executives to be directors of A Lot Tech Company Limited with the approval in accordance with the Extraordinary General Meeting of Shareholders No. 2/2023 of A Lot Tech Company Limited held on September 1, 2023, and the Company has nominated the Chief Executive Officer and Chief Financial Officer. In addition, the resolution of the shareholder meeting of A Lot Tech Company Limited must receive the approval of the company. Therefore, the Company has significant control power in A Lot Tech Company Limited, a subsidiary of Gift Infinite Public Company Limited

Details of investment in subsidiaries as presented in the separate financial statements are as follows:

Company's name	(Unit: Thousand Baht)					
	Paid-up capital		Shareholding percentage		Carrying amounts based on cost method	
	2023	2022	2023	2022	2023	2022
			(percent)	(percent)		
Lavish Laboratory Company Limited	50,000	50,000	99.99	99.99	49,798	49,798
Natural Gift Society Company Limited	5,000	5,000	99.98	99.98	5,002	5,002
A Lot Tech Company Limited	625,900	-	40.00	-	625,900	-
Total investment in subsidiaries					680,700	54,800
Less Allowance for impairment in subsidiaries					(10,829)	(10,829)
Net investment in subsidiaries					669,871	43,971

The Company has movement of the allowance for impairment of investment in the subsidiary for the year ended December 31, 2023 and 2022 as follows:

	(Unit: Thousand Baht)	
	The Company Only	
	2023	2022
Beginning as at January 1	10,829	9,630
Add: Increases during the year	-	1,199
Balance as at December 31	10,829	10,829

On June 28, 2023, the Extraordinary General Meeting of Shareholders No. 1/2023 of A Lot Tech Company Limited passed a resolution to approve an increase in registered capital by issuing 1.15 million capital increase ordinary shares at a value of Baht 100 per share, equivalent to the amount of Baht 115 million from the former registered capital of Baht 2 million to a total registered capital of Baht 117 million. It was registered the capital increase and amendment of the memorandum of association with the Ministry of Commerce on July 17, 2023.

On September 1, 2023, the Extraordinary General Meeting of Shareholders No.2/2023 of A Lot Tech Company Limited resolved to approve an increase in registered capital by issuing 780,000 capital increase shares with a value of Baht 100 per share, totaling Baht 78 million from the former registered capital Baht 117 million to a total registered capital of Baht 195 million. It was registered the capital increase and amendment of the memorandum of association with the Ministry of Commerce on September 1, 2023.

Investment in indirect subsidiary – help by A Lot Tech Company Limited The details are as follows:

Company' name	Country of incorporation	Investment proportion (%)		Registered capital (Thousand Baht)	
		As at	As at	As at	As at
		December 31, 2023	December 31, 2022	December 31, 2023	December 31, 2022
Melon Thai Company Limited	Thailand	99.99	-	21,999.99	-

On September 1, 2023, the Board of Directors' Meeting No. 1/2023 of A Lot Tech Company Limited resolved to approve A Lot Tech Company Limited to purchase all of the shares of Melon Thai Company Limited A Lot Tech Company Limited received the transfer of shares from the existing shareholders on September 1, 2023 (purchase date) and paid for the shares purchased from the existing shareholders of Melon Thai Company Limited in the amount of Baht 625.90 million. As at September 1, 2023.

The book value of the assets acquired and liabilities assumed from A Lot Tech Company Limited and its subsidiaries as at September 1, 2023 (the acquisition date) has been included in the consolidated financial statements:

	(Unit: Thousand Baht)		
	Book value	Adjust fair value	Fair value
Cash and cash equivalents	144,558	-	144,558
Trade and other receivables	41,301	-	41,301
Inventories	715,581	-	715,581
Other current assets	19,629	-	19,629
Equipment	8,181	-	8,181
Right-of-use assets	8,765	-	8,765
Intangible assets	249	-	249
Deferred tax assets	1,632	-	1,632
Other non-current assets	4,434	-	4,434
Trade and other payables	(326,317)	-	(326,317)
Income tax payable	(6,245)	-	(6,245)
Other current liabilities	(695)	-	(695)
Lease liabilities	(8,051)	-	(8,051)
Provision for long-term employee benefits	(968)	-	(968)
Net assets of the subsidiary	602,054	-	602,054
Non-controlling interests of subsidiary (60%)			(361,232)
Net assets of the subsidiary			
in the Company's proportion (40%)			240,822
Add: Goodwill			385,078
Less: Cash and cash equivalents of the subsidiary			625,900
Net cash payment for purchase of investments in the subsidiary			(144,558)
Cash and cash equivalents			481,342

Details of investments in subsidiary that have material non-controlling interests

Company's name	(Unit: Thousand Baht)							
	Proportion of equity interest held by non-controlling interests		Accumulated balance of non-controlling interests		Profit allocated to non-controlling interests during the year		Dividend paid to non-controlling interests during the year	
	2023 (Percent)	2022 (Percent)	2023	2022	2023	2022	2023	2022
A Lot Tech Company Limited and subsidiary	60.00	-	447,377	-	86,144	-	-	-

Summarised financial information that based on amounts before inter-company elimination about subsidiary that has material

Summarised information about financial position

	(Unit: Thousand Baht)	
	A Lot Tech Company Limited and subsidiary	
	2023	2022
Current assets	871,220	-
Non-current assets	27,976	-
Current liabilities	147,857	-
Non-current liabilities	5,602	-

Summarised of information about comprehensive income

	(Unit: Thousand Baht)	
	A Lot Tech Company Limited and subsidiary	
	2023	2022
Sales	747,627	-
Profit (loss) for the year	143,573	-
Other comprehensive income	(189)	-
Total comprehensive income	143,383	-

Summarised of information about cash flow

	(Unit: Thousand Baht)	
	A Lot Tech Company Limited and subsidiary	
	2023	2022
Cash flow from operating activities	44,058	-
Cash flow used in investing activities	(631,986)	-
Cash flow from financing activities	624,527	-
Net increase in cash and cash equivalents	36,599	-

14. INVESTMENT PROPERTY

Movement of the property, plant and equipment account during the years ended December 31, 2023 and 2022 are summarized below.

	(Unit: Thousand Baht)		
	Consolidated		
	Buildings and building		
	Land	improvements	Total
Cost:			
As at January 1, 2022	73,194	-	73,194
Transfer to allowance for impairment loss	1,346	-	1,346
As at December 31, 2022	74,540	-	74,540
Transfer from Property and plant	40,641	39,503	80,144
Deductions	(38,641)	(28,716)	(67,357)
As at December 31, 2023	76,540	10,787	87,327
Accumulated depreciation:			
As at January 1, 2022	-	-	-
Depreciation for the year	-	-	-
As at December 31, 2022	-	-	-
Transfer from Property and plant	-	21,603	21,603
Depreciation for the year	-	126	126
Deductions	-	(14,407)	(14,407)
As at December 31, 2023	-	7,322	7,322
Net book value:			
As at December 31, 2022	74,540	-	74,540
As at December 31, 2023	76,540	3,465	80,005

(Unit: Thousand Baht)			
The Company Only			
	Land	Buildings and building improvements	Total
Cost:			
As at January 1, 2022	73,194	-	73,194
Transfer to allowance for impairment loss	1,346	-	1,346
As at December 31, 2022	74,540	-	74,540
Transfer from Property and plant	38,641	28,716	67,357
Deductions	(38,641)	(28,716)	(67,357)
As at December 31, 2023	74,540	-	74,540
Accumulated depreciation:			
As at January 1, 2022	-	-	-
Depreciation for the year	-	-	-
As at December 31, 2022	-	-	-
Transfer from Property, plant, and equipment	-	14,281	14,281
Depreciation for the year	-	126	126
Deductions	-	(14,407)	(14,407)
As at December 31, 2023	-	-	-
Net book value:			
As at December 31, 2022	74,540	-	74,540
As at December 31, 2023	74,540	-	74,540

Investment property of the Company is the land held by the Company that currently has not identified the purpose of utilization. The Company recorded the accounts by the cost method. During the year 2022, the Company employed an independent appraiser to appraise the fair value of assets according to the market approach and cost approach. The consolidated financial statements have an appraisal price of Baht 82.31 million, a cost price of Baht 80.00 million, and the separate financial statements have an appraisal price of Baht 74.86 million, a cost price of Baht 74.54 million a disclosed the fair value hierarchy at the level 2.

During 2023, the company sold land and buildings that were not used in operations for a value of Baht 63.96 million, which had a net book value of Baht 52.94 million , with a profit from sales of Baht 11.01 million.

15. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment account during the years ended December 31, 2023 and 2022 are summarised below.

	(Unit: Thousand Baht)					
	Consolidated					
	Land	Buildings and building improvements	Machinery and equipment	Furniture, and office equipment	Motor vehicles	Total
Cost:						
As at January 1, 2022	49,043	53,853	45,087	8,815	12,310	169,108
Additions	-	-	-	8	-	8
Transfer from right-of-use asset	-	-	-	-	3,919	3,919
Deductions	-	(205)	(27,445)	(1,320)	(849)	(29,819)
As at December 31, 2022	49,043	53,648	17,642	7,503	15,380	143,216
Increase from acquisition of subsidiary	-	2,197	-	3,310	5,590	11,097
Additions	-	21,536	-	1,180	4,800	27,516
Transfer to investment property	(40,641)	(39,503)	-	-	-	(80,144)
Deductions	(8,402)	(14,145)	(6,116)	(5,356)	(10,401)	(44,420)
As at December 31, 2023	-	23,733	11,526	6,637	15,369	57,265
Accumulated depreciation:						
As at January 1, 2022	-	27,651	31,294	8,348	5,510	72,803
Depreciation for the year	-	2,971	661	286	1,811	5,729
Transfer from right-of-use asset	-	-	-	-	1,268	1,268
Depreciation on disposals/write-off	-	(142)	(18,133)	(1,255)	(346)	(19,876)
As at December 31, 2022	-	30,480	13,822	7,379	8,243	59,924
Increase from acquisition of subsidiary	-	205	-	1,011	1,700	2,916
Depreciation for the year	-	3,283	160	363	1,428	5,234
Transfer to investment property	-	(21,603)	-	-	-	(21,603)
Depreciation on disposals/write-off	-	(11,117)	(5,553)	(5,326)	(6,147)	(28,143)
As at December 31, 2023	-	1,248	8,429	3,427	5,224	18,328
Allowance for impairment loss:						
As at December 31, 2022	1	-	3,459	-	-	3,460
As at December 31, 2023	-	-	3,084	-	-	3,084
Net book value:						
As at December 31, 2022	49,042	23,168	361	124	7,137	79,832
As at December 31, 2023	-	22,485	13	3,210	10,145	35,853
Depreciation for the year						
2022 (Baht 1.13million included in cost of sales, and the balance in selling and administrative expenses)						5,729
2023 (Baht 2.82 million included in cost of sales, and the balance in selling and administrative expenses)						5,234

(Unit: Thousand Baht)

The Company Only						
	Land	Buildings and building improvements	Machinery and equipment	Furniture, and office equipment	Motor vehicles	Total
Cost:						
As at January 1, 2022	47,043	43,067	33,561	8,273	12,310	144,254
Additions	-	-	-	8	-	8
Transfer from right-of-use asset	-	-	-	-	3,919	3,919
Deductions	-	(205)	(27,445)	(1,320)	(849)	(29,819)
As at December 31, 2022	47,043	42,862	6,116	6,961	15,380	118,362
Additions	-	21,355	-	117	-	21,472
Transfer to investment property	(38,641)	(28,716)	-	-	-	(67,357)
Deductions	(8,402)	(14,146)	(6,116)	(5,357)	(10,401)	(44,422)
As at December 31, 2023	-	21,355	-	1,721	4,979	28,055
Accumulated depreciation:						
As at January 1, 2022	-	21,974	23,039	7,886	5,510	58,409
Depreciation for the year	-	2,149	509	213	1,812	4,683
Transfer from right-of-use asset	-	-	-	-	1,268	1,268
Depreciation on disposals/write-off	-	(142)	(18,133)	(1,255)	(346)	(19,876)
As at December 31, 2022	-	23,981	5,415	6,844	8,244	44,484
Depreciation for the year	-	2,313	138	98	1,150	3,699
Transfer to investment property	-	(14,281)	-	-	-	(14,281)
Depreciation on disposals/write-off	-	(11,117)	(5,553)	(5,326)	(6,147)	(28,143)
As at December 31, 2023	-	896	-	1,616	3,247	5,759
Allowance for impairment loss:						
As at December 31, 2022	1	-	375	-	-	376
As at December 31, 2023	-	-	-	-	-	-
Net book value:						
As at December 31, 2022	47,042	18,881	326	117	7,136	73,502
As at December 31, 2023	-	20,459	-	105	1,732	22,296
Depreciation for the year						
2022 (Baht 1.13 million included in cost of sales, and the balance in selling and administrative expenses)						4,683
2023 (Baht 0.28 million included in cost of sales, and the balance in selling and administrative expenses)						3,699

As at December 31, 2023, the Group and the Company's certain items of plant and equipment were fully depreciated but are still in use. The gross carrying amount before deducting accumulated depreciation of those assets amounted to approximately Baht 6.88 million and Baht 1.57million (2022: Baht 18.41 million and Baht 13.30 million).

During 2023, the company sold land. Factory buildings and equipment with a selling price of Baht 23.44 million. The said assets have a net accounting price of Baht 15.89 million, with a profit from sales of Baht 7.54 million.

16. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

Right-of-use assets

Movements of the right-of-use assets account during the period ended December 31, 2023 and 2022 are summarised below.

(Unit : Thousand Baht)

	Consolidated		
	Building	Motor vehicles	Total
Cost			
As at January 1, 2022	-	3,919	3,919
Transfer to property plant and equipment	-	(3,919)	(3,919)
As at December 31, 2022	-	-	-
Increase from acquisition of subsidiary	10,603	-	10,603
Additions	23,461	-	23,461
As at December 31, 2023	34,064	-	34,064
Accumulated depreciation			
As at January 1, 2022	-	1,167	1,167
Depreciation for the period	-	101	101
Transfer to property plant and equipment	-	(1,268)	(1,268)
As at December 31, 2022	-	-	-
Increase from acquisition of subsidiary	1,839	-	1,839
Depreciation for the period	2,064	-	2,064
As at December 31, 2023	3,903	-	3,903
Net book value			
As at December 31, 2022	-	-	-
As at December 31, 2023	30,161	-	30,161

	(Unit : Thousand Baht)		
	The Company Only		
	Building	Motor vehicles	Total
Cost			
As at January 1, 2022	-	3,919	3,919
Transfer to property plant and equipment	-	(3,919)	(3,919)
As at December 31, 2022	-	-	-
Additions	21,242	-	21,242
As at December 31, 2023	21,242	-	21,242
Accumulated depreciation			
As at January 1, 2022	-	1,167	1,167
Depreciation for the period	-	101	101
Transfer to property plant and equipment	-	(1,268)	(1,268)
As at December 31, 2022	-	-	-
Depreciation for the period	848	-	848
As at December 31, 2023	848	-	848
Net book value			
As at December 31, 2022	-	-	-
As at December 31, 2023	20,394	-	20,394

Lease liabilities

The carrying amounts of lease liabilities and the movement for the year ended December 31, 2023 and 2022 are presented below.

	(Unit: Thousand Baht)	
	Consolidated	
	2023	2022
As at January 1,	-	169
Increase from acquisition of subsidiary	8,051	-
Addition	21,033	-
Accretion of interest	555	1
Payments during the period	(2,398)	(170)
As at December 31,	27,241	-
<u>Less:</u> current portion	(6,438)	-
Lease liabilities - net of current portion	20,803	-

	(Unit: Thousand Baht)	
	The Company Only	
	2023	2022
As at January 1,	-	169
Addition	20,207	-
Accretion of interest	354	1
Payments during the period	(1,036)	(170)
As at December 31,	19,525	-
<u>Less:</u> current portion	(2,852)	-
Lease liabilities - net of current portion	16,673	-

The following relates to lease expenses that are the amounts recognised in profit or loss for the year ended December 31, 2023 and 2022 as presented below.

		(Unit: Thousand Baht)	
		Consolidated	
		2023	2022
Depreciation of right-of-use assets		2,064	101
Interest expense on lease liabilities		555	1
Lease of low-value assets		18	-
Total		2,637	102

		(Unit: Thousand Baht)	
		The Company Only	
		2023	2022
Depreciation of right-of-use assets		848	101
Interest expense on lease liabilities		354	1
Lease of low-value assets		18	-
Total		1,220	102

17. DEFERRED TAX ASSETS

Deferred tax assets and liabilities are offset when income taxes are related to the same fiscal authority. Deferred income taxes are calculated on all temporary differences under the liability method using the principal tax rate of 20%.

The analysis of deferred tax assets and deferred tax liabilities is as follows:

		(Unit : Thousand Baht)			
		Consolidated		The Company Only	
		2023	2022	2023	2022
Deferred tax assets		5,626	2,937	4,092	2,937
Deferred tax liabilities		(137)	-	-	-
Deferred tax assets-net		5,489	2,937	4,092	2,937

Deferred tax assets (liabilities) in the statement of comprehensive income for the year ended December 31, 2023 are attributed to the following items:

(Unit : Thousand Baht)					
	Consolidated				
	Balance per book as at January 1, 2023	Increased from the acquisition of a subsidiary	Revenue (expenses) during the period		Balance per book as at December 31, 2023
			In	In other	
			comprehensive income	comprehensive income	
Deferred tax assets:					
Allowance for doubtful accounts	33	-	(33)	-	-
Allowance for diminution in value of inventories	1,319	1,065	(1,126)	-	1,258
Provision for long-term employee benefits	85	193	381	47	706
Gain (loss) on revaluation of investment in equity securities investments	1,498	-	-	2,125	3,623
Right of use	-	374	(335)	-	39
(Gain) loss from revaluations at fair value of exchange forward contract	2	-	(2)	-	-
Total	2,937	1,632	(1,115)	2,172	5,626
Deferred tax liabilities:					
Right of use	-	-	(137)	-	(137)
Total	-	-	(137)	-	(137)
Deferred tax assets-net	2,937	1,632	(1,252)	2,172	5,489

(Unit : Thousand Baht)				
	The Company Only			
	Balance per book as at January 1, 2023	Revenue (expenses) during the period		Balance per book as at December 31, 2023
		In	In other	
		comprehensive income	comprehensive income	
Deferred tax assets:				
Allowance for doubtful accounts	33	(33)	-	-
Allowance for diminution in value of inventories	1,319	(1,235)	-	84
Provision for long-term employee benefits	85	267	-	352
Gain (loss) on revaluation of investment in equity securities investments	1,498	-	2,125	3,623
Right of use	-	33	-	33
(Gain) loss from revaluations at fair value of exchange forward contract	2	(2)	-	-
Total	2,937	(970)	2,125	4,092
Deferred tax liabilities:				
Total	-	-	-	-
Deferred tax assets-net	2,937	(970)	2,125	4,092

The Company and two subsidiaries had tax losses for the year ended December 31, 2023 that had not been used. The subsidiary did not record those tax losses as deferred tax assets as there was uncertainty that the company and subsidiary would have sufficient taxable profits to utilize the deferred tax assets.

18. TRUST RECEIPTS

	(Unit: Thousand Baht)			
	Consolidated/ The Company Only			
	As at December 31, 2023		As at December 31, 2022	
	Interest rate	Amount (Thousand Baht)	Interest rate	Amount (Thousand Baht)
Trust receipts	3.50%	518	5.46%	6,519
Total		518		6,519

As at December 31, 2023 and 2022, the Company had short-term credit lines received from the commercial bank that are free from guarantee obligation in the amount of Baht 695.72 million and Baht 368.20 million, respectively.

19. TRADE AND OTHER PAYABLES

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
<u>Trade accounts payable</u>				
Trade account payable - related parties (Note 6)	-	315	-	315
Trade accounts payable - unrelated parties	80,273	2,931	-	2,931
Total trade accounts payable	80,273	3,246	-	3,246
<u>Other current payables</u>				
Other payables - related parties	-	-	230	-
Other payables - unrelated parties	4,565	220	275	180
Accrued expenses	15,320	2,827	4,137	2,821
Total Other payables	19,885	3,047	4,642	3,001
Total trade and other payables	100,158	6,293	4,642	6,247

20. LONG - TERM LOANS FROM FINANCIAL INSTITUTIONS:

Long - term loans from financial institutions consist of:

	(Unit: Thousand Baht)	
	Consolidated/ The Company Only	
	As at December	As at December
	31, 2023	31, 2022
Long-term loan at the beginning of the period	-	-
Received during the period	500,720	-
Repayment during the period	-	-
Long-term loan at the end of the period	500,720	-
<u>Less</u> deferred financial costs	(2,344)	-
Total	498,376	-
<u>Less</u> portion due within one year	(7,505)	-
Net	490,871	-

As at December 31, 2023, the Company has long-term loan from the local financial institution, with a loan limit of Baht 500.72 million, with the objective of using the money to purchase capital increase ordinary shares of A Lot Tech Company Limited which has a repayment period within 7 years. The company must pay the principal and interest monthly in 84 installments, with an interest rate of MLR per year. This is guaranteed by :

1. Ordinary shares of Gift Infinite Public Company Limited of 360,000,000 ordinary shares owned by Chetchot Holdings Company Limited.
2. Ordinary shares of A Lot Tech Company Limited 780,000 ordinary shares owned by Gift Infinite Public Company Limited.
3. Mr. Surachai Chetchotisak. who is the director of the company.

21. PROVISION FOR LONG-TERM EMPLOYEE BENEFITS

Movements of the provision for long-term employee benefits account during for the years ended December 31, 2023 and 2022 are summarised below.

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
Provision for long-term employee benefits at the beginning of the year	425	844	425	843
Included in profit or loss:				
Current service cost	761	376	204	376
Interest cost	40	18	31	19
Increase from purchase of subsidiary	968	-	-	-
Severance pay	998	-	998	-
Employee benefits paid	(1,423)	-	(1,423)	-
Transfer of long - term benefits obligations from related companies	1,524	-	1,524	-
Included in other comprehensive income:				
Actuarial (gain) loss arising from Actuarial science:				
Financial assumptions changes	(2)	(109)	-	(109)
Experience adjustments	239	(704)	-	(704)
Provision for long-term employee benefits at the end of the year	<u>3,530</u>	<u>425</u>	<u>1,759</u>	<u>425</u>

According to the minutes of the Board of Directors' Meeting No.7/2023 held on March 30, 2023, it had the resolution to approve the termination of employment of employees and pay the severance pay under the labor law Baht 1.42 million. The employment termination agreement is dated March 23, 2023.

During the current period, the Company received a transfer of long-term employee benefit obligations from a related company in the amount of Baht 1.54 million, which the company recorded as other receivables - related companies and reserve employee benefits in the financial statements as of 31 December 2023

Line items in profit or loss under which long-term employee benefit expenses are recognised are as follows:

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
Selling and Administrative expenses	1,801	394	1,234	394

As at December 31, 2023, the weighted average duration of the liabilities for long-term employee benefit of the Groups is approximately 19 - 21 years and the company is 19 years (2022: Consolidated financial statements and the Company for 19 years).

Significant actuarial assumptions are summarised below:

	Consolidated	
	2023	2022
	(% per annum)	(% per annum)
Discount rate	3.22 – 3.47	3.54
Future salary increase rate	6.00 – 8.00	8.00
Staff turnover rate (depending on age)	1.91 – 34.38	2.87 - 34.38
	The Company Only	
	2023	2022
	(% per annum)	(% per annum)
Discount rate	3.22	3.54
Future salary increase rate	8.00	8.00
Staff turnover rate (depending on age)	2.87 - 34.38	2.87 - 34.38

The results of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligation as at December 31, 2023 and 2022 are summarised below:

	(Unit: Million Baht)			
	Consolidated			
	2023		2022	
	Increase	Decrease	Increase	Decrease
Discount rate (1%)	(0.45)	0.55	(0.07)	0.08
Salary increase rate (1%)	0.53	(0.44)	0.08	(0.06)
Staff turnover (20%)	(0.39)	0.48	(0.07)	0.10
	(Unit: Million Baht)			
	The Company Only			
	2023		2022	
	Increase	Decrease	Increase	Decrease
Discount rate (1%)	(0.15)	0.17	(0.07)	0.08
Salary increase rate (1%)	0.16	(0.14)	0.08	(0.06)
Staff turnover (20%)	(0.14)	0.18	(0.07)	0.10

22. SHARE CAPITAL

22.1 On February 20, 2023 the extraordinary shareholders' meeting No.1/2023 had the following resolutions:

22.1.1 Approve the reduction of the Company's registered capital Baht 41,218,226 from former registered capital Baht 372,029,949 to registered capital Baht 330,811,723 by eliminating unsold registered ordinary shares 41,218,226 shares at the par value Baht 1 per share to support the exercise of warrants GIFT-W 1 which are due. The Company is not necessary to reserve such amount of shares and approve the correction of the Memorandum of Association No. 4 Registered Capital to be consistent with the reduction of the Company's registered capital. The registration was done at Ministry of Commerce on February 22, 2023.

22.1.2 Approve the registered capital increase Baht 330,000,000 from former registered capital Baht 330,811,723 to Baht 660,811,723. The ordinary share capital increase 330,000,000 shares is at the par value Baht 1 per share. Amendment of the memorandum of association No.4 to be consistent with the capital increase of the company. The registration was done at Ministry of Commerce on February 23, 2023.

22.1.3 Approve the allocation of ordinary shares increase 330,000,000 shares at the par value Baht 1 for private placement and entered into related transaction in accordance with the announcement of the capital market board Tor.Jor. 72/2558 re: permission for registered company to offer new shares for private placement dated October 28, 2015 (additional amendment) ("Tor.Jor. 72/2558") at the offering price Baht 1.65 with the details as follows:

- Allocate ordinary shares capital increase 330,000,000 shares at the par value Baht 1 per share. as follows:

Allotment recipient	Number of shares	Percentage of shares issued and offered for sale of newly issued shares
Chetchot Holdings Company Limited	195,000,000	29.51
Mr. Surachai Chetchotisak	40,000,000	6.05
Mr. Chet Chetchotisak	20,000,000	3.03
Mr. Chot Chetchotisak	20,000,000	3.03
	<u>275,000,000</u>	<u>41.62</u>
Pol. Gen Dr. Somyot Pumpanmuang	15,000,000	2.27
Ms. Kanda Sathanakunpanich	15,000,000	2.27
Mr. Sirichai Towiriyawate	8,000,000	1.21
Ms.Pornpimol Charoenchanikan	8,000,000	1.21
Mr. Anin Wanglee	5,000,000	0.76
Mr. Ekalak Patamasatayasonthi	4,000,000	0.61

The Company has registered to change the paid up capital at the Department of Business Development, Ministry of Commerce on May 22, 2023.

22.2 June 30, 2023, the Extraordinary General Meeting of Shareholders No. 2/2023 passed a resolution approving the change in the par value of ordinary shares from Baht 1.00 per share (one baht) to a par value of Baht 0.50 per share (Fifty satang) and amendment Section 4 of the Memorandum of Association to reflect the change in the par value of shares. The Company has registered with the Ministry of Commerce on July 4, 2023.

22.3 It was resolved to approve the increase in the registered capital of the company in the amount of Baht 220.27 million from the former registered capital of Baht 660.81 million by issuing capital increase common shares in the amount of Baht 440.54 million shares with a par value of Baht 0.50 per share to support the exercise of rights under the warrants to purchase ordinary shares of the Company No. 2 (“GIFT-W2”), which is allocated to existing shareholders in proportion to their shareholding by the company. The registration of capital increase with the Ministry of Commerce was made on December 1, 2023.

Share capital can be shown as follows:

	Registered share capital		Issued and paid share capital	
	share	Thousand baht	share	Thousand baht
As of January 1, 2023	330,812	330,812	330,812	330,812
Registered capital increase and call up	330,000	330,000	330,000	330,000
Balance before changes in the par value of ordinary shares	660,812	660,812	660,812	660,812
Balance after the changes in the par value of ordinary shares	1,321,624	660,812	1,321,624	660,812
Registered capital increase to support the exercise of warrants to purchase common shares.	440,541	220,270	-	-
As of December 31, 2023	1,762,165	881,082	1,321,624	660,812

23. STATUTORY RESERVE

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside to a statutory reserve at least 5 percent of its net income after deducting accumulated deficit brought forward (if any), until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution.

24. EXPENSES BY NATURE

Significant expenses classified by nature are as follows:

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
Salary, wages and other employee benefits	31,692	3,728	7,332	3,728
Directors and executive's remuneration	28,762	5,351	11,862	5,351
Depreciation	6,569	5,830	3,777	4,784
Purchase of raw materials and finished goods	395,530	103,616	11,284	103,616
Changes in inventories of raw material and finished goods	77,383	3,331	8,348	3,169
Transportation expenses	9,795	-	26	-
Other	79,643	8,382	12,645	9,579
Total	629,374	130,238	55,274	130,227

25. INCOME TAX

25.1 Income tax expenses for the years ended December 31, 2023 and 2022 are summarised as follows:

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
Current income tax:				
Income tax expense for the year	36,278	-	-	-
Deferred tax:				
Relating to origination and reversal of temporary differences	1,252	(7)	970	(7)
Income tax expense reported in the statements of comprehensive income	37,530	(7)	970	(7)

The amounts of income tax relating to each component of other comprehensive income for the years ended December 31, 2023 and 2022 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
Other comprehensive income:				
Deferred tax relating to loss on revaluation of investment in equity securities investments	2,125	724	2,125	724
Deferred tax relating to actuarial (gain) loss	47	162	-	162

	2,172	886	2,125
			886

The reconciliation between accounting profit and income tax expense is shown below.

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	2023	2022	2023	2022
Accounting profit before tax	163,620	(11,375)	(15,040)	(11,450)
Applicable tax rate	20%	20%	20%	20%
Accounting profit before tax multiplied by income tax rate	32,724	(2,275)	(3,008)	(2,290)
Temporary differences and tax loss which was unrecognised to deferred tax assets	8,117	1,033	7,682	1,097
Effects of:				
Non-deductible expenses	425	1,389	188	1,340
Exemption of non-taxable dividend income	(2,165)	(904)	(2,165)	(904)
Others	(1,571)	750	(1,727)	750
Total	(3,311)	1,235	(3,704)	1,186
Expense (income) tax reported in the statement of comprehensive income	37,530	(7)	970	(7)

25.2 A numerical reconciliation between the average effective tax rate and the applicable tax rate

for the years ended December 31, 2023 and 2022 is summarised as follows :-

(Unit: Thousand Baht)			
Consolidated			
	2022		2021
	Tax amount (Thousand Baht)	Tax rate (%)	Tax amount (Thousand Baht)
Accounting profit before tax expense for the year	163,620		(11,375)
Tax expense at the applicable tax rate	32,724	20.00	(2,275)
Reconciliation items	4,806	2.94	2,268
Expense (income) tax at the average effective tax rate	37,530	22.94	(7)

Unit: Thousand Baht)			
The Company Only			
	2022		2021
	Tax amount (Thousand Baht)	Tax rate (%)	Tax amount (Thousand Baht)
Accounting profit before tax expense for the year	(15,040)		(11,450)
Tax expense at the applicable tax rate	(3,008)	(20.00)	(2,290)
Reconciliation items	3,978	26.45	2,283
Expense (income) tax at the average effective tax rate	970	6.45	(7)

26. EARNINGS (LOSS) PER SHARE

Basic earnings (loss) per share is calculated by dividing the profit (loss) for the year attributable to equity holders of the company. (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the year.

	Consolidated					
	Profit for the year		Number of weighted average ordinary shares		Profit per share	
	2023	2022	2023	2022	2023	2022
	(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share						
Profit attributable to shareholders of the company	39,946	(11,368)	1,072,598	661,624	0.04	(0.02)
Impact of dilutive equivalent common shares						
Warrants to purchase common shares of the company (GIFT-W2)	-	-	16,345	-	-	-
Diluted earnings per share	39,946	(11,368)	1,088,943	661,624	0.04	(0.02)

	The Company Only					
	Profit for the year		Number of weighted average ordinary shares		Profit per share	
	2023	2022	2023	2022	2023	2022
	(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share						
Profit attributable to shareholders of the company	(16,010)	(11,443)	1,072,598	661,624	(0.01)	(0.02)
Impact of dilutive equivalent common shares						
Warrants to purchase common shares of the company (GIFT-W2)	-	-	16,345	-	-	-
Diluted earnings per share	(16,010)	(11,443)	1,088,943	661,624	(0.01)	(0.02)

During the year 2566, the Company resolved to approve the change in the par value of ordinary shares from Baht 1.00 per share (one baht) to a par value of Baht 0.50 (fifty satang) per share as discussed in the notes to the financial statement No. 22 for the purpose of comparing the weighted average number of common shares used in calculating earnings per share for the period ended December 31, 2023 that has been adjusted to reflect the change in the number of shares in the current period as if the change in the par value of the common shares has occurred since the beginning of the accounting period 2022 as shown for comparative purposes

27. SEGMENT INFORMATION

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

The Company is principally engaged in the supply and distribution of chemical products. Its operations are carried on only in Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss and total assets in the financial statements. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment and geographical area.

Major customers

In the year ended December 31, 2023, the revenue from sales of the Group approximately Baht 13.01 million was the revenue from Grooming Global Company Limited (Formerly known as Gratitude Global Co., Ltd.) The selling price, receiving payment and credit term that the Group had with such major customers were close to other customers of the Group.

The following tables present revenue and profit information regarding the Company's and its subsidiaries' operating segments for the year ended December 31, 2023 and 2022

(Unit: Thousand Baht)

	For the year ended December 31									
	Chemical distribution division		Sim card Electronic media distribution division		Total segments		Adjustments and eliminations		Consolidated	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Sales	14,150	112,620	762,371	-	776,521	112,620	(14,669)	-	761,852	112,620
Total revenue	<u>14,150</u>	<u>112,620</u>	<u>762,371</u>	<u>-</u>	<u>776,521</u>	<u>112,620</u>	<u>(14,669)</u>	<u>-</u>	<u>761,852</u>	<u>112,620</u>
Results:										
Segment profit (loss)	283	3,727	308,716	-	308,999	3,727	(10)	-	308,989	3,727
Other income									43,525	6,326
Selling expenses									(93,752)	(894)
Administrative expenses									(82,759)	(20,452)
Finance cost									(12,382)	(81)
Profit (loss) before income tax expenses									<u>163,621</u>	<u>(11,374)</u>
Income tax expenses (revenues)									37,530	(6)
Profit (loss) for the period									<u>126,091</u>	<u>(11,368)</u>

28. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

Changes in the liabilities arising from financing activities for the years ended December 31, 2023 and 2022 are as follows:

Unit : Thousand Baht			
Consolidated			
Balance as at January 1, 2023	Cash flows Increase (decrease)	Non-cash transaction Increase (decrease)	Balance as at December 31, 2023
Short-term borrowings from financial institutions	6,519	(6,001)	518
Long-term loans from financial institutions	-	500,720	498,376
Lease liabilities	-	(1,843)	27,241
Total	6,519	492,876	526,135
Unit : Thousand Baht			
The Company Only			
Balance as at January 1, 2023	Cash flows Increase (decrease)	Non-cash transaction Increase (decrease)	Balance as at December 31, 2023
Short-term borrowings from financial institutions	6,519	(6,001)	518
Long-term loans from financial institutions	-	500,720	498,376
Lease liabilities	-	(682)	19,525
Total	6,519	494,037	518,419
Unit : Thousand Baht			
Consolidated			
Balance as at January 1, 2022	Cash flows Increase (decrease)	Non-cash transaction Increase (decrease)	Balance as at December 31, 2022
Short-term borrowings from financial institutions	-	6,519	6,519
Lease liabilities	169	(169)	-
Total	169	6,350	6,519
Unit : Thousand Baht			
The Company Only			
Balance as at January 1, 2022	Cash flows Increase (decrease)	Non-cash transaction Increase (decrease)	Balance as at December 31, 2022
Short-term borrowings from financial institutions	-	6,519	6,519
Lease liabilities	169	(169)	-
Total	169	6,350	6,519

29. PROVIDENT FUND

The Company and its employees have jointly established a provident fund in accordance with the Provident Fund Act B.E. 2530. Both employees and the Company contribute to the fund monthly at the rate of 2 - 10 percent of basic salary. The fund, which is managed by Krungsri Asset Management Co., Ltd., will be paid to the employees upon termination in accordance with the fund's rules. During the year 2023 and 2022 the company has no contribution expenses because all members resigned from the fund.

30. FINANCIAL INSTRUMENTS

30.1 Financial risk management

The Group's financial instruments, as defined under Thai Accounting Standard No.107 "Financial Instruments: Disclosure and Presentations", principally comprise cash and cash equivalents, trade accounts receivable, available-for-sale investments, trust receipts, trade and other payables, and liabilities under hire - purchase agreements. The financial risks associated with these financial instruments and how they are managed are described below.

Credit risk

The Group is exposed to credit risk primarily with respect to trade accounts receivable. The Group manages the risk by adopting appropriate credit control policies and procedures and therefore does not expect to incur material financial losses. In addition, the group does not have high concentrations of credit risk since it has a large customer base. The maximum exposure to credit risk is limited to the carrying amounts of trade accounts receivable as stated in the statement of financial position.

Interest rate risk

The Group's exposure to interest rate risk relates primarily to their cash at banks, trust receipts, and liabilities under hire-purchase agreements. However, since most of The Group's financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate, the interest rate risk is expected to be minimal.

As at December 31, 2023 and 2022, significant financial assets and liabilities classified by types of interest rates are summarised in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date if this occurs before the maturity date.

	Consolidated										(Unit: Million Baht)		
	Within 1 year		1 - 5 years		Floating interest rate		Non - interest bearing		Total		Effective interest rate		
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	
												Percentage per year	
Financial Assets													
Cash and cash equivalents	-	-	-	-	327.09	177.29	2.00	18.51	329.09	195.80	0.15 – 1.40	0.05 - 0.55	
Trade accounts receivable	-	-	-	-	-	-	43.45	23.04	43.45	23.04	-	-	
Short-term loans	270.00	-	-	-	-	-	-	-	270.00	-	7.00	-	
Other non-current financial assets	-	-	-	-	-	-	376.08	138.79	376.08	138.79	-	-	
	<u>270.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>327.09</u>	<u>177.29</u>	<u>421.53</u>	<u>180.34</u>	<u>1,018.62</u>	<u>357.63</u>	<u>0.15 – 1.40</u>	<u>0.05 - 0.55</u>	
Financial liabilities													
Trust receipts	-	-	-	-	0.52	6.52	-	-	0.52	6.52	5.46	5.46	
Trade and other payables	-	-	-	-	-	-	100.16	6.29	100.16	6.29	-	-	
Long-term loans from financial institutions	-	-	-	-	498.38	-	-	-	498.38	-	7.10	-	
Lease liabilities agreements	<u>6.98</u>	<u>-</u>	<u>20.26</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27.24</u>	<u>-</u>	<u>7.02 - 7.10</u>	<u>-</u>	
	<u>6.98</u>	<u>-</u>	<u>20.26</u>	<u>-</u>	<u>498.90</u>	<u>6.52</u>	<u>100.16</u>	<u>6.29</u>	<u>626.30</u>	<u>12.81</u>			
The Company Only											(Unit: Million Baht)		
	Within 1 year		1 - 5 years		Floating interest rate		Non - interest bearing		Total		Effective interest rate		
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	
												Percentage per year	
Financial Assets													
Cash and cash equivalents	-	-	-	-	110.46	139.79	0.51	18.40	110.97	158.19	0.15 - 1.40	0.05 - 0.55	
Trade accounts receivable	-	-	-	-	-	-	1.77	23.03	1.77	23.03	-	-	
Short-term loans	270.00	-	-	-	-	-	-	-	270.00	-	7.00	-	
Other non-current financial assets	-	-	-	-	-	-	376.08	138.79	376.08	138.79	-	-	
	<u>270.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>110.46</u>	<u>139.79</u>	<u>378.36</u>	<u>180.22</u>	<u>758.82</u>	<u>320.01</u>			
Financial liabilities													
Trust receipts	-	-	-	-	0.52	6.52	-	-	0.52	6.52	3.50	5.46	
Trade and other payables	-	-	-	-	-	-	4.64	6.25	4.64	6.25	-	-	
Long-term loans from financial institutions	-	-	-	-	498.38	-	-	-	498.38	-	7.10	-	
Lease liabilities agreements	<u>2.85</u>	<u>-</u>	<u>16.67</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19.52</u>	<u>-</u>	<u>7.10</u>	<u>-</u>	
	<u>2.85</u>	<u>-</u>	<u>16.67</u>	<u>-</u>	<u>498.90</u>	<u>6.52</u>	<u>4.64</u>	<u>6.25</u>	<u>523.06</u>	<u>12.77</u>			

Foreign currency risk

The exposure to foreign currency risk of the Company arises mainly from trading transactions that are denominated in foreign currencies. The Company seeks to reduce this risk by entering into forward exchange contracts when they consider appropriate. Generally, the forward contracts mature within one year.

As at December 31, 2023 and 2022, the balances of financial liabilities denominated in foreign currencies are summarised below.

Foreign currency	Financial liabilities		Average exchange rate	
	2023	2022	2023	2022
	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US dollar	-	1.13	-	34.73

As at December 31, 2022, the outstanding forward exchange contracts of the Company are summarised below

2022			
Foreign currency	Bought amount (Million)	Contractual exchange rate bought (Baht per 1 foreign currency unit)	Contractual maturity date
US dollar	0.01	35.04	January, 2023

Net fair values

As at December 31, 2022 the fair values of open forward foreign exchange contracts were stated as net liabilities of Baht 0.01 million, respectively as presented in other current assets in the statement of financial position.

The fair value of forward foreign exchange contracts is determined by the market rate of each contract, which is calculated by the financial institutions dealing with the Company at the date of the statement of financial position.

30.2 Fair Value of Financial Instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Group applies a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the group measures fair value using valuation techniques that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into three levels based on categories of input to be used in the fair value measurement as follows:

- Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities
- Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly
- Level 3 - Use of unobservable inputs such as estimates of future cash flows

At the end of each reporting period, the group determine whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

As at December 31, 2023, the Company had the assets and liabilities that were measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)			
	Consolidated			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Available-for-sale investments	367,084	-	-	367,084
Assets disclosed fair value				
Investment property	-	82,310	-	82,310

	(Unit: Thousand Baht)			
	The Company Only			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Available-for-sale investments	367,084	-	-	367,084
Assets disclosed fair value				
Investment property	-	74,860	-	74,860

During the current period, there were no transfers within the fair value hierarchy.

Valuation techniques and inputs of fair value to level 1

Available-for-sale investments are stated at fair value using inputs of Level 1 which uses the quoted market prices in an observable active market for such assets or liabilities. Such fair value of investment in equity securities investments has been determined by using the last bid price of the last working day of the year from the Stock Exchange of Thailand.

Valuation techniques and inputs of fair value to level 2

Hedging derivatives comprise forward foreign exchange contracts which have been calculated using the rates quoted by the Company's counterparties as if they had terminate the contracts at the statement of financial position date.

For investment property with fair value at level 2, the Company has hired an independent appraiser to appraise the fair value of such land by the market approach.

31. CAPITAL MANAGEMENT

The primary objective of the Company's capital management is to ensure that it has appropriate capital structure in order to support its business and maximise shareholder value. As at December 31, 2023, the Group's debt-to-equity ratio was 0.46 (2022: 0.03:1) and the Company's was 0.50 (2022: 0.03:1).

32. EVENTS AFTER THE REPORTING PERIOD

32.1 On January 19, 2024, the Company entered into an agreement to buy and sell investment property which is a vacant land located at Bang Pla Subdistrict (Bang Chalong), Bang Phli District (Bang Phli Yai), Samut Prakan with another company in the amount of Baht 83.00 million. Such assets have a net book value of Baht 74.54 million. The Company received a deposit payment of Baht 16.60 million.

32.2 On February 12, 2024, Lavish Laboratory Company Limited which the subsidiary has registered with the Department of Business Development, Ministry of Commerce according to the resolution of the Extraordinary General Meeting of Shareholders No.1/2024 held on February 8, 2024 as follows:

- Changing the company name from "Lavish Laboratory Company Limited" to "Gift Hospitality Company Limited "
- Change of company seal
- Amended the memorandum of association, section 1 (company name) and the company's regulations to reflect the change of the company name and company seal

33. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Company's Board of Directors on February 14, 2024.