

**SALEE PRINTING PUBLIC COMPANY LIMITED**

**INTERIM FINANCIAL INFORMATION  
(UNAUDITED)**

**31 MARCH 2021**



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

To the Shareholders and the Board of Directors of Salee Printing Public Company Limited

I have reviewed the interim financial information of Salee Printing Public Company Limited, which comprises the statement of financial position as at 31 March 2021, the related statements of comprehensive income, changes in equity, and cash flows for the three-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

### Scope of review

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

### Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

A handwritten signature in black ink, reading "Sa-nga Chokenitisawat".

**Sa-nga Chokenitisawat**  
Certified Public Accountant (Thailand) No. 11251  
Bangkok  
12 May 2021

**Salee Printing Public Company Limited**  
**Statement of Financial Position**  
**As at 31 March 2021**

		<b>Unaudited</b>	<b>Audited</b>
		<b>31 March</b>	<b>31 December</b>
		<b>2021</b>	<b>2020</b>
	<b>Notes</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		138,464	188,351
Short-term investments - Fixed deposit at a bank		100,000	100,000
Trade and other receivables, net	6	122,487	99,872
Inventories, net	7	66,220	57,557
Other current assets		14,606	2,940
<b>Total current assets</b>		<b>441,777</b>	<b>448,720</b>
<b>Non-current assets</b>			
Restricted deposits at bank		937	937
Long-term investments - Fixed deposit at a bank		100,000	100,000
Financial assets measured at amortised cost	8	79,994	79,989
Machinery and equipment, net	9	289,465	266,307
Intangible assets, net		8,496	8,834
Right-of-use assets, net	12 c)	62,274	67,662
Deferred tax assets, net		15,949	17,751
Other non-current assets		15,126	18,899
<b>Total non-current assets</b>		<b>572,241</b>	<b>560,379</b>
<b>Total assets</b>		<b>1,014,018</b>	<b>1,009,099</b>

Director \_\_\_\_\_

Director \_\_\_\_\_

The accompanying notes are an integral part of this interim financial information.

**Salee Printing Public Company Limited**  
**Statement of Financial Position (Cont'd)**  
**As at 31 March 2021**

		<b>Unaudited 31 March 2021</b>	<b>Audited 31 December 2020</b>
	<b>Note</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Liabilities and equity</b>			
<b>Current liabilities</b>			
Trade and other payables	10	48,907	35,264
Current portion of lease liabilities		20,687	20,563
Other current liabilities		657	1,103
<b>Total current liabilities</b>		<b>70,251</b>	<b>56,930</b>
<b>Non-current liabilities</b>			
Lease liabilities, net		52,713	57,892
Employee benefit obligations		8,276	7,909
<b>Total non-current liabilities</b>		<b>60,989</b>	<b>65,801</b>
<b>Total liabilities</b>		<b>131,240</b>	<b>122,731</b>
<b>Equity</b>			
Share capital			
Authorised share capital			
1,200,000,000 ordinary shares at par value of Baht 0.25 each		300,000	300,000
Issued and paid-up share capital			
1,200,000,000 ordinary shares at paid-up of Baht 0.25 each		300,000	300,000
Premium on ordinary shares		619,162	619,162
Deficits			
Appropriated - legal reserve		30,000	30,000
Unappropriated		(66,384)	(62,794)
<b>Total equity</b>		<b>882,778</b>	<b>886,368</b>
<b>Total liabilities and equity</b>		<b>1,014,018</b>	<b>1,009,099</b>

The accompanying notes are an integral part of this interim financial information.

**Salee Printing Public Company Limited**  
**Statement of Comprehensive Income**  
**For the three-month period ended 31 March 2021**

		<b>Unaudited 31 March 2021</b>	<b>Unaudited 31 March 2020</b>
	<b>Note</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
Revenues from sales		111,391	110,904
Costs of sales		(91,393)	(92,672)
<b>Gross profit</b>		19,998	18,232
Other income		1,225	4,608
Selling expenses		(4,615)	(5,685)
Administrative expenses		(17,515)	(16,985)
<b>Profit (loss) before finance costs and income tax (expense) benefit</b>		(907)	170
Finance costs		(881)	(535)
<b>Loss before income tax (expense) benefit</b>		(1,788)	(365)
Income tax (expense) benefit	11	(1,802)	157
<b>Net loss for the period</b>		(3,590)	(208)
Other comprehensive income for the period		-	-
<b>Total comprehensive expense for the period</b>		(3,590)	(208)
<b>Net loss per share (Baht)</b>			
Basic loss per share		(0.0030)	(0.0002)

The accompanying notes are an integral part of this interim financial information.

Salee Printing Public Company Limited  
Statement of Changes in Equity (Unaudited)  
For the three-month period ended 31 March 2021

	Issued and paid-up share capital Thousand Baht	Premium on ordinary shares Thousand Baht	Deficits		Total equity Thousand Baht
			Appropriated - legal reserve Thousand Baht	Unappropriated Thousand Baht	
Opening balance at 1 January 2020	300,000	619,162	30,000	(39,916)	909,246
Total comprehensive expense for the period	-	-	-	(208)	(208)
Ending balance at 31 March 2020	300,000	619,162	30,000	(40,124)	909,038
Opening balance at 1 January 2021	300,000	619,162	30,000	(62,794)	886,368
Total comprehensive expense for the period	-	-	-	(3,590)	(3,590)
Ending balance at 31 March 2021	300,000	619,162	30,000	(66,384)	882,778

The accompanying notes are an integral part of this interim financial information.

**Salee Printing Public Company Limited****Statement of Cash Flows****For the three-month period ended 31 March 2021**

	<b>Unaudited 31 March 2021 Thousand Baht</b>	<b>Unaudited 31 March 2020 Thousand Baht</b>
<b>Cash flows from operating activities</b>		
Loss before income tax (expense) benefit	(1,788)	(365)
Adjustments for:		
Depreciation and amortisation	17,114	13,647
(Reversal of) allowance for doubtful accounts	(287)	(59)
Allowance on decrease in cost of inventories to net realisable value	4,162	2,810
(Gain) on disposals of equipment	(62)	(2,102)
Employee benefit obligation	367	309
Unrealised (gain) loss on exchange rate	(29)	50
Interest income	(1,000)	(2,313)
Finance costs	881	535
<b>Change in operating assets and liabilities</b>	<b>19,358</b>	<b>12,512</b>
Trade and other receivables	(22,254)	(16,695)
Inventories	(12,825)	(5,776)
Other current assets	(2,834)	(88)
Other non-current assets	(2,484)	-
Trade and other payables	13,029	10,583
Other current liabilities	(447)	646
Cash generated from (used in) operations	(8,457)	1,182
Income tax paid	(2,575)	(2,420)
<b>Net cash used in operating activities</b>	<b>(11,032)</b>	<b>(1,238)</b>

The accompanying notes are an integral part of this interim financial information.

**Salee Printing Public Company Limited**  
**Statement of Cash Flows (Cont'd)**  
**For the three-month period ended 31 March 2021**

	Unaudited 31 March 2021 Thousand Baht	Unaudited 31 March 2020 Thousand Baht
<b>Cash flows from investing activities</b>		
Proceeds from disposals of machinery and equipment	94	2,102
Payment of machinery and equipment	(7,671)	(6,379)
Payment of deposit in machinery and computer software	(25,427)	(8,547)
Payment of intangible assets	(30)	(25)
Decrease in short-term investments	-	14,176
Increase in financial assets measured at amortised cost	(5)	(5)
Proceeds from interest income	962	2,125
<b>Net cash generated from (used in) investing activities</b>	<b>(32,077)</b>	<b>3,447</b>
<b>Cash flows from financing activities</b>		
Payment of short-term borrowing from bank	-	(1,021)
Interest paid	(881)	(535)
Payments of lease liabilities	(5,897)	(837)
<b>Net cash receipts from financing activities</b>	<b>(6,778)</b>	<b>(2,393)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(49,887)</b>	<b>(184)</b>
Cash and cash equivalents at the beginning of the period	188,351	13,273
<b>Cash and cash equivalents at end of the period</b>	<b>138,464</b>	<b>13,089</b>
<b>Supplement cash flows information :</b>		
Non-cash transactions		
Right-of-use assets recognised under lease liabilities	89,014	1,332
Payables from purchase of machinery and equipment	14,801	902
Transfer of deposits for machinery to machinery	(36,485)	(345)

The accompanying notes are an integral part of this interim financial information.



## **1 General information**

Salee Printing Public Company Limited (the Company) is a public limited company and listed on the Stock Exchange of Thailand. The Company is incorporated and domiciled in Thailand. The address of the Company's registered office is as follows:

No. 19 Moo 10, Tumbol Klong Si, Amphur Klong Luang, Pathumthani 12120.

The principal business operation of the Company is label printing for products.

The interim financial information is presented in thousand Thai Baht, unless otherwise stated.

The interim financial information has been approved by the Board of Directors on 12 May 2021.

The interim financial information has been reviewed not audited.

## **2 Basis of preparation**

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

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2020.

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

## **3 Accounting policies**

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2020.

## **4 Estimates**

The preparation of the interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the Company's accounting policies and the key sources of estimation for the uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2020.

## **5 Segment and revenue information**

The Company is principally engaged in the label printing segment and operate in Thailand. Segment is operated in the main geographical area in Thailand. The Company's performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss as presented in the interim financial information. As a result, all the revenues, operating profits and assets presented in the interim financial information represent reportable operating segment. The Company recognises revenue point in time.

**6 Trade and other receivables, net**

	31 March 2021 Thousand Baht	31 December 2020 Thousand Baht
Trade receivables - third parties	118,572	98,302
<u>Less</u> Expected credit loss allowance	(469)	(756)
Trade receivables - third parties, net	118,103	97,546
Trade receivables - related parties	428	203
Other receivables - third parties	189	56
Accrued revenue	1,150	1,112
Prepayments	2,617	955
	122,487	99,872

Outstanding trade receivables - third parties and related parties can be analysed as follows:

	31 March 2021 Thousand Baht	31 December 2020 Thousand Baht
Not overdue (due within 1 month)	86,163	77,384
Overdue		
Up to 3 months	29,220	19,751
3 - 6 months	2,577	203
6 - 12 months	287	416
Over 12 months	325	548
	118,572	98,302
<u>Less</u> Expected credit losses allowance	(469)	(756)
	118,103	97,546

**7 Inventories, net**

	31 March 2021 Thousand Baht	31 December 2020 Thousand Baht
Raw materials	35,887	24,395
Finished goods	47,905	57,517
	83,792	81,912
<u>Less</u> Allowance for decrease in cost of inventory to net realizable value		
- Raw materials	(3,762)	(2,422)
- Finished goods	(13,810)	(21,933)
	66,220	57,557

## **8 Financial assets measured at amortised cost**

Movements of financial assets measured at amortised cost for the three-month period ended 31 March 2021 are as follows:

	<b>Thousand Baht</b>
Opening net book amount	79,989
Addition during the period	5
Closing net book amount	79,994

The fair values of held-to-maturity have been defined in fair value level 2 which are determined by using available observable market rate, and by discounting all future cash flows using the relevant market rate at the statement of financial position date. The fair values of held-to-maturity presented in the statement of financial position are closed to book values because the effect of discounting rate is not significant.

There is no transfer between fair value hierarchy levels during the current period.

## **9 Machinery and equipment, net**

The movements of machinery and equipment, net during the three-month period ended 31 March 2021 are as follows:

	<b>Thousand Baht</b>
Opening net book amount	266,307
Additions	34,548
Disposals	
- Cost	(3,890)
- Accumulated depreciation	3,858
Depreciation charged during the period	(11,358)
Closing net book amount	289,465

## **10 Trade and other payables**

	<b>31 March 2021 Thousand Baht</b>	<b>31 December 2020 Thousand Baht</b>
Trade payables - third parties	24,593	12,025
Trade payables - related parties	97	45
Other payables - third parties	21,959	20,353
Accrued expense - third parties	2,258	2,841
	<b>48,907</b>	<b>35,264</b>

## 11 Income tax

Income tax for the three-month period ended 31 March 2021 and 2020 comprises the following:

<b>For the three-month period ended 31 March</b>	<b>2021 Thousand Baht</b>	<b>2020 Thousand Baht</b>
Current tax	-	(284)
Deferred tax	(1,802)	441
	<b>(1,802)</b>	<b>157</b>

The interim income tax (expense) benefit is calculated by based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate used is 20%.

## 12 Related party transactions

### a) Parent company

The Company is controlled by Salee Industry Public Company Limited which is incorporated in Thailand and owns 65% of the Company's ordinary shares.

### b) Related party transactions

<b>For the three-month period ended 31 March</b>	<b>2021 Thousand Baht</b>	<b>2020 Thousand Baht</b>	<b>Pricing policy</b>
<b>Rental and service expenses</b>			
Parent	5,490	4,031	Contractually agreed prices
<b>Amortisation of lease liabilities</b>			
Parent	4,448	1,346	Contractually agreed prices
<b>Utilities expenses</b>			
Parent	191	91	Cost plus margin
<b>Revenue from sales</b>			
Related parties	467	560	Market prices

### c) Outstanding balances arising from sales and purchases of goods and services

	<b>31 March 2021 Thousand Baht</b>	<b>31 December 2020 Thousand Baht</b>
<b>Trade receivables</b>		
Related parties	428	203
<b>Other payables</b>		
Related parties	97	45
<b>Right-of-use assets, net</b>		
Parent	62,274	67,662
<b>Lease liabilities</b>		
Parent	73,388	78,455

**d) Director and management compensation**

**For the three-month period ended 31 March**

	<b>2021 Thousand Baht</b>	<b>2020 Thousand Baht</b>
Short-term employee benefits	4,170	3,326
Retirement benefits	133	120
	<b>4,303</b>	<b>3,446</b>

**13 Commitments and contingent liabilities**

**a) Capital commitments**

Capital expenditure contracted as at the statement of financial position date, but not recognised in the financial information is as follows:

	<b>31 March 2021 Thousand Baht</b>	<b>31 December 2020 Thousand Baht</b>
Purchase contract for machinery, equipment and computer software	17,046	67,937

**b) Non-cancellable operating lease commitments**

The Company has entered into lease agreements. The future aggregate minimum lease payments under non-cancellable lease agreements are as follows:

	<b>31 March 2021 Thousand Baht</b>	<b>31 December 2020 Thousand Baht</b>
Not later than 1 year	210	288
Later than 1 year but not later than 5 years	-	-
	<b>210</b>	<b>288</b>

**c) Non-cancellable service commitments**

The Company has entered into service agreements. The future aggregate minimum lease payments under non-cancellable service agreements are as follows:

	<b>31 March 2021 Thousand Baht</b>	<b>31 December 2020 Thousand Baht</b>
Not later than 1 year	15,497	145
Later than 1 year but not later than 5 years	34,768	-
	<b>50,265</b>	<b>145</b>

**d) Letter of guarantees**

As at 31 March 2021 and 31 December 2020, the Company has letter of guarantee issued by bank of Baht 1.5 million in relation to guarantee of electricity usages in the normal course of business.