

Quality Construction Products Public Company Limited and its Subsidiary

Statements of financial position

As at 31 December 2019

Assets	Note	Consolidated financial statements		Separate financial statements	
		2019	2018	2019	2018
<i>(in Baht)</i>					
Current assets					
Cash and cash equivalents	5	248,677,031	346,449,195	165,277,279	125,346,800
Current investment	5	400,000,000	-	-	-
Trade receivables	4, 6	195,519,865	175,744,182	179,026,878	159,351,888
Other current receivables	4, 7	6,892,009	9,194,926	5,398,464	9,769,948
Inventories	8	163,558,711	173,284,547	126,131,683	135,218,835
Current tax assets		216,056	128,569	-	-
Total current assets		1,014,863,672	704,801,419	475,834,304	429,687,471
Non-current assets					
Investments in subsidiary	9	-	-	589,999,980	589,999,980
Other long-term investment	10	-	-	-	-
Property, plant and equipment	11	1,215,177,846	1,359,253,400	1,041,317,282	1,145,294,222
Intangible assets	12	4,954,076	6,351,272	3,937,063	4,935,808
Deferred tax assets	13	20,026,764	14,736,206	18,829,111	13,917,147
Other non-current assets		5,053,215	1,809,745	4,319,536	1,543,345
Total non-current assets		1,245,211,901	1,382,150,623	1,658,402,972	1,755,690,502
Total assets		2,260,075,573	2,086,952,042	2,134,237,276	2,185,377,973

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of financial position

As at 31 December 2019

Liabilities and shareholders' equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		2019	2018	2019	2018
		<i>(in Baht)</i>			
Current liabilities					
Trade payables	4, 15	82,091,447	105,289,820	70,771,215	83,923,305
Other current payables	4, 16	92,650,520	86,480,073	77,692,793	76,052,720
Short-term borrowings	4, 14	-	-	-	200,000,000
Current provisions for employee benefits		1,951,938	1,869,762	1,802,823	1,710,383
Current income tax payable		17,359,632	2,107,879	17,359,632	2,107,879
Total current liabilities		194,053,537	195,747,534	167,626,463	363,794,287
Non-current liabilities					
Non-current provisions for employee benefits	17	61,969,976	39,284,011	56,997,639	36,181,315
Other non-current liabilities		1,353,818	516,022	1,205,793	357,997
Total non-current liabilities		63,323,794	39,800,033	58,203,432	36,539,312
Total liabilities		257,377,331	235,547,567	225,829,895	400,333,599

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of financial position

As at 31 December 2019

Liabilities and shareholders' equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		2019	2018	2019	2018
		<i>(in Baht)</i>			
Shareholders' equity					
Share capital					
<i>Authorised share capital</i>					
- Ordinary share	18	400,000,000	400,000,000	400,000,000	400,000,000
<i>Issued and paid share capital</i>					
- Ordinary share		400,000,000	400,000,000	400,000,000	400,000,000
Premium on ordinary shares	19	653,768,750	653,768,750	653,768,750	653,768,750
Retained earnings					
<i>Appropriated</i>					
Legal reserve	19	56,088,000	56,088,000	40,000,000	40,000,000
<i>Unappropriated</i>					
		892,841,492	741,547,725	814,638,631	691,275,624
Total equity attributable to owners of the parent		2,002,698,242	1,851,404,475	1,908,407,381	1,785,044,374
Total liabilities and shareholders' equity		2,260,075,573	2,086,952,042	2,134,237,276	2,185,377,973

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of income

For the year ended 31 December 2019

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2019	2018	2019	2018
		<i>(in Baht)</i>			
Revenue from sales	4, 20, 26	2,066,301,452	1,922,542,945	1,724,923,790	1,620,406,381
Cost of sales	8	-1,674,535,124	-1,642,819,762	-1,381,449,770	-1,360,552,161
Gross Profit		391,766,328	279,723,183	343,474,020	259,854,220
Net gain on exchange rate		3,098,975	-	2,803,403	-
Other income	4, 21	12,098,330	2,485,454	25,222,012	23,293,514
Profit before expenses		406,963,633	282,208,637	371,499,435	283,147,734
Distribution cost	22	(73,490,563)	(86,215,533)	(71,001,713)	(86,327,313)
Administrative expenses	23	(116,341,850)	(122,610,815)	(108,225,239)	(116,030,365)
Net loss on exchange rate		-	(195,964)	-	(195,964)
Total expenses		(189,832,413)	(209,022,312)	(179,226,952)	(202,553,642)
Profit from operations		217,131,220	73,186,325	192,272,483	80,594,092
Finance costs	4	-	-	(3,074,370)	(9,851,651)
Profit before income tax		217,131,220	73,186,325	189,198,113	70,742,441
Tax expense	25	(37,438,037)	(15,915,730)	(37,740,442)	(10,073,087)
Profit for the year		179,693,183	57,270,595	151,457,671	60,669,354
Basic earnings per share (in Baht)	27	0.45	0.14	0.38	0.15

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of comprehensive income

For the year ended 31 December 2019

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		2019	2018	2019	2018
		<i>(in Baht)</i>			
Profit for the year		179,693,183	57,270,595	151,457,671	60,669,354
Other comprehensive income					
<i>Components of other comprehensive income that will not be reclassified to profit or loss</i>					
Defined benefit plan actuarial gain (loss)	17	(5,499,272)	15,986,627	(5,118,331)	14,048,019
Income tax relating to components of other comprehensive income that will not be reclassified to profit or loss	25	1,099,856	(3,197,325)	1,023,667	(2,809,604)
Other comprehensive income for the year, net of tax		(4,399,416)	12,789,302	(4,094,664)	11,238,415
Total comprehensive income for the year		175,293,767	70,059,897	147,363,007	71,907,769

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of changes in shareholders' equity

For the year ended 31 December 2019

		Consolidated financial statements			
				<u>Retained earnings</u>	
		Issued and paid-up share capital	Premium on ordinary shares	Appropriated Legal reserve <i>(in Baht)</i>	Unappropriated
Balance at 1 January 2018		400,000,000	653,768,750	56,088,000	683,487,828
Transactions with owners, recorded directly in shareholders' equity					
<i>Contributions by and distributions to owners of the parent</i>					
Dividends	28	-	-	-	-12,000,000
<i>Total contributions by and distributions to owners of the parent</i>					
		-	-	-	-12,000,000
Total transactions with owners, recorded directly in shareholders' equity					
		-	-	-	-12,000,000
Comprehensive income for the year					
Profit or loss		-	-	-	57,270,595
Other comprehensive income		-	-	-	12,789,302
Total comprehensive income for the year					
		-	-	-	70,059,897
Balance at 31 December 2018		400,000,000	653,768,750	56,088,000	741,547,725

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of changes in shareholders' equity

For the year ended 31 December 2019

		Consolidated financial statements				
		<u>Retained earnings</u>				
		Issued and paid-up share capital	Premium on ordinary shares	Appropriated Legal reserve <i>(in Baht)</i>	Unappropriated	
		<i>Note</i>				
Balance at 1 January 2019			400,000,000	653,768,750	56,088,000	741,547,725
Transactions with owners, recorded directly						
in shareholders' equity						
<i>Contributions by and distributions to</i>						
<i>owners of the parent</i>						
Dividends	28	-	-	-	(24,000,000)	
<i>Total contributions by and distributions to</i>						
<i>owners of the parent</i>						
		-	-	-	(24,000,000)	
Total transactions with owners, recorded directly						
in shareholders' equity						
		-	-	-	(24,000,000)	
Comprehensive income for the year						
Profit or loss		-	-	-	179,693,183	
Other comprehensive income		-	-	-	(4,399,416)	
Total comprehensive income for the year						
		-	-	-	175,293,767	
Balance at 31 December 2019						
		400,000,000	653,768,750	56,088,000	892,841,492	

The accompanying notes are an integral part of these financial statements.

Total
shareholders'
equity

1,793,344,578

-12,000,000

-12,000,000

-12,000,000

57,270,595

12,789,302

70,059,897

1,851,404,475

Total
shareholders'
equity

1,851,404,475

(24,000,000)

(24,000,000)

(24,000,000)

179,693,183

(4,399,416)

175,293,767

2,002,698,242

Quality Construction Products Public Company Limited and its Subsidiary

Statements of changes in shareholders' equity

For the year ended 31 December 2019

	Note	Separate financial statements			Total shareholders' equity	
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		
				Appropriated Legal reserve (in Baht)		Unappropriated
Balance at 1 January 2018		400,000,000	653,768,750	40,000,000	631,367,855	1,725,136,605
Transactions with owners, recorded directly in shareholders' equity						
<i>Contributions by and distributions to owners of the parent</i>						
Dividends	28	-	-	-	-12,000,000	-12,000,000
<i>Total contributions by and distributions to owners of the parent</i>		-	-	-	-12,000,000	-12,000,000
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	-12,000,000	-12,000,000
Comprehensive income for the year						
Profit or loss		-	-	-	60,669,354	60,669,354
Other comprehensive income		-	-	-	11,238,415	11,238,415
Total comprehensive income for the year		-	-	-	71,907,769	71,907,769
Balance at 31 December 2018		400,000,000	653,768,750	40,000,000	691,275,624	1,785,044,374

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of changes in shareholders' equity

For the year ended 31 December 2019

	Note	Separate financial statements			Total shareholders' equity	
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		
				Appropriated Legal reserve (in Baht)		Unappropriated
Balance at 1 January 2019		400,000,000	653,768,750	40,000,000	691,275,624	1,785,044,374
Transactions with owners, recorded directly in shareholders' equity						
<i>Contributions by and distributions to owners of the parent</i>						
Dividends	28	-	-	-	(24,000,000)	(24,000,000)
<i>Total contributions by and distributions to owners of the parent</i>		-	-	-	(24,000,000)	(24,000,000)
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	(24,000,000)	(24,000,000)
Comprehensive income for the year						
Profit or loss		-	-	-	151,457,671	151,457,671
Other comprehensive income		-	-	-	(4,094,664)	(4,094,664)
Total comprehensive income for the year		-	-	-	147,363,007	147,363,007
Balance at 31 December 2019		400,000,000	653,768,750	40,000,000	814,638,631	1,908,407,381

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of cash flows

For the year ended 31 December 2019

	Consolidated		Separate	
	financial statements		financial statements	
	2019	2018	2019	2018
	<i>(in Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the year	179,693,183	57,270,595	151,457,671	60,669,354
<i>Adjustments for</i>				
Depreciation	164,494,890	180,742,610	120,068,294	137,198,830
Amortization of intangible assets	1,332,616	1,336,703	1,047,811	1,054,919
Interest income	(3,127,525)	(1,020,693)	(640,714)	(378,460)
Unrealized loss (gain) on foreign currency exchange	(408,981)	337,675	(408,981)	337,675
Reversal of doubtful and bad debts expenses	-	(2,068)	-	(2,061)
Loss on inventories devaluation (reversal)	(1,460,274)	2,436,679	(1,484,778)	2,943,217
Loss on written off of property, plant and equipment and intangible assets	1,663,735	1,107,242	1,517,277	1,094,935
Loss (gain) on sale of property, plant and equipment	-	(22,961)	-	2,704
Loss on impairment of property, plant and equipment	6,403,500	20,967,000	6,403,500	20,967,000
Loss on written off of withholding tax	-	882,535	-	758,142
Finance costs	-	-	3,074,370	9,851,651
Employee benefit expense	17,823,249	7,452,596	16,297,053	6,774,318
Tax expense	37,438,037	15,915,730	37,740,442	10,073,087
Cash flows generated from operations before changes in operating assets and liabilities	403,852,430	287,403,643	335,071,945	251,345,311
<i>Decrease (increase) in operating assets</i>				
Trade receivables	(19,333,767)	(51,276,124)	(19,233,074)	(48,629,502)
Other current receivables	101,502	1,161,746	2,219,069	(340,635)
Inventories	11,186,110	12,329,723	10,571,930	11,418,124
Other non-current assets	(3,243,470)	(1,617,910)	(2,776,191)	(1,351,510)
Net increase in operating assets	(11,289,625)	(39,402,565)	(9,218,266)	(38,903,523)

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of cash flows

For the year ended 31 December 2019

	Consolidated		Separate	
	financial statements		financial statements	
	2019	2018	2019	2018
	<i>(in Baht)</i>			
<i>Increase (decrease) in operating liabilities</i>				
Trade payables	(23,230,745)	19,508,598	(13,184,462)	5,023,388
Other current payables	320,430	1,434,871	(1,385,801)	744,054
Provisions for employee benefits	(554,380)	(587,840)	(506,620)	(544,250)
Other non-current liabilities	837,796	432,884	847,796	279,859
Net increase (decrease) in operating liabilities	(22,626,899)	20,788,513	(14,229,087)	5,503,051
Net cash flows generated from operations	369,935,906	268,789,591	311,624,592	217,944,839
Income tax paid	(26,464,473)	(881,883)	(26,376,986)	(753,314)
Net cash flows provided by operating activities	343,471,433	267,907,708	285,247,606	217,191,525
<i>Cash flows from investing activities</i>				
Current investment	(400,000,000)	-	-	-
Interest received	3,127,525	1,020,693	640,714	378,460
Acquisition of property, plant and equipment	(19,948,548)	(31,413,502)	(18,493,397)	(26,437,395)
Proceeds from sales of property, plant and equipment	-	35,170	-	9,506
Acquisition of intangible assets	(422,574)	(2,104,952)	(390,074)	(1,710,566)
Net cash flows used in investing activities	(417,243,597)	(32,462,591)	(18,242,757)	(27,759,995)
<i>Cash flows from financing activities</i>				
<i>Payments of borrowings</i>				
Payments of borrowings from related party	-	-	(200,000,000)	(100,000,000)
Net decrease in borrowings	-	-	(200,000,000)	(100,000,000)

The accompanying notes are an integral part of these financial statements.

Quality Construction Products Public Company Limited and its Subsidiary

Statements of cash flows

For the year ended 31 December 2019

		Consolidated		Separate
		financial statements		financial statements
	Note	2019	2018	2019
		(in Baht)		
<i>Dividends paid</i>				
Dividends paid	28	(24,000,000)	(12,000,000)	(24,000,000)
Total dividends paid		(24,000,000)	(12,000,000)	(24,000,000)
Interest paid		-	-	(3,074,370)
Net cash flows used in financing activities		(24,000,000)	(12,000,000)	(227,074,370)
Net increase (decrease) in cash and cash equivalents		(97,772,164)	223,445,117	39,930,479
Cash and cash equivalents at beginning of the year		346,449,195	123,004,078	125,346,800
Cash and cash equivalents at end of the year		248,677,031	346,449,195	165,277,279
<i>Supplementary information for cash flows</i>				
Non-cash transactions				
Account payables from purchases of assets	16	6,245,954	396,500	3,324,180

The accompanying notes are an integral part of these financial statements.

rate
tatements
2018

(12,000,000)
(12,000,000)
(9,851,651)
(121,851,651)

67,579,879
57,766,921
125,346,800

298,869

The accompanying notes are an integral part of these financial statements.