

Quality Construction Products Public Company Limited and its Subsidiary

Statements of financial position

As at 31 March 2020

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 March 2020 (Unaudited)	31 December 2019	31 March 2020 (Unaudited)	31 December 2019
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents		601,016	248,677	257,804	165,277
Investments in short-term debt securities	5	150,000	400,000	-	-
Trade receivables	4, 6	210,954	195,520	193,850	179,027
Other current receivables	4	8,818	6,892	6,067	5,398
Inventories		176,666	163,559	133,459	126,132
Current tax assets		235	216	-	-
Total current assets		1,147,689	1,014,864	591,180	475,834
Non-current assets					
Investments in subsidiary	7	-	-	590,000	590,000
Property, plant and equipment	8	1,234,336	1,215,178	1,060,704	1,041,317
Intangible assets		4,625	4,954	3,680	3,937
Deferred tax assets	9	21,848	20,027	20,637	18,829
Other non-current assets		4,837	5,053	4,127	4,320
Total non-current assets		1,265,646	1,245,212	1,679,148	1,658,403
Total assets		2,413,335	2,260,076	2,270,328	2,134,237

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

Quality Construction Products Public Company Limited and its Subsidiary

Statements of financial position

As at 31 March 2020

Liabilities and shareholders' equity	Note	Consolidated financial statements		Separate financial statements	
		31 March 2020 (Unaudited)	31 December 2019	31 March 2020 (Unaudited)	31 December 2019
<i>(in thousand Baht)</i>					
Current liabilities					
Trade payables	4, 10	114,411	82,091	98,973	70,770
Other current payables	4	93,815	92,651	81,443	77,693
Accrued dividends	4, 14	72,000	-	72,000	-
Current portion of lease liabilities		20,897	-	16,743	-
Current provisions for employee benefits		1,952	1,952	1,803	1,803
Current income tax payable		32,636	17,360	32,636	17,360
Total current liabilities		335,711	194,054	303,598	167,626
Non-current liabilities					
Lease liabilities		21,043	-	16,894	-
Non-current provisions for employee benefits	11	62,257	61,970	57,151	56,998
Other non-current liabilities		1,485	1,354	1,337	1,205
Total non-current liabilities		84,785	63,324	75,382	58,203
Total liabilities		420,496	257,378	378,980	225,829

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Quality Construction Products Public Company Limited and its Subsidiary

Statements of financial position

As at 31 March 2020

Liabilities and shareholders' equity	Consolidated financial statements		Separate financial statements	
	31 March 2020 (Unaudited)	31 December 2019	31 March 2020 (Unaudited)	31 December 2019
	<i>(in thousand Baht)</i>			
Shareholders' equity				
Share capital				
Authorized share capital				
(400 million ordinary shares, par value at Baht 1 per share)	400,000	400,000	400,000	400,000
Issued and paid-up share capital				
(400 million ordinary shares, par value at Baht 1 per share)	400,000	400,000	400,000	400,000
Premium on ordinary shares	653,769	653,769	653,769	653,769
Retained earnings				
Appropriated				
Legal reserve	56,088	56,088	40,000	40,000
Unappropriated	882,982	892,841	797,579	814,639
Total shareholders' equity	1,992,839	2,002,698	1,891,348	1,908,408
Total liabilities and shareholders' equity	2,413,335	2,260,076	2,270,328	2,134,237

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

Quality Construction Products Public Company Limited and its Subsidiary

Statements of income

For the three-month period ended 31 March 2020 (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
<i>(in thousand Baht)</i>					
Revenue from sales	4	508,427	556,278	436,337	469,030
Cost of sales		<u>(395,812)</u>	<u>(439,988)</u>	<u>(334,881)</u>	<u>(369,744)</u>
Gross Profit		<u>112,615</u>	<u>116,290</u>	<u>101,456</u>	<u>99,286</u>
Net gain on exchange rate		-	1,576	-	1,576
Other income		<u>9,507</u>	<u>1,205</u>	<u>10,484</u>	<u>6,322</u>
Profit before expenses		<u>122,122</u>	<u>119,071</u>	<u>111,940</u>	<u>107,184</u>
Distribution costs		(16,516)	(20,075)	(15,782)	(19,928)
Administrative expenses		(28,544)	(26,804)	(26,480)	(25,008)
Net loss on exchange rate		<u>(932)</u>	-	<u>(784)</u>	-
Total expenses		<u>(45,992)</u>	<u>(46,879)</u>	<u>(43,046)</u>	<u>(44,936)</u>
Profit from operations		76,130	72,192	68,894	62,248
Finance costs		<u>(245)</u>	-	<u>(197)</u>	<u>(1,638)</u>
Profit before income tax		75,885	72,192	68,697	60,610
Tax expense		<u>(13,744)</u>	<u>(11,918)</u>	<u>(13,757)</u>	<u>(11,950)</u>
Profit for the period		<u>62,141</u>	<u>60,274</u>	<u>54,940</u>	<u>48,660</u>
Basic earnings per share (in Baht)	13	<u>0.16</u>	<u>0.15</u>	<u>0.14</u>	<u>0.12</u>

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

Quality Construction Products Public Company Limited and its Subsidiary

Statements of comprehensive income

For the three-month period ended 31 March 2020 (Unaudited)

	Consolidated financial		Separate financial	
	statements		statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Profit for the period	62,141	60,274	54,940	48,660
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	<u>62,141</u>	<u>60,274</u>	<u>54,940</u>	<u>48,660</u>

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

Quality Construction Products Public Company Limited and its Subsidiary

Statements of changes in shareholders' equity

For the three-month period ended 31 March 2020 (Unaudited)

	Consolidated financial statements					
	Note	Issued and paid-up share capital	Premium on ordinary shares	<u>Retained earnings</u>		Total shareholders' equity
				Appropriated Legal reserve	Unappropriated	
				<i>(in thousand Baht)</i>		
Balance at 1 January 2019		400,000	653,769	56,088	741,547	1,851,404
Transactions with owners, recorded directly in shareholders' equity						
<i>Contributions by and distributions to owners of the parent</i>						
Dividends	14	-	-	-	-24,000	-24,000
<i>Total contributions by and distributions to owners of the parent</i>		-	-	-	-24,000	-24,000
Total transactions with owners, recorded directly in shareholders' equity		400,000	653,769	56,088	717,547	1,827,404
Comprehensive income for the period						
Profit or loss		-	-	-	60,274	60,274
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	60,274	60,274
Balance at 31 March 2019		400,000	653,769	56,088	777,821	1,887,678

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

Quality Construction Products Public Company Limited and its Subsidiary

Statements of changes in shareholders' equity

For the three-month period ended 31 March 2020 (Unaudited)

	Consolidated financial statements					
	Note	Issued and paid-up share capital	Premium on ordinary shares	<u>Retained earnings</u>		Total shareholders' equity
				Appropriated Legal reserve	Unappropriated	
				<i>(in thousand Baht)</i>		
Balance at 1 January 2020		400,000	653,769	56,088	892,841	2,002,698
Transactions with owners, recorded directly in shareholders' equity						
<i>Contributions by and distributions to owners of the parent</i>						
Dividends	14	-	-	-	-72,000	-72,000
<i>Total contributions by and distributions to owners of the parent</i>		-	-	-	-72,000	-72,000
Total transactions with owners, recorded directly in shareholders' equity		400,000	653,769	56,088	820,841	1,930,698
Comprehensive income for the period						
Profit or loss		-	-	-	62,141	62,141
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	62,141	62,141
Balance at 31 March 2020		400,000	653,769	56,088	882,982	1,992,839

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

Quality Construction Products Public Company Limited and its Subsidiary

Statements of changes in shareholders' equity

For the three-month period ended 31 March 2020 (Unaudited)

	Note	Issued and paid-up share capital	Premium on ordinary shares	Separate financial statements		Total shareholders' equity
				<i>Retained earnings</i>		
				Appropriated Legal reserve <i>(in thousand Baht)</i>	Unappropriated	
Balance at 1 January 2019		400,000	653,769	40,000	691,275	1,785,044
Transactions with owners, recorded directly in shareholders' equity						
<i>Contributions by and distributions to owners of the parent</i>						
Dividends	14	-	-	-	-24,000	-24,000
<i>Total contributions by and distributions to owners of the parent</i>		-	-	-	-24,000	-24,000
Total transactions with owners, recorded directly in shareholders' equity		400,000	653,769	40,000	667,275	1,761,044
Comprehensive income for the period						
Profit or loss		-	-	-	48,660	48,660
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	48,660	48,660
Balance at 31 March 2019		400,000	653,769	40,000	715,935	1,809,704

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Quality Construction Products Public Company Limited and its Subsidiary

Statements of changes in shareholders' equity

For the three-month period ended 31 March 2020 (Unaudited)

	Note	Issued and paid-up share capital	Premium on ordinary shares	Separate financial statements		Total shareholders' equity
				<i>Retained earnings</i>		
				Appropriated Legal reserve <i>(in thousand Baht)</i>	Unappropriated	
Balance at 1 January 2020		400,000	653,769	40,000	814,639	1,908,408
Transactions with owners, recorded directly in shareholders' equity						
<i>Contributions by and distributions to owners of the parent</i>						
Dividends	14	-	-	-	-72,000	-72,000
<i>Total contributions by and distributions to owners of the parent</i>		-	-	-	-72,000	-72,000
Total transactions with owners, recorded directly in shareholders' equity		400,000	653,769	40,000	742,639	1,836,408
Comprehensive income for the period						
Profit or loss		-	-	-	54,940	54,940
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	54,940	54,940
Balance at 31 March 2020		400,000	653,769	40,000	797,579	1,891,348

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

Quality Construction Products Public Company Limited and its Subsidiary

Statements of cash flows

For the three-month period ended 31 March 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the period	62,141	60,274	54,940	48,660
<i>Adjustments for</i>				
Depreciation	38,827	44,756	26,905	33,842
Amortization of intangible assets	329	321	257	251
Interest income	(3,210)	(267)	(180)	(30)
Unrealized loss (gain) on foreign currency rate	716	(468)	568	(468)
Loss on inventories devaluation (reversal)	(1,214)	1,621	(1,193)	1,649
Loss on written off of property, plant and equipment	-	136	-	136
Finance costs	245	-	197	1,638
Employee benefit expense	1,349	1,309	1,215	1,180
Tax expense	13,744	11,918	13,757	11,950
Cash flows generated from operations before changes in operating assets and liabilities	112,927	119,600	96,466	98,808
<i>Decrease (increase) in operating assets</i>				
Trade receivables	(15,434)	(38,418)	(14,823)	(34,244)
Other current receivables	(760)	(1,278)	(669)	(4,157)
Inventories	(11,893)	(15,387)	(6,134)	(14,932)
Other non-current assets	216	65	193	56
Net increase in operating assets	(27,871)	(55,018)	(21,433)	(53,277)

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

Quality Construction Products Public Company Limited and its Subsidiary

Statements of cash flows

For the three-month period ended 31 March 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
<i>Increase in operating liabilities</i>				
Trade payables	31,604	16,068	27,635	31,155
Other current payables	8,187	11,746	7,781	6,735
Provisions for employee benefits	(1,062)	-	(1,062)	-
Other non-current liabilities	131	316	132	316
Increase in operating liabilities	38,860	28,130	34,486	38,206
Net cash flows generated from operations	123,916	92,712	109,519	83,737
Income tax paid	(308)	(247)	(289)	(227)
Net cash flows provided by operating activities	123,608	92,465	109,230	83,510
<i>Cash flows from investing activities</i>				
Proceeds from (payments of) investments in short-term debt securities	250,000	(150,000)	-	-
Acquisition of property, plant and equipment	(18,823)	(5,196)	(13,456)	(4,932)
Acquisition of intangible assets	-	(161)	-	(128)
Interest received	2,044	267	180	30
Net cash flows provided by (used in) investing activities	233,221	(155,090)	(13,276)	(5,030)
<i>Cash flows from financing activities</i>				
<i>Payment of borrowing</i>				
Payment of borrowing from related party	-	-	-	(40,000)
Payments of finance lease liabilities	(4,306)	-	(3,277)	-
Net decrease in borrowing	(4,306)	-	(3,277)	(40,000)
Interest paid	(184)	-	(150)	(1,638)
Net cash flows used in financing activities	(4,490)	-	(3,427)	(41,638)

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Quality Construction Products Public Company Limited and its Subsidiary

Statements of cash flows

For the three-month period ended 31 March 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
<i>Note</i>	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
Net increase (decrease) in cash and cash equivalents	352,339	(62,625)	92,527	36,842
Cash and cash equivalents at beginning of the period	248,677	346,449	165,277	125,347
Cash and cash equivalents at ending of the period	601,016	283,824	257,804	162,189

Supplementary information for cash flows

Non-cash transactions

Account payables from purchase of assets		3,468	57	2,523	57
Accrued dividends	<i>14</i>	72,000	24,000	72,000	24,000

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