

# Quality Construction Products Public Company Limited and its Subsidiary

## Statements of financial position

As at 30 September 2020

	Note	Consolidated		Separate	
		financial statements		financial statements	
Assets		30 September 2020 (Unaudited)	31 December 2019	30 September 2020 (Unaudited)	31 December 2019
<i>(in thousand Baht)</i>					
<b>Current assets</b>					
Cash and cash equivalents		227,357	248,677	164,157	165,277
Investments in short-term debt instruments	5	570,000	400,000	120,000	-
Trade receivables	4, 6	138,913	195,520	126,934	179,027
Other current receivables	4	16,053	6,892	13,877	5,398
Inventories		197,201	163,559	150,170	126,132
Current tax assets		3,001	216	2,747	-
<b>Total current assets</b>		<b>1,152,525</b>	<b>1,014,864</b>	<b>577,885</b>	<b>475,834</b>
<b>Non-current assets</b>					
Investments in subsidiary	7	-	-	590,000	590,000
Investment property	8	160,719	-	160,719	-
Property, plant and equipment	9	979,425	1,215,178	827,279	1,041,317
Intangible assets		4,965	4,954	4,162	3,937
Deferred tax assets	10	26,822	20,027	23,816	18,829
Other non-current assets	4	4,737	5,053	4,031	4,320
<b>Total non-current assets</b>		<b>1,176,668</b>	<b>1,245,212</b>	<b>1,610,007</b>	<b>1,658,403</b>
<b>Total assets</b>		<b>2,329,193</b>	<b>2,260,076</b>	<b>2,187,892</b>	<b>2,134,237</b>

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 30 September 2020

Liabilities and shareholders' equity	Note	Consolidated financial statements		Separate financial statements	
		30 September 2020 (Unaudited)	31 December 2019	30 September 2020 (Unaudited)	31 December 2019
<i>(in thousand Baht)</i>					
<b>Current liabilities</b>					
Trade payables	4, 11	79,374	82,091	63,787	70,770
Other current payables	4	115,814	92,651	103,170	77,693
Current portion of lease liabilities		21,925	-	18,290	-
Corporate income tax payable		-	17,360	-	17,360
Current provisions for employee benefits		1,952	1,952	1,803	1,803
<b>Total current liabilities</b>		<b>219,065</b>	<b>194,054</b>	<b>187,050</b>	<b>167,626</b>
<b>Non-current liabilities</b>					
Lease liabilities		25,976	-	23,437	-
Non-current provisions for employee benefits	12	64,955	61,970	59,579	56,998
Other non-current liabilities		1,686	1,354	1,537	1,205
<b>Total non-current liabilities</b>		<b>92,617</b>	<b>63,324</b>	<b>84,553</b>	<b>58,203</b>
<b>Total liabilities</b>		<b>311,682</b>	<b>257,378</b>	<b>271,603</b>	<b>225,829</b>

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# Quality Construction Products Public Company Limited and its Subsidiary

## Statements of financial position

As at 30 September 2020

	Consolidated		Separate	
	financial statements		financial statements	
Liabilities and shareholders' equity	30 September	31 December	30 September	31 December
	2020	2019	2020	2019
	(Unaudited)		(Unaudited)	
	<i>(in thousand Baht)</i>			
<b>Shareholders' equity</b>				
Share capital				
<i>Authorized share capital</i>				
<i>(400 million ordinary shares,</i>				
<i>par value at Baht 1 per share)</i>				
	<b>400,000</b>	<b>400,000</b>	<b>400,000</b>	<b>400,000</b>
<i>Issued and paid-up share capital</i>				
<i>(400 million ordinary shares,</i>				
<i>par value at Baht 1 per share)</i>				
	400,000	400,000	400,000	400,000
Premium on ordinary shares	653,769	653,769	653,769	653,769
Retained earnings				
<i>Appropriated</i>				
Legal reserve				
	56,088	56,088	40,000	40,000
<i>Unappropriated</i>				
	907,654	892,841	822,520	814,639
<b>Total shareholders' equity</b>	<b>2,017,511</b>	<b>2,002,698</b>	<b>1,916,289</b>	<b>1,908,408</b>
<b>Total liabilities and shareholders' equity</b>	<b>2,329,193</b>	<b>2,260,076</b>	<b>2,187,892</b>	<b>2,134,237</b>

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 30 September 2020 (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
<i>(in thousand Baht)</i>					
Revenue from sales	4	399,134	531,247	334,465	438,660
Cost of sales		<u>(323,923)</u>	<u>(422,207)</u>	<u>(263,281)</u>	<u>(341,796)</u>
<b>Gross Profit</b>		<b><u>75,211</u></b>	<b><u>109,040</u></b>	<b><u>71,184</u></b>	<b><u>96,864</u></b>
Net gain on exchange rate		-	946	-	723
Other income		<u>6,767</u>	<u>947</u>	<u>5,838</u>	<u>6,102</u>
<b>Profit before expenses</b>		<b><u>81,978</u></b>	<b><u>110,933</u></b>	<b><u>77,022</u></b>	<b><u>103,689</u></b>
Distribution costs		(15,948)	(15,816)	(15,232)	(15,942)
Administrative expenses		(32,957)	(40,738)	(30,736)	(37,689)
Loss on sale of property, plant and equipment		(47,828)	-	(47,828)	-
Net loss on exchange rate		<u>(1,019)</u>	<u>-</u>	<u>(757)</u>	<u>-</u>
<b>Total expenses</b>		<b><u>(97,752)</u></b>	<b><u>(56,554)</u></b>	<b><u>(94,553)</u></b>	<b><u>(53,631)</u></b>
<b>Profit (loss) from operations</b>		<b><u>(15,774)</u></b>	<b><u>54,379</u></b>	<b><u>(17,531)</u></b>	<b><u>50,058</u></b>
Finance costs		<u>(311)</u>	<u>-</u>	<u>(269)</u>	<u>(475)</u>
<b>Profit (loss) before income tax</b>		<b><u>(16,085)</u></b>	<b><u>54,379</u></b>	<b><u>(17,800)</u></b>	<b><u>49,583</u></b>
Tax expense		<u>5,538</u>	<u>(9,699)</u>	<u>3,758</u>	<u>(9,761)</u>
<b>Profit (loss) for the period</b>		<b><u>(10,547)</u></b>	<b><u>44,680</u></b>	<b><u>(14,042)</u></b>	<b><u>39,822</u></b>
<b>Basic earnings (loss) per share (in Baht)</b>		<b><u>(0.03)</u></b>	<b><u>0.11</u></b>	<b><u>(0.04)</u></b>	<b><u>0.10</u></b>

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 30 September 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
<b>Profit (loss) for the period</b>	<b>(10,547)</b>	<b>44,680</b>	<b>(14,042)</b>	<b>39,822</b>
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b><u>(10,547)</u></b>	<b><u>44,680</u></b>	<b><u>(14,042)</u></b>	<b><u>39,822</u></b>

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 nine-month period ended 30 September 2020 (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
<i>(in thousand Baht)</i>					
Revenue from sales	4	1,324,718	1,564,144	1,124,877	1,307,198
Cost of sales		<u>(1,059,819)</u>	<u>(1,250,927)</u>	<u>(876,303)</u>	<u>(1,032,686)</u>
<b>Gross Profit</b>		<b><u>264,899</u></b>	<b><u>313,217</u></b>	<b><u>248,574</u></b>	<b><u>274,512</u></b>
Net gain on exchange rate		-	2,979	-	2,701
Other income		<u>25,684</u>	<u>3,435</u>	<u>27,992</u>	<u>18,771</u>
<b>Profit before expenses</b>		<b><u>290,583</u></b>	<b><u>319,631</u></b>	<b><u>276,566</u></b>	<b><u>295,984</u></b>
Distribution costs		(47,979)	(56,879)	(45,809)	(56,431)
Administrative expenses		(87,492)	(103,254)	(81,136)	(95,891)
Loss on sale of property, plant and equipment		(47,828)	-	(47,828)	-
Net loss on exchange rate		<u>(1,476)</u>	<u>-</u>	<u>(1,245)</u>	<u>-</u>
<b>Total expenses</b>		<b><u>(184,775)</u></b>	<b><u>(160,133)</u></b>	<b><u>(176,018)</u></b>	<b><u>(152,322)</u></b>
<b>Profit from operations</b>		<b>105,808</b>	<b>159,498</b>	<b>100,548</b>	<b>143,662</b>
Finance costs		<u>(830)</u>	<u>-</u>	<u>(693)</u>	<u>(3,002)</u>
<b>Profit before income tax</b>		<b>104,978</b>	<b>159,498</b>	<b>99,855</b>	<b>140,660</b>
Tax expense		<u>(18,165)</u>	<u>(27,891)</u>	<u>(19,974)</u>	<u>(28,161)</u>
<b>Profit for the period</b>		<b><u>86,813</u></b>	<b><u>131,607</u></b>	<b><u>79,881</u></b>	<b><u>112,499</u></b>
<b>Basic earnings per share (in Baht)</b>		<b><u>0.22</u></b>	<b><u>0.33</u></b>	<b><u>0.20</u></b>	<b><u>0.28</u></b>

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# Quality Construction Products Public Company Limited and its Subsidiary

## Statements of comprehensive income

For the nine-month period ended 30 September 2020 (Unaudited)

	Consolidated financial		Separate financial	
	statements		statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
<b>Profit for the period</b>	<b>86,813</b>	<b>131,607</b>	<b>79,881</b>	<b>112,499</b>
Other comprehensive income	-	-	-	-
<b>Total comprehensive income for the period</b>	<b><u>86,813</u></b>	<b><u>131,607</u></b>	<b><u>79,881</u></b>	<b><u>112,499</u></b>

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 nine-month period ended 30 September 2020 (Unaudited)

	Consolidated financial statements					
	Note	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Total shareholders' equity
				Appropriated Legal reserve	Unappropriated	
<i>(in thousand Baht)</i>						
<b>Balance at 1 January 2019</b>		<b>400,000</b>	<b>653,769</b>	<b>56,088</b>	<b>741,547</b>	<b>1,851,404</b>
<b>Transactions with owners, recorded directly in shareholders' equity</b>						
<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)
<b>Total transactions with owners, recorded directly in shareholders' equity</b>		<b>400,000</b>	<b>653,769</b>	<b>56,088</b>	<b>717,547</b>	<b>1,827,404</b>
<b>Comprehensive income for the period</b>						
Profit or loss		-	-	-	131,607	131,607
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>131,607</b>	<b>131,607</b>
<b>Balance at 30 September 2019</b>		<b>400,000</b>	<b>653,769</b>	<b>56,088</b>	<b>849,154</b>	<b>1,959,011</b>

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## Quality Construction Products Public Company Limited and its Subsidiary

### Statements of changes in shareholders' equity

For the nine-month period ended 30 September 2020 (Unaudited)

	Consolidated financial statements					
	Note	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Total shareholders' equity
				Appropriated Legal reserve	Unappropriated	
<i>(in thousand Baht)</i>						
<b>Balance at 1 January 2020</b>		<b>400,000</b>	<b>653,769</b>	<b>56,088</b>	<b>892,841</b>	<b>2,002,698</b>
<b>Transactions with owners, recorded directly in shareholders' equity</b>						
<i>Contributions by and distributions to owners of the parent</i>						
Dividends	14	-	-	-	(72,000)	(72,000)
<b>Total contributions by and distributions to owners of the parent</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(72,000)</b>	<b>(72,000)</b>
<b>Total transactions with owners, recorded directly in shareholders' equity</b>		<b>400,000</b>	<b>653,769</b>	<b>56,088</b>	<b>820,841</b>	<b>1,930,698</b>
<b>Comprehensive income for the period</b>						
Profit or loss		-	-	-	86,813	86,813
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>86,813</b>	<b>86,813</b>
<b>Balance at 30 September 2020</b>		<b>400,000</b>	<b>653,769</b>	<b>56,088</b>	<b>907,654</b>	<b>2,017,511</b>

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 nine-month period ended 30 September 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	
<b>Balance at 1 January 2019</b>		<b>400,000</b>	<b>653,769</b>	<b>40,000</b>	<b>691,275</b>	<b>1,785,044</b>
<b>Transactions with owners, recorded directly in shareholders' equity</b>						
<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)
<b>Total transactions with owners, recorded directly in shareholders' equity</b>		<b>400,000</b>	<b>653,769</b>	<b>40,000</b>	<b>667,275</b>	<b>1,761,044</b>
<b>Comprehensive income for the period</b>						
Profit or loss		-	-	-	112,499	112,499
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>112,499</b>	<b>112,499</b>
<b>Balance at 30 September 2019</b>		<b>400,000</b>	<b>653,769</b>	<b>40,000</b>	<b>779,774</b>	<b>1,873,543</b>

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## Quality Construction Products Public Company Limited and its Subsidiary

### Statements of changes in shareholders' equity

For the nine-month period ended 30 September 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	
<b>Balance at 1 January 2020</b>		<b>400,000</b>	<b>653,769</b>	<b>40,000</b>	<b>814,639</b>	<b>1,908,408</b>
<b>Transactions with owners, recorded directly in shareholders' equity</b>						
<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)
<b>Total transactions with owners, recorded directly in shareholders' equity</b>		<b>400,000</b>	<b>653,769</b>	<b>40,000</b>	<b>742,639</b>	<b>1,836,408</b>
<b>Comprehensive income for the period</b>						
Profit or loss		-	-	-	79,881	79,881
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>79,881</b>	<b>79,881</b>
<b>Balance at 30 September 2020</b>		<b>400,000</b>	<b>653,769</b>	<b>40,000</b>	<b>822,520</b>	<b>1,916,289</b>

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 nine-month period ended 30 September 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from operating activities</i></b>				
Profit for the period	86,813	131,607	79,881	112,499
<b><i>Adjustments for</i></b>				
Tax expense	18,165	27,891	19,974	28,161
Finance costs	830	-	693	3,002
Depreciation	114,575	124,957	78,361	91,772
Amortization of intangible assets	1,017	998	803	786
Reversal of loss on inventories devaluation	(2,121)	(751)	(2,067)	(721)
Employee benefit expense	4,047	15,206	3,643	13,998
Unrealized (gain) loss on foreign currency rate	43	(764)	20	(702)
Interest income	(6,426)	(276)	(838)	(331)
(Reversal of) impairment losses on assets	(5,796)	6,404	(5,796)	6,404
Loss on written off of property, plant and equipment	6,448	418	6,448	418
Loss on sale of property, plant and equipment	47,828	-	47,828	-
<b>Cash flows generated from operations before changes in operating assets and liabilities</b>	<b>265,423</b>	<b>305,690</b>	<b>228,950</b>	<b>255,286</b>
<b><i>Decrease (increase) in operating assets</i></b>				
Trade receivables	56,607	(27,791)	52,093	(24,303)
Other current receivables	34	(966)	(1,081)	(445)
Inventories	(31,521)	(27,753)	(21,971)	(21,157)
Other non-current assets	316	828	289	700
<b>Net decrease (increase) in operating assets</b>	<b>25,436</b>	<b>(55,682)</b>	<b>29,330</b>	<b>(45,205)</b>

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 nine-month period ended 30 September 2020 (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		2020	2019	2020	2019
<i>(in thousand Baht)</i>					
<b><i>Increase (decrease) in operating liabilities</i></b>					
Trade payables		(2,760)	9,310	(7,003)	13,149
Other current payables		20,837	31,780	20,411	26,039
Provisions for employee benefits		(1,062)	-	(1,062)	-
Other non-current liabilities		332	310	332	319
<b>Increase in operating liabilities</b>		<b>17,347</b>	<b>41,400</b>	<b>12,678</b>	<b>39,507</b>
<b>Net cash flows generated from operations</b>		<b>308,206</b>	<b>291,408</b>	<b>270,958</b>	<b>249,588</b>
Income tax paid		(45,105)	(26,313)	(45,068)	(26,246)
<b>Net cash flows provided by operating activities</b>		<b>263,101</b>	<b>265,095</b>	<b>225,890</b>	<b>223,342</b>
<b><i>Cash flows from investing activities</i></b>					
Payments of investments in short-term debt instruments		(170,000)	(300,000)	(120,000)	-
Proceeds from sale of property, plant and equipment		3,000	-	3,000	-
Acquisition of property, plant and equipment		(31,240)	(13,606)	(23,366)	(13,192)
Acquisition of intangible assets		(1,028)	(333)	(1,028)	(300)
Interest received		4,305	276	514	331
<b>Net cash flows used in investing activities</b>		<b>(194,963)</b>	<b>(313,663)</b>	<b>(140,880)</b>	<b>(13,161)</b>
<b><i>Cash flows from financing activities</i></b>					
<b><i>Payments of borrowing</i></b>					
Payment of borrowing from related party	4	-	-	-	(140,000)
Payments of lease liabilities		(16,686)	-	(13,487)	-
<b>Net decrease in borrowing</b>		<b>(16,686)</b>	<b>-</b>	<b>(13,487)</b>	<b>(140,000)</b>
Dividends paid	14	(72,000)	(24,000)	(72,000)	(24,000)
Interest paid		(772)	-	(643)	(3,002)
<b>Net cash flows used in financing activities</b>		<b>(89,458)</b>	<b>(24,000)</b>	<b>(86,130)</b>	<b>(167,002)</b>

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 nine-month period ended 30 September 2020 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2020	2019	2020	2019
	<i>(in thousand Baht)</i>			
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(21,320)</b>	<b>(72,568)</b>	<b>(1,120)</b>	<b>43,179</b>
Cash and cash equivalents at beginning of the period	248,677	346,449	165,277	125,347
<b>Cash and cash equivalents at ending of the period</b>	<b>227,357</b>	<b>273,881</b>	<b>164,157</b>	<b>168,526</b>

### *Supplementary information for cash flows*

#### **Non-cash transactions**

Account payables from purchase of assets	3,514	1,836	3,340	1,791
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