

Quality Construction Products Public Company Limited and its Subsidiary

Statements of financial position

As at 30 June 2021

		Consolidated		Separate	
		financial statements		financial statements	
Assets	Note	30 June	31 December	30 June	31 December
		2021	2020	2021	2020
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
<i>Current assets</i>					
Cash and cash equivalents		270,411	369,747	189,608	308,921
Investment in short-term debt instruments	3	500,000	470,000	120,000	90,000
Trade and other current receivables	3, 4	167,742	144,561	150,811	129,761
Inventories		189,494	174,224	153,955	141,390
Current tax assets		169	2,133	-	2,003
Total current assets		1,127,816	1,160,665	614,374	672,075
<i>Non-current assets</i>					
Investments in subsidiary	5	-	-	590,000	590,000
Investment property		160,719	160,719	160,719	160,719
Property, plant and equipment		938,853	952,362	810,873	803,820
Intangible assets		10,911	4,375	7,824	3,645
Deferred tax assets		27,030	21,805	23,825	18,647
Other non-current assets		5,975	4,403	5,378	3,759
Total non-current assets		1,143,488	1,143,664	1,598,619	1,580,590
Total assets		2,271,304	2,304,329	2,212,993	2,252,665

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 June 2021

		Consolidated		Separate	
		financial statements		financial statements	
Liabilities and shareholders' equity	Note	30 June	31 December	30 June	31 December
		2021	2020	2021	2020
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
<i>Current liabilities</i>					
Trade payables	3	62,682	58,333	50,430	48,200
Other current payables	3	104,261	85,619	92,998	76,433
Current portion of lease liabilities		21,581	20,392	18,845	16,753
Corporate income tax payable		26,232	-	26,232	-
Current provisions for employee benefits		2,240	2,240	2,065	2,065
Total current liabilities		216,996	166,584	190,570	143,451
<i>Non-current liabilities</i>					
Lease liabilities		28,164	22,185	24,985	20,300
Non-current provisions for employee benefits		76,652	73,678	70,171	67,501
Other non-current liabilities		2,424	2,085	2,380	1,903
Total non-current liabilities		107,240	97,948	97,536	89,704
Total liabilities		324,236	264,532	288,106	233,155

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 June 2021

	Consolidated		Separate	
	financial statements		financial statements	
Liabilities and shareholders' equity	30 June	31 December	30 June	31 December
	2021	2020	2021	2020
	(Unaudited)		(Unaudited)	
	(in thousand Baht)			
Shareholders' equity				
Share capital				
<i>Authorized share capital</i>				
(400 million ordinary shares,				
par value at Baht 1 per share)	400,000	400,000	400,000	400,000
<i>Issued and paid-up share capital</i>				
(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				
<i>Appropriated</i>				
Legal reserve	40,000	40,000	40,000	40,000
<i>Unappropriated</i>	853,299	946,028	831,118	925,741
Total shareholders' equity	1,947,068	2,039,797	1,924,887	2,019,510
Total liabilities and shareholders' equity	2,271,304	2,304,329	2,212,993	2,252,665

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 June 2021 (Unaudited)

		Consolidated financial statements		Separate financial statements	
	Note	2021	2020	2021	2020
		<i>(in thousand Baht)</i>			
Revenue from sales	3	406,877	417,157	339,898	354,075
Cost of sales		<u>(325,119)</u>	<u>(340,084)</u>	<u>(264,229)</u>	<u>(278,141)</u>
Gross Profit		<u>81,758</u>	<u>77,073</u>	<u>75,669</u>	<u>75,934</u>
Net gain on exchange rate		-	474	-	296
Other income		<u>4,415</u>	<u>9,410</u>	<u>12,170</u>	<u>11,670</u>
Profit before expenses		<u>86,173</u>	<u>86,957</u>	<u>87,839</u>	<u>87,900</u>
Distribution costs		(15,442)	(15,515)	(15,297)	(14,796)
Administrative expenses		(30,100)	(25,990)	(28,109)	(23,920)
Net loss on exchange rate		<u>(216)</u>	<u>-</u>	<u>(140)</u>	<u>-</u>
Total expenses		<u>(45,758)</u>	<u>(41,505)</u>	<u>(43,546)</u>	<u>(38,716)</u>
Profit from operations		40,415	45,452	44,293	49,184
Finance costs		<u>(285)</u>	<u>(274)</u>	<u>(245)</u>	<u>(226)</u>
Profit before income tax		40,130	45,178	44,048	48,958
Tax expense		<u>(7,858)</u>	<u>(9,959)</u>	<u>(7,876)</u>	<u>(9,975)</u>
Profit for the period		<u>32,272</u>	<u>35,219</u>	<u>36,172</u>	<u>38,983</u>
Basic earnings per share <i>(in Baht)</i>		<u>0.08</u>	<u>0.09</u>	<u>0.09</u>	<u>0.10</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 30 June 2021 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Profit for the period	32,272	35,219	36,172	38,983
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	32,272	35,219	36,172	38,983

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 six-month period ended 30 June 2021 (Unaudited)

		Consolidated financial statements		Separate financial statements	
	Note	2021	2020	2021	2020
		<i>(in thousand Baht)</i>			
Revenue from sales	3	868,545	925,584	721,483	790,412
Cost of sales		(678,710)	(735,897)	(548,339)	(613,022)
Gross Profit		189,835	189,687	173,144	177,390
Other income		10,986	18,917	20,537	22,154
Profit before expenses		200,821	208,604	193,681	199,544
Distribution costs		(29,935)	(32,030)	(28,754)	(30,577)
Administrative expenses		(57,589)	(54,535)	(53,586)	(50,400)
Net loss on exchange rate		(146)	(457)	(106)	(488)
Total expenses		(87,670)	(87,022)	(82,446)	(81,465)
Profit from operations		113,151	121,582	111,235	118,079
Finance costs		(541)	(519)	(472)	(424)
Profit before income tax		112,610	121,063	110,763	117,655
Tax expense		(21,339)	(23,703)	(21,386)	(23,732)
Profit for the period		91,271	97,360	89,377	93,923
Basic earnings per share <i>(in Baht)</i>		0.23	0.24	0.22	0.23

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 six-month period ended 30 June 2021 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Profit for the period	91,271	97,360	89,377	93,923
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	91,271	97,360	89,377	93,923

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 six-month period ended 30 June 2021 (Unaudited)

Consolidated financial statements						
				Retained earnings		
	Note	Issued and paid-up share capital	Premium on ordinary shares	Appropriated Legal reserve	Unappropriated	Total shareholders’ equity
(in thousand Baht)						
Balance at 1 January 2020		400,000	653,769	56,088	892,841	2,002,698
Transactions with owners, recorded directly in shareholders’ equity						
Contributions by and distributions to owners of the parent						
Dividends	7	-	-	-	(72,000)	(72,000)
Total transactions with owners, recorded directly in shareholders’ equity						
		-	-	-	(72,000)	(72,000)
Comprehensive income for the period						
Profit or loss		-	-	-	97,360	97,360
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period						
		-	-	-	97,360	97,360
Balance at 30 June 2020						
		400,000	653,769	56,088	918,201	2,028,058

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 six-month period ended 30 June 2021 (Unaudited)

Consolidated financial statements						
			Retained earnings			
	Note	Issued and paid-up share capital	Premium on ordinary shares	Appropriated Legal reserve	Unappropriated	Total shareholders’ equity
(in thousand Baht)						
Balance at 1 January 2021		400,000	653,769	40,000	946,028	2,039,797
Transactions with owners, recorded directly in shareholders’ equity						
Contributions by and distributions to owners of the parent						
Dividends	7	-	-	-	(184,000)	(184,000)
Total transactions with owners, recorded directly in shareholders’ equity		-	-	-	(184,000)	(184,000)
Comprehensive income for the period						
Profit or loss		-	-	-	91,271	91,271
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	91,271	91,271
Balance at 30 June 2021		400,000	653,769	40,000	853,299	1,947,068

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 six-month period ended 30 June 2021 (Unaudited)

	Note	Separate financial statements				Total shareholders' equity
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		
				Appropriated	Unappropriated	
				Legal reserve (in thousand Baht)		
Balance at 1 January 2020		400,000	653,769	40,000	814,639	1,908,408
Transactions with owners, recorded directly in shareholders' equity						
Contributions by and distributions to owners of the parent						
Dividends	7	-	-	-	(72,000)	(72,000)
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	(72,000)	(72,000)
Comprehensive income for the period						
Profit or loss		-	-	-	93,923	93,923
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	93,923	93,923
Balance at 30 June 2020		400,000	653,769	40,000	836,562	1,930,331

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 six-month period ended 30 June 2021 (Unaudited)

	Note	Separate financial statements				Total shareholders' equity
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		
				Appropriated	Unappropriated	
				Legal reserve (in thousand Baht)		
Balance at 1 January 2021		400,000	653,769	40,000	925,741	2,019,510
Transactions with owners, recorded directly in shareholders' equity						
Contributions by and distributions to owners of the parent						
Dividends	7	-	-	-	(184,000)	(184,000)
Total transactions with owners, recorded directly in shareholders' equity		-	-	-	(184,000)	(184,000)
Comprehensive income for the period						
Profit or loss		-	-	-	89,377	89,377
Other comprehensive income		-	-	-	-	-
Total comprehensive income for the period		-	-	-	89,377	89,377
Balance at 30 June 2021		400,000	653,769	40,000	831,118	1,924,887

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 six-month period ended 30 June 2021 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
	(in thousand Baht)			
<i>Cash flows from operating activities</i>				
Profit for the period	91,271	97,360	89,377	93,923
<i>Adjustments for</i>				
Tax expense	21,339	23,703	21,386	23,732
Depreciation	74,646	77,185	51,460	53,217
Amortization of intangible assets	666	669	520	526
Reversal of loss on inventories devaluation	(227)	(1,721)	(154)	(1,662)
Non-current provisions for employee benefit expense	2,974	2,698	2,670	2,429
Unrealized loss (gain) on foreign currency rate	76	(178)	86	(120)
Dividend received	-	-	(4,720)	-
Interest income	(2,583)	(4,897)	(684)	(587)
Finance costs	541	519	472	424
Loss on written off of property, plant and equipment and intangible assets	212	-	212	-
Gain on sale of property, plant and equipment	(992)	-	(992)	-
Cash flows generated from operations before changes in operating assets and liabilities	187,923	195,338	159,633	171,882
<i>Decrease (increase) in operating assets</i>				
Trade and other current receivables	(26,013)	34,874	(21,906)	32,606
Inventories	(15,043)	(43,210)	(12,411)	(31,311)
Other non-current assets	422	(111)	375	(69)
Net decrease (increase) in operating assets	(40,634)	(8,447)	(33,942)	1,226

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 six-month period ended 30 June 2021 (Unaudited)

		Consolidated financial statements		Separate financial statements	
	Note	2021	2020	2021	2020
		(in thousand Baht)			
<i>Increase (decrease) in operating liabilities</i>					
Trade and other current payables		14,585	30,922	10,629	22,788
Provisions for employee benefits		-	(1,062)	-	(1,062)
Other non-current liabilities		339	326	477	327
Increase in operating liabilities		14,924	30,186	11,106	22,053
Net cash flows generated from operations		162,213	217,077	136,797	195,161
Income tax paid		(362)	(18,186)	(323)	(18,152)
Net cash flows provided by operating activities		161,851	198,891	136,474	177,009
<i>Cash flows from investing activities</i>					
Acquisition of short-term debt instruments		(30,000)	(100,000)	(30,000)	(80,000)
Proceeds from sale of property, plant and equipment		3,900	-	3,900	-
Acquisition of property, plant and equipment		(35,468)	(34,438)	(35,547)	(26,836)
Acquisition of intangible assets		(7,212)	(547)	(4,708)	(547)
Dividend received	5	-	-	4,720	-
Interest received		4,515	4,072	640	480
Net cash flows used in investing activities		(64,265)	(130,913)	(60,995)	(106,903)
<i>Cash flows from financing activities</i>					
<i>Payments of borrowing</i>					
Payments of lease liabilities		(12,382)	(5,977)	(10,321)	(3,831)
Net decrease in borrowing		(12,382)	(5,977)	(10,321)	(3,831)
Dividends paid	7	(184,000)	(72,000)	(184,000)	(72,000)
Interest paid		(540)	(466)	(471)	(381)
Net cash flows used in financing activities		(196,922)	(78,443)	(194,792)	(76,212)

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 six-month period ended 30 June 2021 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Net decrease in cash and cash equivalents	(99,336)	(10,465)	(119,313)	(6,106)
Cash and cash equivalents at beginning of the period	369,747	248,677	308,921	165,277
Cash and cash equivalents at ending of the period	270,411	238,212	189,608	159,171

Supplementary information for cash flows

Non-cash transactions at the end of the period

Account payables from purchase of assets	13,045	3,694	12,774	3,413
--	--------	-------	--------	-------

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