

President Automobile Industries Public Company Limited
Review report and interim financial information
For the three-month and six-month periods ended
30 June 2023

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of President Automobile Industries Public Company Limited

I have reviewed the accompanying statement of financial position of President Automobile Industries Public Company Limited as at 30 June 2023, the related statements of comprehensive income for the three-month and six-month periods then ended, the related statements of changes in shareholders' equity and cash flows for the six-month period then ended, as well as the condensed notes to the interim financial statements (collectively "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*.



Kessirin Pinpuvadol

Certified Public Accountant (Thailand) No. 7325

EY Office Limited

Bangkok: 7 August 2023

President Automobile Industries Public Company Limited

Statement of financial position

As at 30 June 2023

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 June 2023</u> (Unaudited but reviewed)	<u>31 December 2022</u> (Audited)
Assets			
Current assets			
Cash and cash equivalents		74,224	105,415
Trade and other receivables	3	274,166	220,439
Inventories	4	497,579	541,086
Receivables from the Revenue Department		17,119	16,582
Advance payment for inventories		4,500	2,742
Other current assets		3,729	3,120
Total current assets		<u>871,317</u>	<u>889,384</u>
Non-current assets			
Property, plant and equipment	5	497,536	508,148
Advance payment for purchases of machinery and equipment		886	2,769
Intangible assets	6	3,099	3,619
Deferred tax assets		10,003	9,933
Other non-current assets		728	728
Total non-current assets		<u>512,252</u>	<u>525,197</u>
Total assets		<u>1,383,569</u>	<u>1,414,581</u>

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

President Automobile Industries Public Company Limited

Statement of financial position (continued)

As at 30 June 2023

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 June 2023</u> (Unaudited but reviewed)	<u>31 December 2022</u> (Audited)
Liabilities and shareholders' equity			
Current liabilities			
Short-term loans from financial institutions	7	100,099	134,950
Trade and other payables	2, 8	89,625	82,248
Current portion of lease liabilities	9	9,643	9,497
Current portion of long-term loans from financial institutions	10	63,700	63,700
Income tax payable		7,595	3,026
Advance received for goods		13,597	9,952
Derivative liabilities		607	3,403
Other current liabilities		323	373
Total current liabilities		<u>285,189</u>	<u>307,149</u>
Non-current liabilities			
Lease liabilities, net of current portion	9	28,277	33,131
Long-term loans from financial institutions, net of current portion	10	99,753	131,603
Provision for long-term employee benefits		9,257	8,891
Total non-current liabilities		<u>137,287</u>	<u>173,625</u>
Total liabilities		<u>422,476</u>	<u>480,774</u>

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

President Automobile Industries Public Company Limited

Statement of financial position (continued)

As at 30 June 2023

(Unit: Thousand Baht)

	<u>30 June 2023</u>	<u>31 December 2022</u>
	(Unaudited but reviewed)	(Audited)
Shareholders' equity		
Share capital		
Registered		
1,200,000,000 ordinary shares of Baht 0.50 each	<u>600,000</u>	<u>600,000</u>
Issued and fully paid up		
1,000,000,000 ordinary shares of Baht 0.50 each	500,000	500,000
Share premium	225,064	225,064
Retained earnings		
Appropriated - statutory reserve	36,317	36,317
Unappropriated	<u>199,712</u>	<u>172,426</u>
Total shareholders' equity	<u>961,093</u>	<u>933,807</u>
Total liabilities and shareholders' equity	<u>1,383,569</u>	<u>1,414,581</u>

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

Directors

(Unaudited but reviewed)

President Automobile Industries Public Company Limited

Statement of comprehensive income

For the three-month period ended 30 June 2023

(Unit: Thousand Baht, except earnings per share expressed in Baht)

	<u>Note</u>	<u>2023</u>	<u>2022</u>
Profit or loss:			
Revenue			
Sales		268,392	234,157
Gain on exchange		13,468	5,557
Other income		<u>6,334</u>	<u>3,961</u>
Total revenue		<u>288,194</u>	<u>243,675</u>
Expenses			
Cost of sales		236,963	197,294
Selling and distribution expenses		6,216	5,648
Administrative expenses		<u>11,667</u>	<u>11,229</u>
Total expenses		<u>254,846</u>	<u>214,171</u>
Operating profit		33,348	29,504
Finance cost		<u>(3,443)</u>	<u>(1,819)</u>
Profit before income tax expenses		29,905	27,685
Income tax benefit (expenses)	12	<u>(6,025)</u>	<u>1,052</u>
Profit for the period		<u>23,880</u>	<u>28,737</u>
Other comprehensive income:			
Other comprehensive income for the period		<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u>23,880</u>	<u>28,737</u>
Earnings per share	13		
Basic earnings per share			
Profit for the period		<u>0.02</u>	<u>0.03</u>
Diluted earnings per share			
Profit for the period		<u>0.02</u>	<u>0.03</u>

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

(Unaudited but reviewed)

President Automobile Industries Public Company Limited

Statement of comprehensive income

For the six-month period ended 30 June 2023

(Unit: Thousand Baht, except earnings per share expressed in Baht)

	<u>Note</u>	<u>2023</u>	<u>2022</u>
Profit or loss:			
Revenue			
Sales		487,195	414,972
Gain on exchange		12,220	5,567
Other income		13,061	7,786
Total revenue		<u>512,476</u>	<u>428,325</u>
Expenses			
Cost of sales		430,863	347,315
Selling and distribution expenses		12,112	11,224
Administrative expenses		27,319	21,794
Total expenses		<u>470,294</u>	<u>380,333</u>
Operating profit		42,182	47,992
Finance cost		(7,311)	(2,786)
Profit before income tax expenses		34,871	45,206
Income tax benefit (expenses)	12	(7,585)	410
Profit for the period		<u>27,286</u>	<u>45,616</u>
Other comprehensive income:			
Other comprehensive income for the period		<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u>27,286</u>	<u>45,616</u>
Earnings per share	13		
Basic earnings per share			
Profit for the period		<u>0.03</u>	<u>0.05</u>
Diluted earnings per share			
Profit for the period		<u>0.03</u>	<u>0.05</u>

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

(Unaudited but reviewed)

President Automobile Industries Public Company Limited

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	Issued and fully paid-up share capital	Share premium	Retained earnings		Total shareholders' equity
			Appropriated	Unappropriated	
Balance as at 1 January 2022	500,000	225,064	32,188	144,059	901,311
Total comprehensive income for the period	-	-	-	45,616	45,616
Dividend paid	-	-	-	(50,000)	(50,000)
Balance as at 30 June 2022	<u>500,000</u>	<u>225,064</u>	<u>32,188</u>	<u>139,675</u>	<u>896,927</u>
Balance as at 1 January 2023	500,000	225,064	36,317	172,426	933,807
Total comprehensive income for the period	-	-	-	27,286	27,286
Balance as at 30 June 2023	<u>500,000</u>	<u>225,064</u>	<u>36,317</u>	<u>199,712</u>	<u>961,093</u>

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

(Unaudited but reviewed)

President Automobile Industries Public Company Limited

Cash flow statement

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities		
Profit before tax	34,871	45,206
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	25,983	24,070
Allowance for expected credit losses	1,196	123
Reduction of inventory to net realisable value	2,782	1,771
Gain on disposal of equipment	(67)	(337)
Provision for long-term employee benefits	366	359
Unrealised gain on exchange	(11,408)	(1,233)
Gain on derivatives	(2,796)	-
Interest income	(55)	(17)
Interest expenses	<u>6,958</u>	<u>2,006</u>
Profit from operating activities before changes in operating assets and liabilities	57,830	71,948
Operating assets (increase) decrease		
Trade and other receivables	(42,252)	(38,605)
Inventories	40,725	(75,047)
Receivables from the Revenue Department	(537)	(581)
Advance payment for inventories	(1,758)	(5,196)
Other current assets	(609)	213
Other non-current assets	-	(238)
Operating liabilities increase (decrease)		
Trade and other payables	6,743	6,249
Advance received for goods	3,645	(4,527)
Other current liabilities	(50)	(167)
Cash paid for long-term employee benefits	<u>-</u>	<u>(82)</u>
Cash from (used in) operating activities	63,737	(46,033)
Cash paid for interest expenses	(7,055)	(1,569)
Cash paid for corporate income tax	<u>(3,086)</u>	<u>(12,467)</u>
Net cash flows from (used in) operating activities	<u>53,596</u>	<u>(60,069)</u>

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

(Unaudited but reviewed)

President Automobile Industries Public Company Limited

Cash flow statement (continued)

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	<u>2023</u>	<u>2022</u>
Cash flows from investing activities		
Interest received	55	17
Acquisition of property, plant and equipment	(15,332)	(42,141)
Cash received from disposal of equipment	67	444
(Increase) decrease in advance payment for purchases of machinery and equipment	1,883	(14,002)
Acquisition of intangible assets	-	(20)
Net cash flows used in investing activities	<u>(13,327)</u>	<u>(55,702)</u>
Cash flows from financing activities		
Increase (decrease) in short-term loans from financial institutions	(34,851)	108,682
Payment of lease liabilities	(4,708)	(4,893)
Cash received from long-term loans from financial institutions	-	31,216
Repayment of long-term loans from financial institutions	(31,900)	(24,215)
Dividend paid	(1)	(48,381)
Net cash flows from (used in) financing activities	<u>(71,460)</u>	<u>62,409</u>
Net decrease in cash and cash equivalents	(31,191)	(53,362)
Cash and cash equivalents at beginning of period	<u>105,415</u>	<u>97,893</u>
Cash and cash equivalents at end of period	<u><u>74,224</u></u>	<u><u>44,531</u></u>
Supplemental cash flow information		
Non-cash transactions		
Purchases of assets which had not yet been paid	621	4,530
Dividends which had not yet been paid	-	1,619

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

President Automobile Industries Public Company Limited

Notes to the interim financial statements

For the three-month and six-month periods ended 30 June 2023

1. General information

1.1 Basis for preparation of interim financial information

This interim financial information is prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial information is intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. This interim financial information should therefore be read in conjunction with the latest annual financial statements.

The interim financial information in Thai language is the official statutory financial information of the Company. The interim financial information in English language has been translated from the Thai language interim financial information.

1.2 Significant accounting policies

The interim financial information is prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2022.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023, do not have any significant impact on the Company's financial statements.

2. Related party transactions

During the periods, the Company had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

	(Unit: Million Baht)		
	For the three-month periods		Transfer Pricing Policy
	ended 30 June		
	<u>2023</u>	<u>2022</u>	
<u>Transactions with related companies</u>			
Purchases of goods and raw materials	1	2	Market price
Purchases of fixed assets	1	15	Market price
<u>Transactions with related persons</u>			
Rental and service expenses	1	1	Contract price

	(Unit: Million Baht)		
	For the six-month periods		Transfer Pricing Policy
	ended 30 June		
	<u>2023</u>	<u>2022</u>	
<u>Transactions with related companies</u>			
Purchases of goods and raw materials	1	3	Market price
Purchases of fixed assets	2	20	Market price
<u>Transactions with related persons</u>			
Rental and service expenses	2	2	Contract price

As at 30 June 2023 and 31 December 2022, the balances of the accounts between the Company and those related parties are as follows:

(Unit: Thousand Baht)		
	30 June	31 December
	<u>2023</u>	<u>2022</u>
		(Audited)
<u>Trade payables - related party (Note 8)</u>		
Related company (Common shareholder)	-	151
<u>Other payables - related party (Note 8)</u>		
Related company (Common shareholder)	41	12

(Unaudited but reviewed)

Directors and management's benefits

During the three-month and six-month periods ended 30 June 2023 and 2022, the Company had employee benefit expenses payable to its directors and management as below.

	(Unit: Million Baht)			
	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Short-term employee benefits	6	5	12	11

3. Trade and other receivables

	(Unit: Thousand Baht)	
	30 June	31 December
	<u>2023</u>	<u>2022</u>
		(Audited)
<u>Trade receivables</u>		
Aged on the basis of due dates		
Not yet due	163,821	124,665
Past due		
Up to 3 months	76,749	67,732
3 - 6 months	21,372	26,620
6 - 12 months	12,214	1,411
Over 12 months	2,153	958
Total	276,309	221,386
Less: Allowance for expected credit losses	(2,153)	(957)
Total trade receivables - net	274,156	220,429
<u>Other receivables</u>		
Other receivables	10	10
Total trade and other receivables - net	274,166	220,439

Set out below is the movement in the allowance for expected credit losses of trade receivables.

	(Unit: Thousand Baht)
As at 1 January 2023	957
Additions during the period	1,290
Reversal during the period	(94)
As at 30 June 2023	2,153

(Unaudited but reviewed)

4. Inventories

(Unit: Thousand Baht)

	Cost		Reduce cost to net realisable value		Inventories - net	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022	30 June 2023	31 December 2022
		(Audited)		(Audited)		(Audited)
Finished goods	292,854	296,505	(38,109)	(35,327)	254,745	261,178
Work in process	7,170	8,797	-	-	7,170	8,797
Raw materials	209,537	261,905	-	-	209,537	261,905
Factory supplies	5,494	6,478	-	-	5,494	6,478
Goods in transit	20,633	2,728	-	-	20,633	2,728
Total	<u>535,688</u>	<u>576,413</u>	<u>(38,109)</u>	<u>(35,327)</u>	<u>497,579</u>	<u>541,086</u>

Movements in the reduce cost of inventories to net realisable value account during the six-month period ended 30 June 2023 are summarised below.

(Unit: Thousand Baht)

Balance as at 1 January 2023	35,327
Add: Increase during the period	<u>2,782</u>
Balance as at 30 June 2023	<u>38,109</u>

5. Property, plant and equipment

Movements in the property, plant and equipment account during the six-month period ended 30 June 2023 are summarised below.

(Unit: Thousand Baht)

Net book value as at 1 January 2023	508,148
Acquisitions during the period - at cost	14,851
Depreciation for the period	<u>(25,463)</u>
Net book value as at 30 June 2023	<u>497,536</u>

As at 30 June 2023, the Company has pledged its property, plant and equipment with net book value of approximately Baht 305 million (31 December 2022: Baht 314 million) as collateral against credit facilities received from commercial banks.

(Unaudited but reviewed)

6. Intangible assets

Movements in the intangible assets (computer software) account during the six-month period ended 30 June 2023 are summarised below.

	(Unit: Thousand Baht)
Net book value as at 1 January 2023	3,619
Amortisation expenses for the period	(520)
Net book value as at 30 June 2023	<u>3,099</u>

7. Short-term loans from financial institutions

	(Unit: Thousand Baht)			
	Interest rate			
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
	(% per annum)	(% per annum)		(Audited)
Short-term loans from financial institutions	MLR - 2.50, MMR, 3.20 and 3.42	MLR - 2.50, MMR, 2.60 and 2.85	100,099	134,950
Total			<u>100,099</u>	<u>134,950</u>

Short-term loans from financial institutions are secured by the mortgage of the Company's land and premises and machinery.

8. Trade and other payables

	(Unit: Thousand Baht)	
	30 June 2023	31 December 2022
		(Audited)
Trade payables - unrelated parties	64,520	56,584
Trade payables - related party (Note 2)	-	151
Other payables - unrelated parties	4,825	4,873
Other payables - related party (Note 2)	41	12
Other payables for purchases of fixed assets	621	1,102
Retention payables	912	912
Accrued dividends	1,559	1,560
Interest payables	115	262
Accrued expenses	17,032	16,792
Total trade and other payables	<u>89,625</u>	<u>82,248</u>

(Unaudited but reviewed)

9. Lease liabilities

	(Unit: Thousand Baht)	
	30 June 2023	31 December 2022
		(Audited)
Lease payments	41,222	46,665
Less: Deferred interest expenses	(3,302)	(4,037)
Total lease liabilities	37,920	42,628
Less: Portion due within one year	(9,643)	(9,497)
Lease liabilities - net of current portion	28,277	33,131

The Company has entered into the lease agreements for rental of land, building, machinery and motor vehicles for use in its operation, whereby it is committed to pay rental on a monthly basis. The terms of the agreements are generally between 3 and 10 years. Lease agreements are not cancellable.

10. Long-term loans from financial institutions

As at 30 June 2023 and 31 December 2022, the balances of long-term loans from financial institutions are as follows:

	(Unit: Thousand Baht)	
	30 June 2023	31 December 2022
		(Audited)
Long-term loans from financial institutions	163,453	195,303
Less: Current portion	(63,700)	(63,700)
Long-term loans from financial institutions - net of current portion	99,753	131,603

Movements in the long-term loans from financial institutions account during the six-month period ended 30 June 2023 are summarised below.

	(Unit: Thousand Baht)
Balance as at 1 January 2023	195,303
Less: Repayment during the period	(31,900)
Amortisation of financial fee	50
Balance as at 30 June 2023	163,453

As at 30 June 2023, the long-term loans from financial institutions are secured by the mortgage of the Company's land and premises and machinery. Moreover, the loan agreements contain several covenants which, among other things, require the Company to maintain a debt-to-equity ratio and debt service coverage ratio at the rates prescribed in the agreements.

11. Warrants

On 15 December 2022, the Extraordinary General Meeting of the Company's shareholders No. 1/2022 passed a resolution approving the issuance and the allocation of Warrants No.1 (PACO-W1) in the number of up to 200,000,000 units and allocate them to the existing shareholders, without charge, at a ratio of 1 warrant for every 5 existing ordinary shares. The exercise ratio is 1 warrant per ordinary share and the exercise price is Baht 3.00 per share. The warrants have the maturity of 2 years 11 months and 7 days from the issuance date and are exercisable in every 1 year from the issuance date, commencing on 15 December 2023.

On 9 January 2023, the Company allocated the warrants (PACO-W1) of 199,998,949 units to the existing shareholders and will not reallocate the remaining 1,051 units of these warrants.

12. Income tax

Interim corporate income tax was calculated on profit before income tax for the periods, after adding back expenses and deducting income which are disallowable for tax computation purposes, using the estimated effective tax rate for the year.

Income tax expenses (benefit) for the three-month and six-month periods ended 30 June 2023 and 2022 are made up as follows:

	(Unit: Thousand Baht)	
	For the three-month periods	
	ended 30 June	
	<u>2023</u>	<u>2022</u>
Current income tax:		
Current income tax charge	6,022	(1,030)
Deferred tax:		
Relating to origination and reversal of temporary differences	3	(22)
Income tax expenses (benefit) reported in profit or loss	<u>6,025</u>	<u>(1,052)</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the six-month periods
ended 30 June

	<u>2023</u>	<u>2022</u>
Current income tax:		
Current income tax charge	7,655	-
Deferred tax:		
Relating to origination and reversal of temporary differences	(70)	(410)
Income tax expenses (benefit) reported in profit or loss	<u>7,585</u>	<u>(410)</u>

13. Earnings per share

Basic earnings per share is calculated by dividing profit (loss) for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

Diluted earnings per share is calculated by dividing profit (loss) for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period plus the weighted average number of ordinary shares which would need to be issued to convert all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the year or on the date the potential ordinary shares were issued.

The following table sets forth the computation of basic earnings per share for the three-month and six-month periods ended 30 June 2023 and 2022:

	For the three-month periods ended 30 June	
	<u>2023</u>	<u>2022</u>
Profit for the period (Thousand Baht)	23,880	28,737
Weighted average number of ordinary shares (Thousand shares)	1,000,000	1,000,000
Earnings per share (Baht per share)	0.02	0.03

(Unaudited but reviewed)

	For the six-month periods ended 30 June	
	<u>2023</u>	<u>2022</u>
Profit for the period (Thousand Baht)	27,286	45,616
Weighted average number of ordinary shares (Thousand shares)	1,000,000	1,000,000
Earnings per share (Baht per share)	0.03	0.05

The exercise price of the warrants (PACO-W1) was higher than the average market price of the Company's ordinary shares for the three-month and six-month periods ended 30 June 2023. Therefore, the Company did not assumed conversion of the warrants in the calculation of its diluted earnings per share in the financial statements.

14. Segment information

For management purposes, the Company is principally engaged in two reportable segments: (1) manufacturing and distribution of automotive air conditioning components segment and (2) trading segment. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements.

(Unaudited but reviewed)

The revenue and profit information by segment in the financial statements for the three-month and six-month periods ended 30 June 2023 and 2022 are as follows:

(Unit: Million Baht)

For the three-month periods ended 30 June						
	Manufacturing and distribution of automotive air conditioning components segment		Trading segment		Total	
	2023	2022	2023	2022	2023	2022
Revenue from external customers based on products						
Condenser	184	154	-	-	184	154
Evaporator	55	51	-	-	55	51
Other products	5	2	24	27	29	29
Total revenue	244	207	24	27	268	234
Gross profit	29	36	2	1	31	37
Unallocated income and expenses:						
Other income					6	4
Other expenses					(20)	(19)
Gain on exchange					13	6
Income tax benefit (expenses)					(6)	1
Profit for the period					24	29

(Unaudited but reviewed)

(Unit: Million Baht)

For the six-month periods ended 30 June

	Manufacturing and distribution of automotive air conditioning components segment		Trading segment		Total	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Revenue from external customers						
based on products						
Condenser	338	272	-	-	338	272
Evaporator	96	88	-	-	96	88
Other products	8	5	45	50	53	55
Total revenue	<u>442</u>	<u>365</u>	<u>45</u>	<u>50</u>	<u>487</u>	<u>415</u>
Gross profit	52	66	4	2	56	68
Unallocated income and expenses:						
Other income					13	8
Other expenses					(46)	(36)
Gain on exchange					12	6
Income tax expenses					(8)	-
Profit for the period					<u>27</u>	<u>46</u>

Geographic information

Revenue from external customers based on locations of the customers in the financial statements for the three-month and six-month periods ended 30 June 2023 and 2022 are summarised below.

	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Revenue from external customers				
Middle East	94	84	168	134
Thailand	86	92	166	172
South East Asia	64	43	110	74
North America	12	6	15	10
South Asia	7	6	13	14
Europe	2	1	7	4
South America	2	1	5	4
East Asia	-	-	1	2
Others	1	1	2	1
Total	<u>268</u>	<u>234</u>	<u>487</u>	<u>415</u>

Major customers

For the three-month and six-month periods ended 30 June 2023, the Company has revenue from 2 major customers in amount of Baht 77 million and Baht 129 million, respectively (2022: Baht 62 million and Baht 99 million, respectively).

15. Commitments and contingent liabilities**15.1 Capital commitments**

As at 30 June 2023, the Company had capital commitments of approximately Baht 23 million (31 December 2022: Baht 30 million), relating to the acquisition of machinery, equipment and intangible assets.

15.2 Service commitments

As at 30 June 2023, the Company had commitments totaling Baht 6 million under various service agreements (31 December 2022: Baht 1 million).

15.3 Guarantees

As at 30 June 2023, there were outstanding bank guarantees of approximately Baht 6 million (31 December 2022: Baht 6 million) issued by banks on behalf of the Company to guarantee electricity use.

16. Fair value hierarchy

As at 30 June 2023, the Company had the liabilities that was measured at fair value using different levels of inputs as follows:

	(Unit: Million Baht)			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Liabilities measured at fair value				
Derivatives				
Interest rate swap contracts	-	1	-	1

17. Approval of interim financial information

This interim financial information was authorised for issue by the Company's Board of Directors on 7 August 2023