



Independent Auditor's Report and
Consolidated and Separate Financial Statements of

**Siam Steel Service Center Public Company Limited
and Subsidiary**

For the Year Ended 31 December 2024



INDEPENDENT AUDITOR'S REPORT

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To the Shareholders of Siam Steel Service Center Public Company Limited

Opinion

I have audited the consolidated and separate financial statements of Siam Steel Service Center Public Company Limited (the Company) and its subsidiary (the Group) which comprise the consolidated and separate statements of financial position as at 31 December 2024, the consolidated and separate statements of comprehensive income, the consolidated and separate statements of changes in shareholders' equity and the consolidated and separate statements of cash flows for the year then ended and notes to the consolidated and separate financial statements, which include significant accounting policies.

In my opinion, the consolidated and separate financial statements present fairly, in all material respects, the consolidated and separate financial position of Siam Steel Service Center Public Company Limited and its subsidiary as at 31 December 2024, and its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with Thai Financial Reporting Standards (TFRS).

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing (TSAs). My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the consolidated and separate financial statements section of my report. I am independent of the Group and the Company in accordance with the Code of Ethics for Professional Accountants including Independence Standards issued by the Federation of Accounting Professions (TFAC Code) that are relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with the TFAC Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Kesamee.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Key audit matters	Audit responses
<p><i>Recognition of installation income, measurement of work in process and estimation of installation cost for the outstanding projects at the end of the year.</i></p> <p>The Group and the Company recognize installation income for projects installation for the year ended 31 December 2024 amounting to Baht 1,028 million and Baht 942 million, respectively, which is included in sales and installation income - net. These represent 21% and 19% of total revenues, respectively, and impact to the accounting transactions that unbilled accrued income amounting to Baht 117 million and Baht 117 million, respectively. Refer to Note 8 and 20.</p> <p>The Group recognizes installation income in the statement of income over time for the projects in progress at the end of the year. The percentage of completion is determined based on the actual costs incurred compared to the estimate project costs. Actual costs of the project work are recognized as incurred on an accrual basis. The process to determine estimated costs of installation income and percentage of completion are highly judgmental and can be affected by changes in environmental factors, including economic conditions and future availability of materials and labour. The actual costs may differ from such estimated costs which could result in a material variance in the amount of profit or loss in the current period.</p>	<p><i>My audit procedures are summarized below:</i></p> <ul style="list-style-type: none"> - Consider the appropriate of project cost estimation by reviewing quotation, agreements and other cost estimation assumptions. - Examined actual project costs by understanding, evaluating and testing key internal controls in project management processes, as well as reviewing relevant supporting documents to ensure the completeness and accuracy of actual project costs incurred. - Tested the calculation of the percentage of completion by comparing actual installation costs incurred with the estimated total project costs. - Compared the calculated percentage of completion with the project progress reports assessed by project engineers, analysed any discrepancies and made necessary adjustments to improve the accuracy of the percentage of completion. - Selected significant ongoing installation projects for physical observation conducted jointly with company representatives to verify their existence, reasonableness and progress. - Tested the calculation of revenue recognized for the year and the outstanding unbilled receivables and advances from customers, ensuring they were based on the percentage of completion and the contract value.

Kesinee.

Key audit matters	Audit responses
The Group and the Company disclosed accounting policies for the recognition of revenues with installation in Note 3.	<ul style="list-style-type: none"> - Evaluate the adequacy of the Group's financial reporting disclosures in accordance with the financial reporting standards. <p>Based on the above procedures, the Group has appropriately recognized installation service revenue, unbilled receivables and advances from customers.</p>

Other Information

The management are responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and separate financial statements and my auditor's report thereon. The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the consolidated and separate financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated and separate financial statements, my responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for them to correct the material misstatement.

Kesamee.

Responsibilities of the management and Those Charged with Governance for the Preparation of Financial Statements

The management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's responsibilities for the audit of the consolidated and separate financial statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with TSAs, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Kesamee.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management use of the going concern basis of accounting based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with the audit committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide the audit committee with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards. *Kesamee.*

From the matters communicated with the audit committee, I determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Kesanee Srathongphool.

Kesanee Srathongphool

Certified Public Accountant

Registration No. 9262

Grant Thornton Limited

Bangkok

28 February 2025

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

		Consolidated financial statement		Separate financial statement	
	Notes	31 December 2024	31 December 2023	31 December 2024	31 December 2023
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	5	209,447,664	149,724,591	196,243,492	133,342,413
Trade accounts receivable					
- general customers - net	6	1,078,381,708	1,135,590,260	1,049,833,209	1,129,133,390
- related companies	6, 7	45,348,841	42,097,940	45,730,569	42,097,940
Amounts due from related companies	7	69,580	-	897,292	627,290
Short - term loan to subsidiary	7	-	-	44,548,770	32,753,135
Unbilled accrued income	8	117,380,398	102,614,791	117,380,398	102,614,791
Retentions receivables	8	23,490,361	23,547,381	23,490,361	23,547,381
Inventories - net	9	1,357,839,192	1,335,796,370	1,339,827,247	1,320,732,149
Other current assets		10,838,778	12,701,470	9,575,205	10,894,140
Total current assets		2,842,796,522	2,802,072,803	2,827,526,543	2,795,742,629
NON - CURRENT ASSETS					
Long - term investments					
- Investments in subsidiary	10	-	-	24,028,641	24,028,641
- Investments in other companies		2,628,237	2,628,237	2,628,237	2,628,237
Investments property	12	31,355,328	31,355,328	31,355,328	31,355,328
Property, plant and equipment - net	13	991,869,216	1,026,120,445	982,467,632	1,014,795,767
Deferred tax asset - net	21	16,349,401	14,777,001	16,349,401	14,777,001
Other non - current assets		9,137,766	12,948,495	7,426,829	10,907,424
Total non - current assets		1,051,339,948	1,087,829,506	1,064,256,068	1,098,492,398
TOTAL ASSETS		3,894,136,470	3,889,902,309	3,891,782,611	3,894,235,027

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

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

		Consolidated financial statement		Separate financial statement	
	Notes	31 December 2024	31 December 2023	31 December 2024	31 December 2023
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>					
CURRENT LIABILITIES					
Bank overdrafts and short - term loans					
from financial institutions	14	123,590,201	191,437,802	110,039,032	184,438,352
Trade accounts and notes payable					
- general suppliers		119,163,753	94,084,204	111,015,771	91,270,208
- related companies	7	85,409,297	89,875,235	84,184,202	86,677,665
Current portion of employee benefit obligations	15	13,501,914	10,336,237	13,501,914	10,336,237
Accrued cost of installation services		7,099,491	7,250,374	7,099,491	7,250,374
Advances from customers	8	11,780,404	17,178,774	8,764,664	10,518,774
Accrued bonuses		87,535,289	98,979,474	87,535,289	98,979,474
Income tax payable	21	16,190,745	16,131,039	16,190,745	16,131,039
Other current liabilities		38,509,025	31,159,367	36,510,874	30,883,224
Total current liabilities		502,780,119	556,432,506	474,841,982	536,485,347
NON - CURRENT LIABILITY					
Liabilities under employee benefits obligation	15	98,117,113	100,773,773	98,117,113	100,773,773
Total non - current liability		98,117,113	100,773,773	98,117,113	100,773,773
TOTAL LIABILITIES		600,897,232	657,206,279	572,959,095	637,259,120

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

		Consolidated financial statement		Separate financial statement	
	Notes	31 December 2024	31 December 2023	31 December 2024	31 December 2023
LIABILITIES AND SHAREHOLDERS' EQUITY (Continued)					
SHAREHOLDERS' EQUITY					
Share capital - common share					
- Authorized					
639,999,880 shares at Baht 1 par value		639,999,880	639,999,880	639,999,880	639,999,880
- Issued and fully paid-up					
639,997,880 shares at Baht 1 par value		639,997,880	639,997,880	639,997,880	639,997,880
Retained earnings					
- Appropriated for legal reserve	16	63,999,988	63,999,988	63,999,988	63,999,988
- Unappropriated		2,596,624,394	2,536,647,032	2,614,825,648	2,552,978,039
Other components of equity		(7,233,209)	(7,927,683)	-	-
Total equity of the Company's shareholders		3,293,389,053	3,232,717,217	3,318,823,516	3,256,975,907
Non - controlling interests in subsidiary	11	(149,815)	(21,187)	-	-
Total shareholders' equity		3,293,239,238	3,232,696,030	3,318,823,516	3,256,975,907
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		3,894,136,470	3,889,902,309	3,891,782,611	3,894,235,027

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEARS ENDED 31 DECEMBER

(Unit : Baht)

		Consolidated financial statement		Separate financial statement	
	Notes	2024	2023	2024	2023
REVENUES FROM SALES AND SERVICES					
Sales and installation income - net		4,612,021,566	5,010,386,488	4,525,680,970	4,941,599,199
Steel cutting services income		300,759,685	312,700,860	300,759,685	312,700,860
Transportation income		65,334,603	72,119,779	65,344,988	72,119,779
Total revenues from sales and services	20	4,978,115,854	5,395,207,127	4,891,785,643	5,326,419,838
COSTS OF SALES AND SERVICES					
Costs of sales and services	9, 20	(4,377,585,841)	(4,706,793,719)	(4,305,482,721)	(4,641,390,157)
Gross profit		600,530,013	688,413,408	586,302,922	685,029,681
Gain (loss) on exchange rate	20	(4,081,501)	1,603,464	(4,391,790)	3,359,924
Other income	17	20,334,025	20,458,720	21,754,260	20,948,784
Profit before expenses		616,782,537	710,475,592	603,665,392	709,338,389
Selling expenses		(212,170,405)	(224,818,329)	(212,170,405)	(224,818,329)
Administrative expenses		(134,583,244)	(132,631,583)	(120,204,851)	(121,037,778)
Total expenses		(346,753,649)	(357,449,912)	(332,375,256)	(345,856,107)
Profit before finance cost and income tax		270,028,888	353,025,680	271,290,136	363,482,282
Finance cost	20	(15,385,995)	(19,467,595)	(14,571,204)	(18,246,998)
Profit before income tax		254,642,893	333,558,085	256,718,932	345,235,284
Income tax expense	21	(50,640,698)	(68,383,804)	(50,640,698)	(68,383,804)
Profit for the year		204,002,195	265,174,281	206,078,234	276,851,480

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

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEARS ENDED 31 DECEMBER

(Unit : Baht)

		Consolidated financial statement		Separate financial statement	
	Note	2024	2023	2024	2023
Other comprehensive income :					
Item that may be reclassified subsequently to profit or loss					
Translation adjustments for					
foreign currency financial statements		771,638	2,364,126	-	-
Item that will not be reclassified to profit or loss					
Actuarial loss - net of tax		(2,151,096)	-	(2,151,096)	-
Other comprehensive income (loss) for the year		(1,379,458)	2,364,126	(2,151,096)	-
Total comprehensive income for the year		202,622,737	267,538,407	203,927,138	276,851,480
Attribution of profit (loss) for the year					
Portion of the Company's shareholders		204,207,987	266,353,960	206,078,234	276,851,480
Portion of non - controlling interests in subsidiary	11	(205,792)	(1,179,679)	-	-
TOTAL		204,002,195	265,174,281	206,078,234	276,851,480
Attribution of comprehensive income (loss) for the year					
Portion of the Company's shareholders		202,751,365	268,481,673	203,927,138	276,851,480
Portion of non - controlling interests in subsidiary	11	(128,628)	(943,266)	-	-
TOTAL		202,622,737	267,538,407	203,927,138	276,851,480
Basic earnings per share					
Profit of the Company's shareholders (Baht per share)		0.32	0.42	0.32	0.43
Weighted average number of common shares (share)		639,997,880	639,997,880	639,997,880	639,997,880

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS ENDED 31 DECEMBER

	Shareholders' equity of the Company						(Unit : Baht)	
	Note	Retained earnings			Other components of equity			Total equity of the Company's shareholders
		Paid-up share capital	Appropriated for legal reserve	Unappropriated	Other comprehensive income	Non-controlling interests' equity		
<u>Consolidated financial statement</u>								
Balance as at 1 January 2023		639,997,880	63,999,988	2,388,692,680	(10,055,396)	3,082,635,152	3,083,557,231	
Dividend payment	22	-	-	(118,399,608)	-	(118,399,608)	(118,399,608)	
Total transaction with shareholders		-	-	(118,399,608)	-	(118,399,608)	(118,399,608)	
Profit (loss) for the year		-	-	266,353,960	-	266,353,960	265,174,281	
Other comprehensive income for the year		-	-	-	2,127,713	2,127,713	2,364,126	
Total comprehensive income (loss) for the year		-	-	266,353,960	2,127,713	268,481,673	267,538,407	
Balance as at 31 December 2023		639,997,880	63,999,988	2,536,647,032	(7,927,683)	3,232,717,217	3,232,696,030	
Balance as at 1 January 2024		639,997,880	63,999,988	2,536,647,032	(7,927,683)	3,232,717,217	3,232,696,030	
Dividend payment	22	-	-	(142,079,529)	-	(142,079,529)	(142,079,529)	
Total transaction with shareholders		-	-	(142,079,529)	-	(142,079,529)	(142,079,529)	
Profit (loss) for the year		-	-	204,207,987	-	204,207,987	204,002,195	
Other comprehensive income for the year		-	-	(2,151,096)	694,474	(1,456,622)	(1,379,458)	
Total comprehensive income (loss) for the year		-	-	202,056,891	694,474	202,751,365	202,622,737	
Balance as at 31 December 2024		639,997,880	63,999,988	2,596,624,394	(7,233,209)	3,293,389,053	3,293,239,238	

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

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS ENDED 31 DECEMBER

	Note	Paid-up share capital	Retained earnings		Total shareholders' equity
			Appropriated for legal reserve	Unappropriated	
<u>Separate financial statement</u>					
Balance as at 1 January 2023		639,997,880	63,999,988	2,394,526,167	3,098,524,035
Dividend payment	22	-	-	(118,399,608)	(118,399,608)
Total transaction with shareholders				(118,399,608)	(118,399,608)
Profit for the year		-	-	276,851,480	276,851,480
Total comprehensive income for the year		-	-	276,851,480	276,851,480
Balance as at 31 December 2023		639,997,880	63,999,988	2,552,978,039	3,256,975,907
Balance as at 1 January 2024		639,997,880	63,999,988	2,552,978,039	3,256,975,907
Dividend payment	22	-	-	(142,079,529)	(142,079,529)
Total transaction with shareholders				(142,079,529)	(142,079,529)
Profit for the year		-	-	206,078,234	206,078,234
Other comprehensive income for the year		-	-	(2,151,096)	(2,151,096)
Total comprehensive income for the year		-	-	203,927,138	203,927,138
Balance as at 31 December 2024		639,997,880	63,999,988	2,614,825,648	3,318,823,516

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

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED 31 DECEMBER

(Unit : Baht)

	Consolidated financial statement		Separate financial statement	
	2024	2023	2024	2023
Cash flows from operating activities				
Profit before income tax	254,642,893	333,558,085	256,718,932	345,235,284
Adjustments to reconcile profit before income tax to net cash provided from (used in) operating activities				
Depreciation	59,254,161	62,849,365	58,062,220	61,719,255
Loss (gain) on foreign exchange rate	(2,852)	(890,287)	5,467,233	631,713
Loss (gain) on disposal and write-off assets	679	(412,036)	(61,772)	(477,833)
Bad debt	3,341,028	5,932,870	3,341,028	5,932,870
Reversal of allowance for expected credit loss	(3,527,028)	(5,017,581)	(3,527,028)	(5,017,581)
Allowance for decline value of inventories	40,552	-	40,552	-
Employee benefits obligation expense	8,311,670	8,290,951	8,311,670	8,290,951
Finance cost	15,385,995	19,467,595	14,571,204	18,246,998
Cash provided from operations before changes in operating assets and liabilities	337,447,098	423,778,962	342,924,039	434,561,657
Decrease (increase) in operating assets				
Trade accounts receivable				
- general customers	57,462,592	48,446,428	79,486,181	35,124,856
- related companies	(3,250,901)	28,866,292	(3,648,269)	28,866,292
Amounts due from related company	(69,580)	91,327	(270,002)	(355,761)
Unbilled accrued income	(14,765,607)	(196,580)	(14,765,607)	(196,580)
Inventories	(22,083,374)	409,755,601	(19,135,650)	385,239,802
Retention receivables	57,020	(8,794,910)	57,020	(8,794,910)
Other current assets	280,813	(3,628,504)	(262,946)	(3,874,143)
Other non - current assets	666,311	801,646	398,629	350,530
Increase (decrease) in operating liabilities				
Trade accounts payable				
- general suppliers	25,112,730	(46,376,059)	19,778,744	(45,102,293)
- related companies	(3,601,802)	(19,142,351)	(1,629,327)	(396,999)
Accrued cost of installation services	(150,883)	873,786	(150,883)	873,786
Advances from customers	(5,398,370)	(10,829,840)	(1,754,110)	(10,371,105)
Accrued bonuses	(11,444,185)	18,579,474	(11,444,185)	18,579,474
Other current liabilities	8,103,850	(9,998,882)	6,290,396	(2,777,998)
Employee benefits paid	(12,845,918)	(5,847,766)	(12,845,918)	(5,847,766)
Cash provided from operating activities	355,519,794	826,378,624	383,028,112	825,878,842

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEARS ENDED 31 DECEMBER

(Unit : Baht)

		Consolidated financial statement		Separate financial statement	
	Notes	2024	2023	2024	2023
Cash provided from operating activities (Continued)					
Interest payment		(13,809,672)	(17,399,499)	(12,903,433)	(16,270,347)
Income tax payment		(51,615,618)	(60,577,174)	(51,615,618)	(60,577,174)
Income tax refund		3,081,966	1,626,723	3,081,966	1,626,723
Net cash provided from operating activities		293,176,470	750,028,674	321,591,027	750,658,044
Cash flows from investing activities					
Proceeds from sales of assets		123,598	486,582	123,598	486,582
Purchase of assets	13	(26,574,716)	(39,955,406)	(25,795,912)	(39,876,588)
Increase in short - term loan to subsidiary	7	-	-	(49,376,000)	(34,458,545)
Proceeds from subsidiary's repayment for short - term loan	7	-	-	32,837,215	17,956,025
Net cash used in investing activities		(26,451,118)	(39,468,824)	(42,211,099)	(55,892,526)
Cash flows from financing activities					
Decrease in bank overdrafts and short - term loan					
from financial institutions	14	(65,694,388)	(595,200,604)	(74,399,320)	(574,871,583)
Dividend payment	22	(142,079,529)	(118,399,608)	(142,079,529)	(118,399,608)
Net cash used in financing activities		(207,773,917)	(713,600,212)	(216,478,849)	(693,271,191)
Translation adjustments for					
foreign currency financial statements		771,638	2,364,126	-	-
Net increase (decrease) in cash and cash equivalents		59,723,073	(676,236)	62,901,079	1,494,327
Cash and cash equivalents at beginning of year		149,724,591	150,400,827	133,342,413	131,848,086
Cash and cash equivalents at end of year		209,447,664	149,724,591	196,243,492	133,342,413

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
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1. NATURE OF OPERATIONS

Siam Steel Service Center Public Company Limited, ("the Company"), is a company registered in Thailand. The Company's shares are listed for trading on the Stock Exchange of Thailand since 15 January 1996. The Company is engaged in steel cutting services, production of accessories made from steel and production and installation of steel roofing and wall panels. The registered offices of the Company are at the following addresses:

- a) Factory 1 : 51/3 Poochao - Samingprai Road, Tumbon Bangyaprak, Amphur Phrapradeang, Samutprakarn
- b) Factory 2 : 51/11 Poochao - Samingprai Road, Tumbon Bangyaprak, Amphur Phrapradeang, Samutprakarn
- c) Factory 3 : 60/6 Moo 3, Tumbon Mabyangporn, Amphur Pluakdeang, Rayong

The major shareholders of the Company are Okaya & Co., Ltd. (33.25% shareholding) and Siam Steel International Public Company Limited (24.51% shareholding).

2. BASIS OF FINANCIAL STATEMENTS PREPARATION

2.1 Statement of compliance

The Company prepares its financial statements in accordance with Thai Financial Reporting Standards ("TFRS"), issued under the Accounting Professions, and the financial reporting requirements, promulgated by the Securities and Exchange Commission under the Securities and Exchange Act. These financial statements are officially prepared in the Thai language. The translation of these financial statements into other languages must conform to the official report in Thai.

The consolidated and separate financial statements have been prepared on a historical cost basis, except as otherwise disclosed specifically.

The preparation of financial statements in conformity with Thai Financial Reporting Standards requires management to use certain critical accounting estimates and to exercise judgement in the process of applying the Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the Consolidated financial statements are disclosed in Note 4.

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED 31 DECEMBER 2024

2.2 Basis of consolidation

The Consolidated financial statements include the financial statements of Siam Steel Service Center Public Company Limited and its subsidiaries (the Group), which the Company can exercise control with 90 percent investment in shares with voting right as follows:

Subsidiary Company	Country of incorporation	Percentage of share held by the Company		Type of Business
		2024	2023	
Siam Steel Vietnam Co., Ltd.	Vietnam	90	90	Manufacturing and sale of roof-formed steel, and steel products for automobile, for construction, for furniture and electronics industries

The percentage of subsidiary's total assets as of 31 December 2024 and 2023 and total revenues for the years ended 31 December 2024 and 2023 as included in the Consolidated financial statements are as follows:

Subsidiary company	Percentage of subsidiary's total assets to consolidated total assets		Percentage of subsidiary's total revenues to consolidated total revenues	
	2024	2023	2024	2023
Siam Steel Vietnam Co., Ltd.	1.85	1.37	1.75	1.29

Significant intercompany balances and transactions and investment in subsidiary have been eliminated in the preparation of Consolidated financial statements.

The Consolidated financial statements have been prepared with the same accounting policies as used for the preparation of separate financial statements.

2.3 Changes in the financial reporting standards

2.3.1 Commencing 1 January 2024, the Group has adopted amended financial reporting standards that are effective for accounting period beginning or after 1 January 2024 and relevant to the Group except for the adoption of the amendments to TAS 12 - Income taxes that related to the Pillar Two model rules. In case the Group does not meet the criteria in respect of revenue as the Pillar Two Model rules: The adoption of these standards does not have significant impact to the Group.

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED 31 DECEMBER 2024

2.3.2 Amended financial reporting standards that are effective for the accounting period beginning on or after 1 January 2025.

- a) **Thai Financial Reporting Standard No.17 “Insurance Contracts”** has been announced in the Royal Gazette on 19 August 2022 and will be effective for the financial statements for the period beginning on or after 1 January 2025 onwards.
- b) **Amendments to TAS 1 Presentation of Financial Statements** clarified that liabilities are classified as either current or non-current, depending on the rights that exist at the end of the reporting period. Classification is unaffected by the entity’s expectations or events after the reporting period (for example, the receipt of a waiver or a breach of covenant).

Covenants of loan arrangements will not affect classification of a liability as current or non-current at the end of reporting period if the entity must only comply with the covenants after the reporting period. However, if the entity must comply with a covenant either before or at the end of reporting period, this will affect the classification as current or non-current even if the covenant is only tested for compliance after the reporting period.

The amendments require disclosures if an entity classifies a liability as non-current and that liability is subject to covenants with which the entity must comply within 12 months of the reporting period. The disclosures include:

- the carrying amount of the liability;
- information about the covenants; and
- facts and circumstances, if any, that indicate that the entity might have difficulty complying with the covenants.

The amendments also clarify what TAS 1 means when it refers to the ‘settlement’ of a liability. Terms of a liability that could, at the option of the counterparty, result in its settlement by the transfer of the entity’s own equity instrument can only be ignored for the purpose of classifying the liability as current or non-current if the entity classifies the option as an equity instrument.

The amendments must be applied retrospectively in accordance with the normal requirements in TAS 8 Accounting Policies, Changes in Accounting Estimates and Errors.

- c) **Amendments to TFRS 16 Leases** added to the requirements for sale and leaseback transactions which explain how an entity accounts for a sale and leaseback after the date of the transaction.

The amendments specify that, in measuring the lease liability subsequent to the sale and leaseback, the seller-lessee determines 'lease payments' and 'revised lease payments' in a way that does not result in the seller-lessee recognising any amount of the gain or loss that relates to the right of use that it retains. This could particularly impact sale and leaseback transactions where the lease payments include variable payments that do not depend on an index or a rate.

- d) **Amendments to TAS 7 Statement of cash flows and TFRS 7 Financial instruments:** Disclosures require specific disclosures about supplier finance arrangements (SFAs). The amendments respond to investors that said that they urgently needed more information about SFAs to be able to assess how these arrangements affect an entity's liabilities, cash flows and liquidity risk.

To meet investors' needs, the new disclosures will provide information about:

- (1) The terms and conditions of SFAs.
- (2) The carrying amount of financial liabilities that are part of SFAs, and the line items in which those liabilities are presented.
- (3) The carrying amount of the financial liabilities in (2), for which the suppliers have already received payment from the finance providers.
- (4) The range of payment due dates for both the financial liabilities that are part of SFAs, and comparable trade payables that are not part of such arrangements.
- (5) Non-cash changes in the carrying amounts of financial liabilities in (2).
- (6) Access to SFA facilities and concentration of liquidity risk with the finance providers.

The Group has not yet adopted these standards. The Group's management is currently assessing the impact of adoption of these standards.

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
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3. SIGNIFICANT ACCOUNTING POLICIES

3.1 Revenue recognition

Revenue is recognized when customers obtain control of the goods or services for amounts that reflect the consideration to which the Group expects to be entitled, excluding those amounts collected on behalf of third parties, and value added tax, and after deduction of trade discounts and volume rebates.

Sales of goods and steel cutting services

Revenue from sales of goods and steel cutting services are recognized when customer obtains control of goods, generally on delivery of the goods to the customer. For contracts that permit the customer to return goods, revenue is recognized to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognized will not occur. Therefore, the amount of recognized revenue is adjusted for estimated returns based on the historical data.

Installation income

Installation income is recognized overtime based on survey of the percentage of completion of work. The survey of physical completion of work is determined by the Company's engineers coupled with the accounting computation of the percentage of actual costs to total estimated costs. The related costs are recognized in profit or loss as incurred.

Other income is recognized on an accrual basis.

3.2 Cash and cash equivalents

Cash and cash equivalents include cash on hand and highly liquid cash in banks (which do not have restriction of usage) that are readily convertible to cash on maturity date with insignificant risk of change in value.

3.3 Trade and other accounts receivable and contract assets and liabilities

Receivable is recognized when the Group has an unconditional right to receive consideration. If revenue has been recognized before the Group has an unconditional right to receive consideration, the amount is considered as a contract asset.

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
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The Group recognize contract assets when the revenues have been recognized before the Group have an unconditional right to receive consideration as "Unbilled accrued income" in the statement of financial position. A contract liability is the obligation to transfer goods or services to the customer. A contract liability is recognized when the Group receive or have an unconditional right to receive non-refundable consideration from the customer before the Group recognize the related revenue. This is presented as "Advances from customers" in the statement of financial position.

Trade accounts receivable and contract assets are presented at the net realizable value.

The Group apply the TFRS 9 to measure expected credit losses by the simplified approach which requires expected lifetime losses to be recognized from initial recognition of the receivables. The expected loss rates are based on the payment profiles and the corresponding historical credit losses which are adjusted to reflect the current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables, and accordingly adjusted by reference to the historical loss rates based on expected changes. Moreover, the Group determine the collection of specific accounts receivable. The impairment losses are recognized in profit or loss under administrative expenses.

3.4 Inventories

Inventories are stated at the lower of costs or net realizable values. Costs are calculated by the following methods:

Finished goods, work in process, and installation services in process	- at the aggregate costs of raw materials plus the systematic estimated direct labour and overhead, which approximate actual costs.
Raw materials	- at cost (specific identification method).
Spare parts and supplies	- at cost (first-in, first-out method).

Net realizable value is the estimated selling price in the ordinary course of business less the expenses necessary to make the products ready for sale, including selling expense such as transportation expenses etc.

Allowance is made for all deteriorated, damaged, and slow-moving inventories based on the estimates made by the management.

The obligation to receive returned products is recognized when the products are expected to be returned by customers and measured by reference to the original cost of the products sold, less any expected costs to receive returns of those products.

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3.5 Investment in subsidiary

Investment in subsidiary is stated at cost in the separate financial statements. The Company recognizes gain or loss on sale of investment in the statement of profit or loss, in the period which sale occurs. In the case of impairment, the Company will recognize loss from impairment of investment as expense in the statement of profit or loss. The Company recognizes dividend income when the subsidiary declares the payment of its dividends.

Subsidiary

Subsidiary is a company controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of a company to obtain benefits from its activities. The financial statements of subsidiary are included in the Consolidated financial statements from the date that control commences until the date that control cease.

3.6 Investment properties

The Company's land not used in operations and building thereon are considered as investment properties which are measured initially at cost, including transaction costs. These are subsequently measured at costs net of allowance for impairment (if any).

The Company will recognize the difference between the net disposal proceeds and the carrying amount of the asset in the statement of profit or loss in the year when the asset is derecognized.

3.7 Property, plant and equipment

Property, plant and equipment are stated at cost. Cost is measured by the cash or cash equivalent price of obtaining the asset to bring it to the location and condition necessary for its intended use. Plant and equipment in the statement of financial position are stated at costs less accumulated depreciation and allowance for loss on impairment of assets (if any).

The Group depreciate their buildings and equipment by the straight - line method over the estimated useful lives of the assets based on the segregation of components of assets, if each part is significant with different useful lives. Estimate useful lives of the assets are as follows:

Buildings and improvements	20 years
Machinery and equipment	5 - 10 years
Furniture, fixtures, and office equipment	5 years
Vehicles	5 years

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Expenditures for expansion, renewal and betterment are capitalized. Repair and maintenance costs are recognized as expenses when incur.

Borrowing costs

The Group capitalizes borrowing costs on credit acquired for the construction of factories and machinery under installation. The capitalization of borrowing costs is discontinued when the factory construction and machine installation are completed and ready for their intended use. Borrowing costs include interest charges and other costs incurred in connection with the borrowing of funds.

3.8 Impairment of assets

The Group assesses whether there is an indication that any asset may be impaired. If any such indication exists, the Group make an estimate of the asset recoverable amount. Where the carrying amount of the asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. Impairment loss is recognized in the statement of profit or loss. An asset recoverable amount is the higher of fair value less costs to sell and value in use.

3.9 Foreign currency transactions

The Group translated foreign currency transactions into Thai Baht for bookkeeping purpose at the exchange rates prevailing at the dates of transactions. Balances of monetary assets and liabilities, denominated in foreign currency, at the end of year are translated into Baht at the exchange rates at that date. Gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities, denominated in foreign currencies, are recognized as gain or loss in the statement of profit or loss.

Financial statements of Foreign Subsidiary

The financial statements of a subsidiary which is the Company's functional currency other than Baht are translated into Baht for consolidation as follows:

Assets and liabilities	- At the fiscal year closing rate
Share capital	- At the historical rate when the transaction was executed
Income and expenses	- At average rate of exchange during the year
Cumulative translation adjustments	- Shown under shareholders' equity in the consolidated financial statements

The above rates should not be construed that all assets, liabilities, income, and expenses can be realized at those rates.

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3.10 Income tax

The income tax expense recognized in profit or loss for the year comprises deferred income taxes and current income tax not recognized in other comprehensive income or directly in equity.

Current income tax

Current income tax is the expected tax payable or claimable on the taxable profit or loss for the year, which is different from profit or loss in the financial statements, using income tax rates enacted or substantially enacted at the end of the reporting period, and any adjustment to income tax payable in respect of previous years.

Deferred income tax

Deferred income taxes are calculated using the liability method on temporary differences between the accounting amounts of assets and liabilities and the amounts used for tax computation purpose. Deferred income taxes are calculated at the income tax rates that are expected to be applied to the temporary differences when they reverse, using income tax rates enacted or substantively enacted at the end of the reporting period.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the Revenue Department on a net basis or when tax assets and liabilities will be realized simultaneously.

A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilized. Deferred tax assets are reviewed at the end of each reporting year and reduced to the extent that it is no longer probable that the related tax benefit will be realized.

3.11 Related parties

Related parties comprise enterprises and individuals that control, or are controlled by the Group, whether directly or indirectly, or which are under common control with the Group. They also include associated companies and individuals which directly or indirectly own a voting interest in the Group that gives them significant influence over the Group, key management personnel, directors or officers with authority in the planning and directing of the Group's operations.

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3.12 Employee benefits

Short-term employment benefits

Salaries, wages, bonuses, contribution to the social security and provident fund, are recognized as expenses when incurred on the accrual basis.

Post-employment benefits (Defined contribution plan)

The Group and employees have jointly established a provident fund plan whereby monthly contribution are made by participated employees and by the Group. The fund's assets are held in a separate trustee fund from the Group's assets. The Company's and subsidiary's contribution to the fund is recognized as expenses when incurred.

Post-employment benefits (Defined benefit plan)

The Group has obligation in respect of the severance payment to employees upon retirement under the labour law. The Group set up provision for the obligation under the defined benefits plan based on actuarial techniques, using the discount method on each projected unit.

The defined benefits liability comprises the present value of the defined benefit obligation and actuarial gains (losses).

Gains or losses resulting from remeasurements of the benefit liability under the new regulation are recognized immediately as other comprehensive income.

3.13 Financial instruments

Recognition and derecognition

Financial assets and financial liabilities are recognized when the Group become a party to the contractual provision of the financial instrument.

The Group shall derecognize financial assets when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and substantially all the risks and rewards are transferred.

Classification and initial measurement of financial assets

Financial assets are initially recognized at fair value plus or minus direct costs attributable to the acquisition of the asset. However, associated costs relating to financial assets measured at fair value through profit or loss (FVTPL), are recognized as expense in profit or loss.

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The Group value their financial assets, measured by amortized cost method, at fair value through other comprehensive income (FVOCI), or fair value through profit or loss (FVTPL) that meet the two following considerations:

1. The entity's business model for managing the financial asset, and
2. The contractual cash flow characteristics of the financial asset.

The Group classified revenue and expenses relating to financial assets that are recognized in profit or loss, as finance costs, finance income or other financial items, except for impairment of trade receivables which is presented as other expenses.

Subsequent measurement of financial assets

Financial assets at amortized cost

Financial assets are measured at amortized cost if the assets meet the following conditions.

1. The financial assets are held under business model with an objective to collect its contractual cash flows, and
2. The contractual financial assets give rise to cash flows that are solely payable for principal and interest on the principal amount outstanding (SPPI).

Financial assets at fair value through profit or loss (FVTPL)

Financial assets that are being held by the Company not for purpose to receive contractual cash flows or to receive contractual cash flows and for sale, are measured at fair value through profit or loss (FVTPL). Furthermore, irrespective of business model, financial assets which contractual agreement not to generate cash flows but for payments of principal and interest from the balance of principal on due date, are to be measured at fair value through profit or loss including all derivative financial instruments.

Financial assets at fair value through other comprehensive income (FVOCI)

The Group account for financial assets at fair value through other comprehensive income if the assets meet the following conditions:

1. Being held under a business model which an objective to "hold to collect" the associated cash flows and sell, and
2. The contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding (SPPI) on the specified day.

Any gains or losses recognized in other comprehensive income (OCI) will be recycled upon derecognition of the asset.

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Impairment of financial assets

The Group consider impairment for financial assets at amortized cost and measure fair value through other comprehensive income (FVOCI).

The Group use the simplified approach to recognize impairment of assets that do not have significant financing elements and contractual assets based on the estimated credit losses over the life of such assets from the date of recognition.

In determining the expected credit losses and consider credit risks based on common nature. The expected credit loss rate is determined by reference to the nature of the payment in the past, information of credit losses from experience, external factors, and future factors that may affect debtor payment.

The Group assess credit risk on financial assets at the end of every year to determine whether there has been a significant change.

The Group consider and recognize the expected credit loss by taking into account the past experience coupled with the future situation. The recognized credit losses arose from the weighted average credit loss probability determined from expected non-collection discounted with the effective interest rate at the commencement date of the contract.

Losses and reversals of impairment losses are recorded in profit or loss separately.

Classification and measurement of financial liabilities

The Group classify the financial instruments issued by the Company and subsidiary as financial liabilities or equity instruments based on contractual obligations to deliver the financial assets to other persons or entities.

Financial liabilities of the Group's financial liabilities include borrowings, trade and other payables.

The Group's initially measured at fair value, and, where applicable, adjusted for transaction costs of financial liability.

Subsequent measurement of financial liabilities

Financial liabilities are subsequent measured at amortized cost. Interest expense is calculated by using effective interest rate and charged to statement of profit or loss.

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3.14 Basic earnings per share

Basic earnings per share are determined by dividing the net income for the year by the weighted average number of common shares outstanding during the year.

3.15 Dividends

Dividends are recorded in the financial statements in the year in which they are approved by the Shareholders or Board of Directors of the Company.

3.16 Segment information

Segmental results that are reported to the executive committee (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

3.17 Use of accounting estimates

The preparation of financial statements require management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent asset and liabilities. Actual results may differ from those estimates.

3.18 Provisions for liabilities and expenses, and contingent assets

The Group recognizes provision for liabilities and expenses in the financial statements when the Group has legal or constructive obligation as a result of past events with probable outflow of resources to settle the obligation and where a reliable estimate of the amount can be made. The contingent asset will be recognized as separate asset only when the realization is virtually certain.

4. SIGNIFICANT ACCOUNTING ESTIMATES, ASSUMPTION AND JUDGEMENT AND CAPITAL RISK MANAGEMENT

4.1 Significant accounting estimates, assumption, and judgments

4.1.1 Recognition of installation income

Recognition of installation income requires significant judgment in determining the percentage of work performed and the estimated costs to complete the work (see Note 3.1).

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4.1.2 Impairment of trade accounts receivable

The Group set an allowance for expected credit loss to reflect impairment of trade accounts receivable resulting from possible non-collection of receivables. The allowance for expected credit loss is based on a review of the expected credit loss.

The expected credit loss rate is determined based on the nature of the payments in the past, information of credit losses experience, external factors, and future factors that may affect customer's payments. The Company and subsidiary assess credit risk on financial assets at the end of every fiscal year to determine whether there has been a significant change.

4.1.3 Allowance for decline value of inventories

The Group provide allowances for decline value of inventories to reflect impairment. The allowances are based on consideration of inventory turnovers and deterioration of each category.

4.1.4 Plant and equipment

Management determines the estimated depreciation and amortization method, useful lives and residual values for the Group's plant and equipment at the end of the year and revises the depreciation and amortization charges where the depreciation and amortization method, useful lives and residual values previously estimated have changed or subject to be written down for their obsolescence or if they are no longer in use.

4.1.5 Impairment of assets

The Group has an indefinite useful life are tested annually for impairment, or more frequently if events or changes in circumstances indicate that it might be impaired. Assets that are subject to amortisation are reviewed for impairment whenever there is an indication of impairment. An impairment loss is recognised for the amount by which the carrying amount of the assets exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

4.1.6 Post - employment benefits

The employee benefits obligation for employee retirement is determined based on actuarial valuation. Inherent within this calculation is assumption as to discount rate, future salary adjustment, mortality rate and demographic factor. Actual post-retirement cost may ultimately differ from this estimate.

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4.1.7 Deferred tax assets

The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Group's future taxable income against which the deductible temporary differences can be utilized. In addition, management judgment is required for assessing the impact of any legal or economic limits or uncertainties in various tax jurisdictions.

4.1.8 Estimated installation project costs

The Group estimate costs of installation projects based on details of the installation work, taking into account the volume and value of installation materials to be used in the project, labour costs and other miscellaneous costs to be incurred to complete the service, taking into account the direction of the movement in these costs. Estimates are reviewed regularly or whenever actual costs differ significantly from the figures used in the original estimates.

4.2 Capital risk management

The Group's objective in the management of capital is to safeguard its ability to continue as a going concern to provide returns for shareholders and benefits for other stakeholders, and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, issue new shares or issue new debentures to finance debts or sell assets to reduce debts.

5. CASH AND CASH EQUIVALENTS

	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Cash on hand	1,197	1,146	1,000	1,000
Cash at bank - Current accounts	47,175	36,612	39,885	20,375
- Savings accounts	153,747	83,207	148,029	83,207
Cheques deposited in transit	7,329	28,760	7,329	28,760
Total	209,448	149,725	196,243	133,342

As of 31 December 2024 and 2023, saving deposits with banks bear interest at 0.10 - 0.40 percent per annum (2023: 0.15 - 0.60 percent per annum)

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6. TRADE ACCOUNTS RECEIVABLE

As at 31 December 2024 and 2023, trade accounts receivable classified by outstanding aging are as follows:

	Consolidated financial statements		(Unit : Thousand Baht) Separate financial statements	
	2024	2023	2024	2023
<u>Trade accounts receivable - general customers - net</u>				
Not yet due	1,029,562	1,116,600	1,029,562	1,116,600
Overdue:				
Less than 3 months	38,064	17,324	13,077	12,965
3 - 6 months	7,955	2,057	7,113	643
6 - 12 months	1,302	622	1,302	548
More than 12 months	16,465	17,548	13,303	16,428
Total	1,093,348	1,154,151	1,064,357	1,147,184
<u>Less</u> Allowance for expected credit loss	(14,966)	(18,561)	(14,524)	(18,051)
Net	1,078,382	1,135,590	1,049,833	1,129,133
<u>Trade accounts receivable - related companies</u>				
Not yet due	45,349	42,098	45,731	42,098

During the year, the movement in allowance for expected credit loss are as follows:

	(Unit : Thousand Baht) Consolidated financial statements		Separate financial statements	
Balance as at 1 January 2024		(18,561)		(18,051)
<u>Less</u> Reversal of allowance for expected credit loss		3,595		3,527
Balance as at 31 December 2024		(14,966)		(14,524)

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7. TRANSACTIONS WITH RELATED PARTIES

The Group have transactions with related parties involving assets, liabilities, sales, other income, cost of sales and selling and administrative expenses. Those transactions as included in the financial statements are determined at the prices in line with those occurred in the normal course of business based on the market prices in general or the price as stipulated in the agreement if there is no comparable market price.

Name	Country of incorporation	Type of Business	Relationship
Siam Steel Vietnam Co., Ltd.	Vietnam	Manufacturing and sale of formed iron roof, steel products for automobile, for construction, for furniture and for electronics industries	Subsidiary
Vina Okaya International Co., Ltd.	Vietnam	Trading of iron and steel, non-ferrous metal	Same shareholder
Vina Steel Center Co., Ltd.	Vietnam	Trading of iron and steel, non-ferrous metal, and warehousing	Same shareholder
Okaya & Co., Ltd.	Japan	Steel brokerage, metallic machine, steel pipe, chemical and etc.	Company's major shareholder
Siam Steel International Public Co., Ltd.	Thailand	Manufacturing and distribution of steel furniture	Co-Directorship and Company's major shareholder
Nippon Steel Pipe (Thailand) Co., Ltd.	Thailand	Manufacturing and distribution of steel pipe for automobile and semi manufacturing industry	Directorship and same shareholder
Union Auto Parts Manufacturing Co., Ltd.	Thailand	Manufacturing and distribution of auto parts	Directorship and same shareholder
Siam Goshi Manufacturing Co., Ltd.	Thailand	Manufacturing and distribution parts and equipment of motorcycle and engines	Directorship and same shareholder
Siam Suriya Co., Ltd.	Thailand	Trading of iron and steel	Directorship and same shareholder
Okaya (Thailand) Co., Ltd.	Thailand	Steel brokerage, metallic machine, steel pipe, chemical and etc.	Directorship and same shareholder
Siam MTK Co., Ltd.	Thailand	Steel brokerage, metallic machine, steel pipe, chemical and etc.	Same shareholder
Siam Environmental Technology Co., Ltd.	Thailand	Providing of utilities	Same shareholder
Nippon Steel Logistics (Thailand) Co., Ltd.	Thailand	Transportation, storage and distribution of paper storage	Subsidiary of Siam Nippon Steel Logistics Co., Ltd.
Unity Service Co., Ltd.	Thailand	Providing of utilities and nursing facilities	Directorship
Siam Lucky Building System Co., Ltd.	Thailand	Providing of utilities and nursing facilities	Directorship

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
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Name	Country of incorporation	Type of Business	Relationship
Siam SCI Co., Ltd.	Thailand	Manufacturing and distribution of building and bathroom	Directorship
Hirokoh (Thailand) Co., Ltd.	Thailand	Sale and rent of building	Directorship

Pricing policies

Transactions	The pricing policies
Sales and installation income	Market price
Steel cutting services income and other income	Market price
Rental income	Market price
Purchase of raw materials	Market price
Expenses and other purchases	Market price
Purchase of assets	Market price
Interest income	Agreed rate

Significant transactions with related parties for the years ended 31 December 2024 and 2023 are as follows:

		(Unit : Thousand Baht)			
		Consolidated		Separate	
		financial statements		financial statements	
		For the years ended 31 December			
	The pricing policies	2024	2023	2024	2023
<u>Subsidiary</u>					
Sales and installation income	Market prices	-	-	911	807
Steel cutting services income and other income	Market prices	-	-	10	-
Purchase of raw materials	Market prices	-	-	-	4,736
Interest income	Agreed rate	-	-	1,609	1,254
<u>Related companies</u>					
Sales and installation income	Market prices	149,750	272,359	149,750	272,359
Steel cutting services income and other income	Market prices	10,791	12,453	10,791	12,453
Rental income	Market prices	5,299	4,621	5,299	4,621
Purchase of raw materials	Market prices	3,221,767	3,245,088	3,221,767	3,231,139
Expenses and other purchases	Market prices	31,807	29,590	31,807	29,590
Purchase of assets	Market prices	540	75	540	75

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
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	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the years ended 31 December			
	2024	2023	2024	2023
<u>Key directors and management personnel compensation</u>				
Directors and management benefits	24,915	24,950	24,915	24,950
Post - employment benefits for retired management	1,156	1,282	1,156	1,282

As of 31 December 2024 and 2023, the outstanding balances with related companies are as follows:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2024	2023	2024	2023
<u>Trade accounts receivable</u>				
Subsidiary	-	-	382	-
Related companies	45,349	42,098	45,349	42,098
Total	45,349	42,098	45,731	42,098
<u>Amounts due from</u>				
Subsidiary	-	-	827	627
Related company	70	-	70	-
Total	70	-	897	627
<u>Short-term loan to</u>				
Subsidiary	-	-	44,549	32,753

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As of 31 December 2024, and 2023, the movements in short - term loan to subsidiary (Siam Steel Vietnam Co., Ltd.) are as follows:

	(Unit : Thousand Baht)	
	Separate financial statements	
	2024	2023
Balance as at 1 January	32,753	17,196
<u>Add</u> Additional loan granted	49,376	34,458
<u>Less</u> Receipt of repayment	(32,837)	(17,956)
Unrealized loss on foreign exchange rate	(4,743)	(945)
Balance as at 31 December	44,549	32,753

Short - term loan to Siam Steel Vietnam Co., Ltd. bears interest at the rate of 2.65 - 6.90 percent per annum without collateral. The loans are due within one year.

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2024	2023	2024	2023
<u>Trade accounts payable</u>				
Related companies	85,409	89,875	84,184	86,678
<u>Key management personnel compensation</u>				
Post - employment benefit	15,103	18,599	15,103	18,599

8. CONTRACTS ASSETS AND CONTRACT LIABILITIES

The Group has outstanding balances of contracts assets and contract liabilities with customers as follows:

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2024	2023	2024	2023
Contracts assets				
Unbilled accrued income	117,380	102,615	117,380	102,615
Retention receivables	23,490	23,547	23,490	23,547
Total contracts assets	140,870	126,162	140,870	126,162

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	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Contracts liability				
Advances from customers	11,780	17,179	8,765	10,519
Total contracts liability	11,780	17,179	8,765	10,519

8.1 Unbilled accrued income and advances from customers

	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Unbilled accrued income				
Contract sales value	562,428	358,446	562,428	358,446
Accumulated amount recognized as revenue on percentage of completion basis	473,635	275,487	473,635	275,487
<u>Less</u> Amounts billed	(356,255)	(172,872)	(356,255)	(172,872)
Unbilled accrued income	117,380	102,615	117,380	102,615
Retention receivables	23,490	23,547	23,490	23,547
Advances from customers				
Amounts received per contracts	117,683	124,497	114,668	110,251
Total amounts billed	105,288	98,401	102,273	98,401
<u>Less</u> Accumulated amount recognized as revenues by percentage of completion basis	(93,508)	(81,222)	(93,508)	(87,882)
Advances from customers - net	11,780	17,179	8,765	10,519

8.2 Revenue expected to be recognized from existing contracts

As of 31 December 2024, the Group expects to recognize revenues in the future from performance of work that are still uncompleted (or partially completed) under existing contracts with customers totalling Baht 300.25 million (Separate financial statements: Baht 281.04 million).

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
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9. INVENTORIES

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	2024	2023
Raw materials	990,759	932,583
Finished goods	161,693	202,133
Work in process	98,122	100,828
Spare parts and supplies	49,311	47,916
Raw materials in transit	57,995	52,336
Total	1,357,880	1,335,796
<u>Less</u> Allowance for decline value of inventories	(41)	-
Net	1,357,839	1,335,796

The Group has movements in allowance for decline value of inventories for the years ended 31 December 2024 as follows:

	(Unit : Thousand Baht)
	Consolidated and Separate financial statements
	2024
Balance as of 1 January 2024	-
Increase	41
Balance as of 31 December 2024	41

Costs of inventories which were recognized as expenses for the years ended 31 December 2024 and 2023 are as follows:

	(Unit : Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	2024	2023
Costs of goods sold	4,377,545	4,706,794
Allowance for decline value of inventories	41	-
Net	4,377,586	4,706,794

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
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10. INVESTMENT IN SUBSIDIARY COMPANY

						(Unit: Thousand Baht)	
		Paid - up share capital	Percentage of holding		Separate financial statements		
Company	Type of business		2024	2023	2024	2023	
<u>Investment in subsidiary company</u>							
Siam Steel Vietnam Co., Ltd.	Manufacturing and sale of roll-formed steel products for construction, furniture, automobile and electronics industries	26,698	90.00	90.00	24,029	24,029	
Total					24,029	24,029	

11. NON - CONTROLLING INTEREST

The subsidiary which portion of interest is not under control of the Company is detailed below:

Name	Proportion of ownership interest and voting right held by the NCI (%)		Total comprehensive income allocated to NCI		Accumulated NCI	
	2024	2023	2024	2023	2024	2023
Siam Steel Vietnam Co., Ltd.	10	10	(129)	(943)	(150)	(21)

Summarized financial statements of Siam Steel Vietnam Co., Ltd. before elimination is as follows:

	(Unit: Thousand Baht)	
	2024	2023
Current assets	61,086	39,750
Non - current assets	11,113	13,366
Total assets	72,199	53,116
Current liabilities	74,475	56,639
Cumulative translation adjustments	(8,815)	(12,120)
Shareholders' equity	6,539	8,597
Equity attributable to non - controlling interests	(150)	(21)
Revenue	87,251	69,594

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	(Unit: Thousand Baht)	
	2024	2023
Loss for the year attributable to the Company's shareholders	(1,852)	(10,617)
Loss for the year attributable to non - controlling interests	(206)	(1,180)
Loss for the year	<u>(2,058)</u>	<u>(11,797)</u>
Total comprehensive income attributable to the Company's shareholders	(1,157)	(8,489)
Total comprehensive income attributable to non - controlling interests	(129)	(943)
Total comprehensive income for the year	<u>(1,286)</u>	<u>(9,432)</u>
Net cash used in investing activities	(779)	(79)
Net cash used in operating activities	(24,689)	(1,287)
Net cash provided from (used in) financing activities	22,290	(805)
Net cash out flows	<u>(3,178)</u>	<u>(2,171)</u>

12. INVESTMENT PROPERTIES

The investment properties represent vacant land, land and buildings which are not used in operations and unidentified the objective of future usage. These are stated at the cost

	(Unit : Thousand Baht)	
	Consolidated and Separate financial statements	
	2024	2023
Land	24,621	24,621
Land and buildings	6,734	6,734
Total	<u>31,355</u>	<u>31,355</u>

As of 31 December 2024, the fair value of above investment properties, based on the market price of other properties in the nearby area, is approximately Baht 60.36 million (2023: Baht 60.36 million).

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED 31 DECEMBER 2024

13. PROPERTY, PLANT AND EQUIPMENT

(Unit : Thousand Baht)

	Consolidated financial statements							
	Land	Building and building improvement	Machinery and equipment	Furniture, fixtures and equipment	Motor vehicles	Construction in progress	Machinery under installation	Total
Cost								
1 January 2023	412,087	865,711	1,225,646	77,261	52,678	841	9,007	2,643,231
Acquisition	-	312	6,533	4,869	5,020	4,549	18,672	39,955
Disposal	-	(5,469)	(22,282)	(25,780)	(78)	-	-	(53,609)
Transfer in (out)	-	3,731	26,601	-	-	(3,731)	(26,601)	-
31 December 2023	412,087	864,285	1,236,498	56,350	57,620	1,659	1,078	2,629,577
Acquisition	-	539	5,854	13,230	112	3,599	3,241	26,575
Disposal	-	-	(21)	(542)	(98)	-	-	(661)
Transfer in (out)	-	3,348	3,497	-	-	(3,348)	(3,497)	-
31 December 2024	412,087	868,172	1,245,828	69,038	57,634	1,910	822	2,655,491
Accumulated depreciation								
1 January 2023	-	562,710	914,073	68,046	49,379	-	-	1,594,208
Depreciation for the year	-	18,102	38,836	3,700	2,211	-	-	62,849
Accumulated depreciation for disposal items	-	(5,469)	(22,283)	(25,770)	(78)	-	-	(53,600)
31 December 2023	-	575,343	930,626	45,976	51,512	-	-	1,603,457
Depreciation for the year	-	17,394	34,841	4,756	2,263	-	-	59,254
Accumulated depreciation for disposal items	-	-	(21)	(496)	(82)	-	-	(599)
Different of exchange rate	-	1,196	314	-	-	-	-	1,510
31 December 2024	-	593,933	965,760	50,236	53,693	-	-	1,663,622

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
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	Consolidated financial statements								(Unit : Thousand Baht)
	Land	Building and building improvement	Machinery and equipment	Furniture, fixtures and equipment	Motor vehicles	Construction in progress	Machinery under installation	Total	
Net book value									
31 December 2023	412,087	288,942	305,872	10,374	6,108	1,659	1,078	1,026,120	
31 December 2024	412,087	274,239	280,068	18,802	3,941	1,910	822	991,869	
Depreciation for the year 2023									
Cost of sale and service								58,167	
Selling and administrative expenses								4,682	
Total								62,849	
Depreciation for the year 2024									
Cost of sale and service								53,474	
Selling and administrative expenses								5,780	
Translation adjustments for foreign currency								1,510	
Total								60,764	

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY

NOTES TO FINANCIAL STATEMENTS

FOR THE YEARS ENDED 31 DECEMBER 2024

	Separate financial statements							(Unit : Thousand Baht)
	Land	Building and building improvement	Machinery and equipment	Furniture, fixtures and equipment	Motor vehicles	Construction in progress	Machinery under installation	
<u>Cost</u>								
1 January 2023	412,087	847,989	1,209,150	77,261	52,678	841	9,007	2,609,013
Acquisition	-	234	6,533	4,869	5,020	4,549	18,672	39,877
Disposal	-	(5,469)	(20,306)	(25,780)	(78)	-	-	(51,633)
Transfer in (out)	-	3,731	26,601	-	-	(3,731)	(26,601)	-
31 December 2023	412,087	846,485	1,221,978	56,350	57,620	1,659	1,078	2,597,257
Acquisition	-	539	5,075	13,230	112	3,599	3,241	25,796
Disposal	-	-	(21)	(542)	(98)	-	-	(661)
Transfer in (out)	-	3,348	3,497	-	-	(3,348)	(3,497)	-
31 December 2024	412,087	850,372	1,230,529	69,038	57,634	1,910	822	2,622,392
<u>Accumulated depreciation</u>								
1 January 2023	-	554,326	900,615	68,046	49,379	-	-	1,572,366
Depreciation for the year	-	17,786	38,022	3,700	2,211	-	-	61,719
Accumulated depreciation for disposal items	-	(5,469)	(20,307)	(25,770)	(78)	-	-	(51,624)
31 December 2023	-	566,643	918,330	45,976	51,512	-	-	1,582,461
Depreciation for the year	-	17,098	33,945	4,756	2,263	-	-	58,062
Accumulated depreciation for disposal items	-	-	(21)	(496)	(82)	-	-	(599)
31 December 2024	-	583,741	952,254	50,236	53,693	-	-	1,639,924
<u>Net book value</u>								
31 December 2023	412,087	279,842	303,648	10,374	6,108	1,659	1,078	1,014,796
31 December 2024	412,087	266,631	278,275	18,802	3,941	1,910	822	982,468

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	Separate financial statements						(Unit : Thousand Baht)	
	Land	Building and building improvement	Machinery and equipment	Furniture, fixtures and equipment	Motor vehicles	Construction in progress		Machinery under installation
Depreciation for the year 2023								
Cost of sale and service								57,041
Selling and administrative expenses								4,678
Total								61,719
Depreciation for the year 2024								
Cost of sale and service								52,309
Selling and administrative expenses								5,753
Total								58,062

As of 31 December 2024 and 2023, the consolidated and separate financial statements include fully depreciated assets but still in use with total cost of Baht 1,679.53 million and Baht 1,591.01 million, respectively.

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14. BANK OVERDRAFTS AND SHORT - TERM LOANS FROM FINANCIAL INSTITUTIONS

(Unit: Thousand Baht)				
	Interest rate per annum		Consolidated financial statements	
	2024	2023	2024	2023
Bank overdraft	7.27 - 7.33	7.52 - 7.58	916	872
Liabilities under trust receipts	2.70	2.93	109,123	23,566
Short - term loans	6.80 - 7.20	2.86 - 7.00	13,551	167,000
Total			123,590	191,438

(Unit : Thousand Baht)				
	Interest rate per annum		Separate financial statements	
	2024	2023	2024	2023
Bank overdraft	7.27 - 7.33	7.52 - 7.58	916	872
Liabilities under trust receipts	2.70	2.93	109,123	23,566
Short - term loans	-	2.86 - 2.93	-	160,000
Total			110,039	184,438

As of 31 December 2024 and 2023, the Company has credit facilities in the form of bank overdraft, promissory note, liabilities under trust receipt agreements and others as follows:

(Unit : Million Baht)							
	Currency	Separate financial statements					
		2024			2023		
		Total	Utilized	Remained	Total	Utilized	Remained
Letters of guarantee	Baht	130	6	124	130	25	105
Bank overdraft	Baht	270	1	269	280	1	279
Liabilities under trust receipts	Baht	2,850	109	2,741	3,050	24	3,026
Short - term loans	Baht	2,680	-	2,680	2,680	160	2,520

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
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15. EMPLOYEE BENEFITS OBLIGATION

Movements in employee benefits obligation for the years ended 31 December 2024 and 2023 are as follows:

	(Unit : Thousand Baht)	
	Consolidated and Separate financial statements	
	2024	2023
Employee benefits obligation at 1 January	111,110	106,395
Current service cost	8,312	8,291
Interest expense	2,354	2,272
Actuarial loss	2,689	-
Employee benefit paid during the year	(12,846)	(5,848)
Employee benefit obligation at 31 December	111,619	111,110
Reclassified to current portion	(13,502)	(10,336)
Net	98,117	100,774
Total unfunded	111,619	111,110

Principal actuarial assumptions at the reporting date for the years ended 31 December 2024 and 2023 are as follows:

	2024	2023
Discount rate	2.45 percent per annum	2.14 percent per annum
Future salary average increment rate	3.60 - 8.00 percent per annum	3.50 - 7.00 percent per annum
Normal retirement age	60 years except the company set otherwise	60 years except the company set otherwise
Mortality rate	Thai Mortality Table 2017	Thai Mortality Table 2017
Total employee	804 persons	875 persons

The present value of the defined benefits obligation is measured using the projected unit credit method.

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Employee benefits obligation expenses

Amounts recognized in profit or loss relating to the employee benefits obligation are as follows:

	(Unit : Thousand Baht)	
	Consolidated and Separate financial statements	
	2024	2023
Current service cost	8,312	8,291
Interest expense	2,354	2,272
Total expenses recognized in profit or loss	10,666	10,563

The current service cost is included in employee benefits expense. The interest expense is included in finance costs.

Amounts recognized in other comprehensive income related to the employee benefits obligation are as follows:

	(Unit : Thousand Baht)	
	Consolidated and Separate financial statements	
	2024	2023
Actuarial loss from change in demographic assumptions	2,689	-
Total expenses recognized in other comprehensive income	2,689	-

All expenses summarized above are included in items that will not be reclassified subsequently to profit or loss.

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Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	(Unit : Thousand Baht)	
	Consolidated and Separate financial statements	
	2024	
	Increase 1%	Decrease 1%
Discount rate		
Increase (decrease) in the defined benefit liability	(7,762)	9,045
Salary growth rate		
Increase (decrease) in the defined benefit liability	9,326	(8,190)
Staff turnover rate		
Increase (decrease) in the defined benefit liability	(2,031)	2,182

As of 31 December 2024, expected maturity of employee benefits obligation before discount are as follows:

	(Unit : Thousand Baht)
	Consolidated and Separate financial statements
Within one year	13,428
Between 2 - 5 years	50,735
Between 5 - 10 years	35,262
More than 10 years	136,056
Total	235,481

16. LEGAL RESERVE

Under the provisions of the Public Limited Companies Act, B.E. 2535, the Company is required to appropriate at least 5% of its annual net income, after deduction of the deficit (if any), as a legal reserve until the reserve reaches 10% of authorized share capital. This legal reserve is not available for dividend distribution.

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17. OTHER INCOME

	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Rental income	12,103	11,699	12,103	11,699
Other services income	4,601	5,202	4,601	5,202
Claim for damaged steel	170	564	170	564
Gain on disposal of assets	105	487	105	487
Others	3,355	2,507	4,775	2,997
Total	20,334	20,459	21,754	20,949

18. PROVIDENT FUND

The Company has established a contributory registered provident fund in accordance with the Provident Fund Acts B.E. 2530 and 2542. Under the plan, the Company and employees contribute to the Fund at a percentage of the employees' basic salaries. The employees are entitled to receive the Company's contribution upon resignation from the Company after completion of one year service according to the specified contribution rates. The Company's contribution for the years 2024 and 2023, which was charged to operations, amounted to Baht 13.03 million and Baht 12.66 million, respectively.

19. EXPENSES BY NATURE

	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Raw materials and supplies used	3,584,541	3,966,054	3,540,014	3,930,132
Changes in inventories of finished goods and work in progress	59,356	35,224	66,248	30,692
Salaries, wages, and other employee benefits	508,956	501,397	492,119	484,223
Transportation expense	158,064	162,872	155,932	160,868
Subcontractor fees	124,539	115,114	108,945	107,118
Depreciation	59,254	62,849	58,062	61,719
Packaging expense	59,220	63,245	59,220	63,245
Hire of work	24,735	34,505	24,735	34,505
Repair and maintenance expenses	30,893	29,209	30,836	29,195
Utility expense	23,699	26,017	23,431	25,756

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20. SEGMENT REPORTING

The Group is engaged in steel accessories production and services for steel industry. Details of core revenues for periods ended 31 December 2024 and 2023 are as follows:

(Unit : Thousand Baht)

Consolidated financial statements										
For the years ended 31 December										
	2024					2023				
	Sales and revenue from installation - net	Steel cutting services income	Transportation income	Eliminated	Total	Sales and revenue from installation - net	Steel cutting services income	Transportation income	Eliminated	Total
Revenues information geographic										
Thailand	4,524,770	300,760	65,335	-	4,890,865	4,940,792	312,701	72,120	-	5,325,613
Vietnam	88,162	-	10	(921)	87,251	70,401	-	-	(807)	69,594
Total	4,612,932	300,760	65,345	(921)	4,978,116	5,011,193	312,701	72,120	(807)	5,395,207
Costs of sales and services	(4,052,731)	(291,411)	(34,376)	932	(4,377,586)	(4,391,697)	(286,065)	(29,976)	944	(4,706,794)
Gross profit	560,201	9,349	30,969	11	600,530	619,496	26,636	42,144	137	688,413
Revenues classified based on income recognition methods										
At point in time	3,584,336	300,760	64,877	-	3,949,973	4,039,507	312,701	71,779	-	4,423,987
Over time	1,028,596	-	468	(921)	1,028,143	971,686	-	341	(807)	971,220
Total	4,612,932	300,760	65,345	(921)	4,978,116	5,011,193	312,701	72,120	(807)	5,395,207
Gain (loss) on exchange rate					(4,082)					1,603
Depreciation					(59,254)					(62,849)
Transportation expense					(158,064)					(162,872)
Finance cost					(15,386)					(19,468)
Profit before income tax					254,643					333,558
Total assets					3,894,136					3,889,902
Total liabilities					600,897					657,206

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FOR THE YEARS ENDED 31 DECEMBER 2024

(Unit : Thousand Baht)

Separate financial statements								
For the years ended 31 December								
2024					2023			
Sales and revenue from installation - net	Steel cutting services income	Tran-sportation income	Total	Sales and revenue from installation - net	Steel cutting services income	Tran-sportation income	Total	
Revenues information geographic								
Thailand	4,524,770	300,760	65,335	4,890,865	4,940,792	312,701	72,120	5,325,613
Vietnam	911	-	10	921	807	-	-	807
Total	4,525,681	300,760	65,345	4,891,786	4,941,599	312,701	72,120	5,326,420
Costs of sales and services								
	(3,981,828)	(291,411)	(32,244)	(4,305,483)	(4,327,353)	(286,065)	(27,972)	(4,641,390)
Gross profit	543,853	9,349	33,101	586,303	614,246	26,636	44,148	685,030
Revenues classified based on income recognition methods								
At point in time	3,584,336	300,760	64,877	3,949,973	4,039,507	312,701	71,779	4,423,987
Over time	941,345	-	468	941,813	902,092	-	341	902,433
Total	4,525,681	300,760	65,345	4,891,786	4,941,599	312,701	72,120	5,326,420
Gain (loss) on exchange rate				(4,392)	3,360			
Depreciation				(58,062)	(61,719)			
Transportation expense				(155,932)	(160,868)			
Finance cost				(14,571)	(18,247)			
Profit before income tax				256,719	345,235			
Total assets				3,891,783	3,894,235			
Total liabilities				572,959	637,259			

21. DEFERRED TAX AND INCOME TAX

21.1 Deferred tax

Deferred income tax assets and liability are as follows:

(Unit : Thousand Baht)

Consolidated and Separate financial statements	
2024	2023
Deferred income tax assets	25,236
Deferred income tax liability	(8,887)
Net	16,349

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The movements in deferred income tax assets and liability are as follows :

	(Unit: Thousand Baht)			
	Consolidated and Separate financial statements			
	Recognised as income (expense)			31 December 2024
	1 January 2024	Statement of profit or loss	Other comprehensive income	
<u>Deferred income tax assets</u>				
From allowance for expected credit loss	3,610	(706)	-	2,904
From allowance for decline value of inventories	-	8	-	8
From allowance for employee benefits obligation	22,222	(436)	538	22,324
Total	25,832	(1,134)	538	25,236
<u>Deferred income tax liability</u>				
From excess depreciation for tax computation purpose	(11,055)	2,168	-	(8,887)
Net	14,777	1,034	538	16,349

	(Unit: Thousand Baht)			
	Consolidated and Separate financial statements			
	Recognised as income (expense)			31 December 2023
	1 January 2023	Statement of profit or loss	Other comprehensive income	
<u>Deferred income tax assets</u>				
From allowance for expected credit loss	4,613	(1,003)	-	3,610
From allowance for employee benefits obligation	21,279	943	-	22,222
Total	25,892	(60)	-	25,832
<u>Deferred income tax liability</u>				
From excess depreciation for tax computation purpose	(13,102)	2,047	-	(11,055)
Net	12,790	1,987	-	14,777

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21.2 Income tax

Income tax expenses for the years ended 31 December 2024 and 2023 are as follows:

	Consolidated financial statements		(Unit : Thousand Baht)	
			Separate financial statements	
	2024	2023	2024	2023
Current income tax expenses	51,675	70,371	51,675	70,371
Deferred tax	(1,034)	(1,987)	(1,034)	(1,987)
Total	50,641	68,384	50,641	68,384

Income tax recognized in other comprehensive income as follows:

	(Unit : Thousand Baht)		
	Consolidated and Separate financial statements		
	2024		
	Before Tax	Tax benefit	Net of tax
Actuarial loss	2,689	(538)	2,151

Applicable tax rates for the Company and subsidiary are as follows:

	Tax rates (%)
Income tax rate under the Revenue Code for the Company	20
Income tax rate for subsidiary in Vietnam	28

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED 31 DECEMBER 2024

Income tax for the years ended 31 December 2024 and 2023 are as follows:

	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Profit before income tax	254,643	333,558	256,719	345,235
Income tax rate (percentage)	20	20	20	20
Income tax calculated from tax rate	50,929	66,712	51,344	69,047
Reconciling items:				
Tax on non - deductible expenses	5,176	6,312	4,808	6,312
Tax on income tax exempted revenue	(4,731)	(6,144)	(4,731)	(6,144)
Tax on additional deduction of expenses	(780)	(831)	(780)	(831)
Tax on loss of subsidiary	47	2,335	-	-
Income tax	50,641	68,384	50,641	68,384
<u>Less</u> Prepaid income tax	(34,450)	(52,253)	(34,450)	(52,253)
Income tax payable	16,191	16,131	16,191	16,131
Effective tax rate (percentage)	19.89	20.50	19.73	19.81

The subsidiary has unused taxable loss carried forward of Baht 22.70 million which will expire in 2028. The subsidiary has not recognized this item as deferred tax asset because it is not probable that the subsidiary will have sufficient future taxable profit to utilize such benefit.

22. DIVIDEND PAYMENT

On 30 April 2024, at the 2024 Annual General meeting, the shareholders passed a resolution to approve the payment of cash dividend to the common shareholders from operating results for the year ended 31 December 2023 at Baht 0.222 per share for 639,997,880 common share, amounting to Baht 142,079,529. The Company paid such dividend on 24 May 2024.

On 28 April 2023, at the 2023 Annual General meeting, the shareholders passed a resolution to approve the payment of cash dividend to the common shareholders from operating results for the year ended 31 December 2022 at Baht 0.185 per share for 639,997,880 common share, amounting to Baht 118,399,608. The Company paid such dividend on 26 May 2023.

SIAM STEEL SERVICE CENTER PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED 31 DECEMBER 2024

23. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

The changes in the Company and subsidiary's liabilities arising from financing activities are classified as follows:

	(Unit : Thousand Baht)	
	Bank overdrafts and Short - term loans	
	Consolidated financial statements	Separate financial statements
Balance at 1 January 2024	191,438	184,438
Cash - flows:		
Repayment	(5,446,567)	(5,415,856)
Proceeds	5,378,719	5,341,457
Balance at 31 December 2024	<u>123,590</u>	<u>110,039</u>
Balance at 1 January 2023	787,215	759,310
Cash - flows:		
Repayment	(5,983,391)	(5,920,703)
Proceeds	5,387,614	5,345,831
Balance at 31 December 2023	<u>191,438</u>	<u>184,438</u>

24. FINANCIAL INSTRUMENTS

Financial assets and financial liabilities carried on the statement of financial position include cash and cash equivalents, restricted deposits with banks, trade accounts receivable, other accounts receivable, investment, trade accounts payable, other accounts payables and loans. The accounting policies on recognition and measurement of these items are disclosed in the respective accounting policies in Note 3 to the financial statements.

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24.1 Interest rate risk

The interest rate risk arose from the changes in market interest rates in the future that will affect the results of the Company and subsidiary's operations and its cash flows. As of 31 December 2024 and 2023, the Company and subsidiary have financial assets and financial liabilities with exposure to interest rate risk as follows:

(Unit : Thousand Baht)

	2024				
	Consolidated financial statements				
	Floating Interest Rate	Fixed Interest Rate	No Interest	Total	Interest rate (%)
<u>Financial assets</u>					
Cash and cash equivalents	200,922	-	8,526	209,448	0.10 - 0.40
Trade accounts receivable					
- general customers - net	-	-	1,078,382	1,078,382	-
- related companies	-	-	45,349	45,349	-
Amounts due from related companies	-	-	70	70	-
Unbilled accrued income	-	-	117,380	117,380	-
Total	200,922	-	1,249,707	1,450,629	
<u>Financial liabilities</u>					
Bank overdrafts and short - term					
loans from financial institutions	123,590	-	-	123,590	2.70 - 7.33
Trade accounts and notes payable					
- general suppliers	-	-	119,164	119,164	-
- related companies	47,063	-	38,346	85,409	7.42
Advances from customers	-	-	11,780	11,780	-
Total	170,653	-	169,290	339,943	

(Unit : Thousand Baht)

	2023				
	Consolidated financial statements				
	Floating Interest Rate	Fixed Interest Rate	No Interest	Total	Interest rate (%)
<u>Financial assets</u>					
Cash and cash equivalents	119,819	-	29,906	149,725	0.15 - 0.60
Trade accounts receivable					
- general customers - net	-	-	1,135,590	1,135,590	-
- related companies	-	-	42,098	42,098	-
Unbilled accrued income	-	-	102,615	102,615	-
Total	119,819	-	1,310,209	1,430,028	

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FOR THE YEARS ENDED 31 DECEMBER 2024

(Unit : Thousand Baht)

	2023				
	Consolidated financial statements				
	Floating Interest Rate	Fixed Interest Rate	No Interest	Total	Interest rate (%)
<u>Financial liabilities</u>					
Bank overdrafts and short - term					
loans from financial institutions	191,438	-	-	191,438	2.86 - 7.58
Trade accounts and notes payable					
- general suppliers	-	-	94,084	94,084	-
- related companies	64,527	-	25,348	89,875	8.27
Advances from customers	-	-	17,179	17,179	-
Total	255,965	-	136,611	392,576	

(Unit : Thousand Baht)

	2024				
	Separate financial statements				
	Floating Interest Rate	Fixed Interest Rate	No Interest	Total	Interest rate (%)
<u>Financial assets</u>					
Cash and cash equivalents	187,914	-	8,329	196,243	0.15 - 0.40
Trade accounts receivable					
- general customers - net	-	-	1,049,833	1,049,833	-
- related companies	-	-	45,731	45,731	-
Amounts due from related companies	-	-	897	897	-
Short - term loan to subsidiary company	-	44,549	-	44,549	3.25
Unbilled accrued income	-	-	117,380	117,380	-
Total	187,914	44,549	1,222,170	1,454,633	

<u>Financial liabilities</u>					
Bank overdrafts and short - term loans					
from financial institutions	110,039	-	-	110,039	2.70 - 7.33
Trade accounts and notes payable					
- general suppliers	-	-	111,016	111,016	-
- related companies	47,064	-	37,120	84,184	7.42
Advances from customers	-	-	8,765	8,765	-
Total	157,103	-	156,901	314,004	

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FOR THE YEARS ENDED 31 DECEMBER 2024

(Unit : Thousand Baht)

	2023				
	Separate financial statements				
	Floating Interest Rate	Fixed Interest Rate	No Interest	Total	Interest rate (%)
<u>Financial assets</u>					
Cash and cash equivalents	103,582	-	29,760	133,342	0.15 - 0.60
Trade accounts receivable					
- general customers - net	-	-	1,129,133	1,129,133	-
- related companies	-	-	42,098	42,098	-
Amounts due from related companies	-	-	627	627	-
Short - term loan to subsidiary company	-	32,753	-	32,753	2.65 - 6.90
Unbilled accrued income	-	-	102,615	102,615	-
Total	<u>103,582</u>	<u>32,753</u>	<u>1,304,233</u>	<u>1,440,568</u>	
<u>Financial liabilities</u>					
Bank overdrafts and short - term loans from financial institutions	184,438	-	-	184,438	2.86 - 7.58
Trade accounts and notes payable					
- general suppliers	-	-	91,270	91,270	-
- related companies	64,527	-	22,151	86,678	8.27
Advances from customers	-	-	10,519	10,519	-
Total	<u>248,965</u>	<u>-</u>	<u>123,940</u>	<u>372,905</u>	

24.2 Foreign exchange risk

The Company and subsidiary have exposure to foreign currency risk relating to the export sales and the importation of production materials, short - term loans to subsidiary and bank overdrafts and short - term loans from financial institutions denominated in foreign currencies. As at 31 December 2024 and 2023, the Company and subsidiary have assets and liabilities in foreign currencies which are considered natural hedging as follows:

	In Thousand Foreign Currencies	
	2024	2023
<u>Assets in foreign currency</u>		
USD	11	256
JPY	213,902	103,233
<u>Liabilities in foreign currency</u>		
USD	1,696	1,904

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NOTES TO FINANCIAL STATEMENTS
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24.3 Credit risk

The Company and subsidiary sell its products to customers with normal credit terms. The Company and subsidiary manage their exposure to credit risk by closely monitoring collection of accounts receivable and focuses on overdue accounts. In the case of doubt about the collectability on accounts receivable, the Company and subsidiary set up allowance for expected credit loss in the accounts as deemed necessary.

24.4 Liquidity risk

The Company and subsidiary monitor liquidity risk and maintain a level of cash and cash equivalents at the adequate level to finance the Company and subsidiary operations and to prevent the effects from fluctuations in cash flows.

24.5 Fair value of financial instruments

The following methods and assumptions are used to estimate the fair value of each class of the Company's financial instruments.

- Financial assets and financial liabilities composes of cash and cash equivalents, bank overdrafts, trade accounts receivable, trade accounts payable, amounts due from related companies, short - term loan to subsidiary company, unbilled accrued income, and advances from customers which the carrying values approximate their fair values due to the relative short - term maturity of these financial instruments.
- For financial liabilities composes of notes payable and short - term loans from financial institutions which the carrying values are not materially different from the fair value since its carry interest at the rates close to market rates.

25. FAIR VALUE MEASUREMENT

Financial assets and financial liabilities measured at fair value in the statement of financial position are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement, as follows:

- Level 1 quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3 unobservable inputs for the asset or liability.

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The Company has investment property at the fair value as of 31 December 2024 of Baht 60.36 million. The fair value was calculated based on the comparison of the market price of other properties in the nearby location (Level 2).

26. COMMITMENTS

As of 31 December 2024, the Group has commitments as follows:

- 26.1 The Company has commitments to deliver products and services under a contract for installation of approximately of Baht 389.67 million.
- 26.2 The Company has outstanding guarantees of approximately Baht 6.28 million, issued by financial institutions on behalf of the Company, as required in the normal course of business.

27. EVENTS AFTER REPORTING PERIOD

At the meeting on 26 February 2025, the Company's Board of Directors passed a resolution to propose the payment of dividend of Baht 0.165 per share to the common shareholders, from operating results for the year ended 31 December 2024. The dividend payment must be approved at the Annual General Meeting of the Company's shareholders.

28. APPROVAL OF FINANCIAL STATEMENTS

These financial statements are authorized by the Board of Directors on 28 February 2025.

