

Hana Microelectronics Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month period ended 31 March 2023

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Hana Microelectronics Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Hana Microelectronics Public Company Limited and its subsidiaries (the Group) as at 31 March 2023, the related consolidated statements of income, comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Hana Microelectronics Public Company Limited for the same period (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 Interim Financial Reporting.

Kamontip Lertwitworatep
Certified Public Accountant (Thailand) No. 4377

EY Office Limited
Bangkok: 15 May 2023

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of financial position

As at 31 March 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	As at	As at	As at	As at	
	<u>Note</u>	<u>31 March 2023</u>	<u>31 December 2022</u>	<u>31 March 2023</u>	<u>31 December 2022</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
Assets					
Current assets					
Cash and cash equivalents		1,846,776	2,374,708	277,427	239,248
Trade and other receivables	2, 3	5,082,044	4,981,041	2,434,216	2,101,776
Inventories	4	9,231,018	9,456,928	3,979,743	4,199,808
Other current financial assets	5	1,223,528	1,259,383	-	-
Other current assets		229,318	171,171	19,664	25,280
Total current assets		17,612,684	18,243,231	6,711,050	6,566,112
Non-current assets					
Investments in subsidiaries	6	-	-	3,583,449	3,583,449
Investment property		72,304	72,304	72,304	72,304
Property, plant and equipment	7	10,758,261	10,853,453	2,173,643	2,185,609
Intangible assets		353,270	403,129	44,665	46,616
Other non-current financial assets		150	152	97	97
Deferred tax assets		13,107	10,643	7,217	4,673
Other non-current assets		96,441	120,496	10	10
Total non-current assets		11,293,533	11,460,177	5,881,385	5,892,758
Total assets		28,906,217	29,703,408	12,592,435	12,458,870

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

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 March 2023

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		As at	As at	As at	As at
		31 March 2023	31 December 2022	31 March 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loan from related party	2	-	-	200,000	200,000
Trade and other payables	2, 8	3,563,340	4,160,841	1,205,223	1,492,684
Current portion of lease liabilities		4,063	273,843	-	-
Short-term provisions		340,988	345,624	-	-
Income tax payable		35,031	68,760	13,284	9,608
Derivative liabilities		-	17,214	-	-
Other current liabilities		155,351	161,055	34,953	32,731
Total current liabilities		4,098,773	5,027,337	1,453,460	1,735,023
Non-current liabilities					
Lease liabilities - net of current portion		397	481	-	-
Deferred income		58,308	59,875	-	-
Deferred tax liabilities		43,766	44,180	-	-
Provision for long-term employee benefits		719,088	709,393	350,484	348,390
Total non-current liabilities		821,559	813,929	350,484	348,390
Total liabilities		4,920,332	5,841,266	1,803,944	2,083,413

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

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 March 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	<u>Note</u>	<u>31 March 2023</u>	<u>31 December 2022</u>	<u>31 March 2023</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
974,403,900 ordinary shares of Baht 1 each	974,404	974,404	974,404	974,404
Issued and fully paid-up				
804,878,860 ordinary shares of Baht 1 each	804,879	804,879	804,879	804,879
Share premium	1,723,219	1,723,219	1,723,219	1,723,219
Retained earnings				
Appropriated - statutory reserve	536,313	536,313	100,000	100,000
Unappropriated	20,500,586	20,234,096	8,160,393	7,747,359
Other components of shareholders' equity	420,888	563,635	-	-
Total shareholders' equity	23,985,885	23,862,142	10,788,491	10,375,457
Total liabilities and shareholders' equity	28,906,217	29,703,408	12,592,435	12,458,870

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

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Directors
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(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries**Income statements****For the three-month period ended 31 March 2023**

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

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	Note	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Revenues					
Sales		6,465,978	6,107,260	3,075,310	2,808,538
Dividend income		-	465	-	-
Gain on exchange		-	29,034	11,109	20,755
Other income		119,841	108,499	8,528	14,193
Total revenues		6,585,819	6,245,258	3,094,947	2,843,486
Expenses					
Cost of sales		5,912,887	5,444,680	2,603,221	2,354,973
Selling and distribution expenses		51,162	51,889	15,634	14,259
Administrative expenses		330,550	329,082	61,012	68,732
Loss on exchange		12,196	-	-	-
Loss on derivatives		16,157	57,115	-	-
Reversal of allowance for impairment loss on financial assets		-	(127)	-	-
Loss on FVTPL equity instrument		-	5,963	-	-
Total expenses		6,322,952	5,888,602	2,679,867	2,437,964
Operating profit		262,867	356,656	415,080	405,522
Finance income		17,094	24,500	2	1
Finance cost		(1,770)	(1,453)	(912)	(552)
Profit before income tax expenses		278,191	379,703	414,170	404,971
Income tax expenses	9	(11,701)	(14,708)	(1,136)	(2,782)
Profit for the period		266,490	364,995	413,034	402,189
Profit attributable to:					
Equity holders of the Company		<u>266,490</u>	<u>364,995</u>	<u>413,034</u>	<u>402,189</u>
Earnings per share					
Basic earnings per share	10				
Profit attributable to equity holders of the Company (Baht)		<u>0.33</u>	<u>0.45</u>	<u>0.51</u>	<u>0.50</u>
Number of weighted average ordinary shares (Thousand shares)		<u>804,879</u>	<u>804,879</u>	<u>804,879</u>	<u>804,879</u>

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
Note	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Profit for the period	<u>266,490</u>	<u>364,995</u>	<u>413,034</u>	<u>402,189</u>
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>				
Loss on changes in value of debt instruments designated at fair value through other comprehensive income	(10,813)	(184,922)	-	-
Exchange differences on translation of financial statements in foreign currency - net of income tax	9 <u>(131,934)</u>	<u>(44,001)</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax	<u>(142,747)</u>	<u>(228,923)</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>(142,747)</u>	<u>(228,923)</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>123,743</u>	<u>136,072</u>	<u>413,034</u>	<u>402,189</u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>123,743</u>	<u>136,072</u>	<u>413,034</u>	<u>402,189</u>

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

Consolidated financial statements

	Issued and paid up share capital		Retained earnings		Other components of shareholders' equity			Total shareholders' equity	
			Appropriated -		Other comprehensive income				
			Share premium	Statutory reserve	Unappropriated	Fair value reserve of financial assets at FVOCI	Exchange differences on translation of financial statements in foreign currency		Total other components of shareholders' equity
Balance as at 1 January 2022	804,879	1,723,219	514,958	19,343,953	214,535	456,550	671,085	23,058,094	
Profit for the period	-	-	-	364,995	-	-	-	364,995	
Other comprehensive income for the period	-	-	-	-	(184,922)	(44,001)	(228,923)	(228,923)	
Total comprehensive income for the period	-	-	-	364,995	(184,922)	(44,001)	(228,923)	136,072	
Balance as at 31 March 2022	804,879	1,723,219	514,958	19,708,948	29,613	412,549	442,162	23,194,166	
Balance as at 1 January 2023	804,879	1,723,219	536,313	20,234,096	(9,294)	572,929	563,635	23,862,142	
Profit for the period	-	-	-	266,490	-	-	-	266,490	
Other comprehensive income for the period	-	-	-	-	(10,813)	(131,934)	(142,747)	(142,747)	
Total comprehensive income for the period	-	-	-	266,490	(10,813)	(131,934)	(142,747)	123,743	
Balance as at 31 March 2023	804,879	1,723,219	536,313	20,500,586	(20,107)	440,995	420,888	23,985,885	

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

	Separate financial statements				Total Shareholders' equity
	Issued and paid up share capital	Share premium	Retained earnings		
			Appropriated - Statutory reserve	Unappropriated	
Balance as at 1 January 2022	804,879	1,723,219	100,000	6,813,474	9,441,572
Profit for the period	-	-	-	402,189	402,189
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	402,189	402,189
Balance as at 31 March 2022	804,879	1,723,219	100,000	7,215,663	9,843,761
Balance as at 1 January 2023	804,879	1,723,219	100,000	7,747,359	10,375,457
Profit for the period	-	-	-	413,034	413,034
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	413,034	413,034
Balance as at 31 March 2023	804,879	1,723,219	100,000	8,160,393	10,788,491

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of cash flows

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash flows from operating activities				
Profit before tax	278,191	379,703	414,170	404,971
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation	404,596	346,041	89,067	88,609
Amortisation	16,387	12,693	2,146	2,139
Allowance for expected credit loss	4,312	3,637	-	-
Reduction of inventories to net realisable value (reversal)	24,990	(11,537)	7,418	(3,090)
Dividend income from other company	-	(465)	-	-
Loss (gain) on disposals/write-off of equipment and intangible assets	(3,590)	1,768	28	947
Provision for long-term employee benefits	14,858	19,206	7,258	6,370
Loss (gain) on sales of debt instruments at fair value through other comprehensive income	(27,897)	1,919	-	-
Loss on fair value adjustments of financial assets	-	5,963	-	-
Reversal of impairment loss on financial assets	-	(127)	-	-
Unrealised loss (gain) on exchange	(65,131)	4,879	(53,755)	(5,029)
Unrealised loss on derivatives	16,157	57,115	-	-
Finance income	(17,094)	(24,500)	(2)	(1)
Finance cost	9	20	394	-
Profit from operating activities before changes in operating assets and liabilities	645,788	796,315	466,724	494,916

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash flows from operating activities (continued)				
Operating assets (increase) decrease				
Trade and other receivables	(2,801)	(320,670)	(251,919)	(442,452)
Inventories	200,920	(539,415)	212,647	(42,078)
Other current assets	(58,174)	(8,714)	5,616	9,765
Operating liabilities increase (decrease)				
Trade and other payables	(608,075)	431,561	(288,461)	186,584
Other current liabilities	(5,704)	(8,188)	2,222	(78)
Deferred income	(1,567)	-	-	-
Cash from operating activities	170,387	350,889	146,829	206,657
Cash paid for long-term employee benefits	(5,163)	(28,387)	(5,164)	(24,749)
Cash paid for income tax	(48,064)	(11,107)	(4)	(6)
Net cash from operating activities	117,160	311,395	141,661	181,902
Cash flows from investing activities				
Decrease (increase) in other current financial assets	(524,585)	448,067	-	-
Decrease in non-other current financial assets	2	57	-	-
Interest received	22,181	30,469	4	8
Proceeds from sales of other current financial assets	544,153	68,208	-	-
Dividend income from other company	-	465	-	-
Acquisitions of property, plant and equipment and intangible assets	(331,612)	(623,143)	(103,486)	(74,341)
Acquisition of asset under lease agreement	(263,520)	-	-	-
Proceeds from disposals of equipment	22,765	612	-	-
Decrease (increase) in other non-current assets	24,055	(10,554)	-	-
Net cash used in investing activities	(506,561)	(85,819)	(103,482)	(74,333)

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash flows from financing activities				
Payment of principal portion of lease liabilities	(1,959)	(1,958)	-	-
Interest paid	(9)	(20)	-	-
Net cash used in financing activities	<u>(1,968)</u>	<u>(1,978)</u>	<u>-</u>	<u>-</u>
Increase (decrease) in cash and cash equivalents	(391,369)	223,598	38,179	107,569
Translation adjustment	(136,563)	(44,183)	-	-
Net increase (decrease) in cash and cash equivalents	<u>(527,932)</u>	<u>179,415</u>	<u>38,179</u>	<u>107,569</u>
Cash and cash equivalents at beginning of the period	<u>2,374,708</u>	<u>3,304,173</u>	<u>239,248</u>	<u>245,587</u>
Cash and cash equivalents at end of the period	<u><u>1,846,776</u></u>	<u><u>3,483,588</u></u>	<u><u>277,427</u></u>	<u><u>353,156</u></u>

Supplemental cash flow information

Non-cash related transactions from investing activities

Net increase (decrease) in accounts payable for

purchases of plant and equipment

(36,505) 79,583 (26,162) 13,779

Revaluation loss on changes in fair value of debt instruments

at FVOCI

(10,813) (184,922) - -

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

Hana Microelectronics Public Company Limited and its subsidiaries
Notes to interim consolidated financial statements
For the three-month period ended 31 March 2023

1. General information

1.1 Corporate information

Hana Microelectronics Public Company Limited (“the Company”) was incorporated as a limited company under Thai law and transformed to be a public limited company under the Public Limited Companies Act on 27 January 1993. The Company operates its business in Thailand and is principally engaged in the manufacture and trading of electronic components. The registered office of the Company is at 65/98, Soi Vibhavadi-Rangsit 64, Junction 2, Kwang Talad Bangkhen, Khet Laksi, Bangkok.

1.2 Basis for the preparation of interim financial statements

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

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

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

1.3 Basis of consolidation

These interim consolidated financial statements include the financial statements of Hana Microelectronics Public Company Limited (“the Company”) and its subsidiaries (“the subsidiaries”) (collectively as “the Group”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2022. There are no changes in the group structure during the current period.

1.4 Significant accounting policies

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

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

2. Related party transactions

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

(Unit: Million Baht)

	Separate financial statements		Pricing policies
	For the three-month periods		
	ended 31 March	ended 31 March	
	<u>2023</u>	<u>2022</u>	
Transactions with subsidiaries			
(eliminated from the consolidated financial statements)			
Sales of goods	43	53	Prices agreed between the parties due to the uniqueness of products sold to each customer
Purchases of raw materials	72	100	Cost plus mark up
Purchases of assets	3	-	Cost plus mark up
Marketing service fee expenses	2	3	Rates stipulated in the agreements

(Unaudited but reviewed)

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

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
		(Audited)		(Audited)
Trade and other receivables (Note 3)				
<u>Trade receivables - related parties</u>				
Subsidiaries	-	-	33,308	26,793
Total trade receivables - related parties	-	-	33,308	26,793
<u>Other receivables - related party</u>				
Subsidiary	-	-	4,384	4,443
Total other receivables - related party	-	-	4,384	4,443
Total trade and other receivables	-	-	37,692	31,236
Trade and other payables (Note 8)				
<u>Trade payables - related parties</u>				
Subsidiaries	-	-	91,043	236,579
Total trade payables - related parties	-	-	91,043	236,579
<u>Other payables - related parties</u>				
Subsidiaries	-	-	938	583
Total other payables - related parties	-	-	938	583
Total trade and other payables	-	-	91,981	237,162

Short-term loan from related party

As at 31 March 2023, the Company had short-term loan from the subsidiary of Baht 200 million (31 December 2022: Baht 200 million), bearing interest at a rate of 0.80 percent per annum (31 December 2022: 0.80 percent per annum) and due for repayment in May 2023.

Directors' and management's benefits

During the three-month periods ended 31 March 2023 and 2022, the Group had employee benefit expenses payable to its directors and management as below.

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Short-term employee benefits	35.8	29.5	3.1	3.5
Post-employment benefits	0.7	0.6	0.2	0.2
Total	36.5	30.1	3.3	3.7

3. Trade and other receivables

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
		(Audited)		(Audited)
<u>Age of receivable</u>				
Trade receivables - subsidiaries				
Not yet due	-	-	22,680	19,650
Past due				
Up to 3 months	-	-	3,583	1,136
3 - 6 months	-	-	1,118	1,628
6 - 12 months	-	-	1,638	163
Over 12 months	-	-	4,289	4,216
Total trade receivables - subsidiaries (Note 2)	-	-	33,308	26,793
Trade receivables - unrelated parties				
Not yet due	3,877,570	3,828,540	1,793,853	1,482,372
Past due				
Up to 3 months	976,991	925,471	540,973	514,816
3 - 6 months	45,243	31,736	14,413	19,174
6 - 12 months	7,068	97	432	352
Over 12 months	10,149	3,418	2,842	2,880
Total trade receivables - unrelated parties	4,917,021	4,789,262	2,352,513	2,019,594
Less: Allowance for expected credit losses	(17,601)	(13,289)	(2,492)	(2,492)
Total trade receivables - unrelated parties - net	4,899,420	4,775,973	2,350,021	2,017,102
Total trade receivables - net	4,899,420	4,775,973	2,383,329	2,043,895
Receivables from the Revenue				
Department	62,086	65,335	8,103	10,367
Other receivables - subsidiaries (Note 2)	-	-	4,384	4,443
Other receivables - unrelated parties	120,538	139,733	38,400	43,071
Total other receivables	182,624	205,068	50,887	57,881
Trade and other receivables - net	5,082,044	4,981,041	2,434,216	2,101,776

4. Reduction of inventories to net realisable value (Inventory provision)

Movements in the inventory provision to reduce inventories to net realisable value during the three-month period ended 31 March 2023 are summarised below.

	(Unit: Thousand Baht)	
Inventory provision	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2022	226,096	121,366
Reduction of inventory value during the period	76,409	35,923
Reversal of reduction of inventory value during the period	(51,374)	(28,505)
Translation adjustment	(45)	-
Balance as at 31 March 2023	251,086	128,784

5. Other current financial assets

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	31 March 2023	31 December 2022
		(Audited)
<u>Debt instruments at amortised cost</u>		
Fixed deposits	14,428	14,658
Total debt instruments at amortised cost	14,428	14,658
<u>Debt instruments at FVOCI</u>		
Overseas marketable corporate bonds	1,152,735	859,086
Overseas quoted bonds	44,559	340,462
Total	1,197,294	1,199,548
Less: Allowance for expected credit losses	(21,455)	(21,455)
Total debt instruments at FVOCI - net	1,175,839	1,178,093
<u>Financial assets at FVTPL</u>		
Derivative assets	33,261	66,632
Total financial assets at FVTPL	33,261	66,632
Total other current financial assets - net	1,223,528	1,259,383

6. Investments in subsidiaries

Company's name	(Unit: Thousand Baht)					
	Paid up capital		Shareholding percentage		Cost	
	31 March	31 December	31 March	31 December	31 March	31 December
	2023	2022	2023	2022	2023	2022
			Percent	Percent		(Audited)
Hana Semiconductor (Ayutthaya) Company Limited	1,200,000	1,200,000	58	58	2,142,910	2,142,910
Hana Semiconductor (BKK) Company Limited	1,000,000	1,000,000	100	100	1,011,100	1,011,100
Omac Sales Limited	325	325	100	100	273,492	273,492
Hana Microelectronics (Cambodia) Company Limited	155,947	155,947	100	100	155,947	155,947
Hana Microelectronics International Company Limited	-	-	100	100	-	-
Hana Microelectronics Investment Company Limited	-	-	100	100	-	-
Total investments in subsidiaries					<u>3,583,449</u>	<u>3,583,449</u>

7. Property, plant and equipment

Movements in the property, plant and equipment account during the three-month period ended 31 March 2023 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 31 December 2022	10,853,453	2,185,609
Acquisitions during the period - at cost	463,050	77,129
Write-off during the period - net book value at write-off date	(19,175)	(28)
Depreciation for the period	(404,596)	(89,067)
Translation adjustment	(134,471)	-
Net book value as at 31 March 2023	<u>10,758,261</u>	<u>2,173,643</u>

8. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
		(Audited)		(Audited)
Trade payables - subsidiaries (Note 2)	-	-	91,043	236,579
Trade payables - unrelated parties	2,438,753	3,000,144	900,109	1,029,496
Other payables - subsidiaries (Note 2)	-	-	938	583
Advance received from customers	507,230	487,885	101,496	109,138
Other payables for purchases of assets	243,867	280,372	57,871	84,033
Accrued expenses	373,490	392,440	53,766	32,855
Total trade and other payables	<u>3,563,340</u>	<u>4,160,841</u>	<u>1,205,223</u>	<u>1,492,684</u>

9. Income tax

Interim corporate income tax is calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month periods ended 31 March 2023 and 2022 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Current income tax:				
Interim corporate income tax charge	14,335	11,951	3,680	3,600
Deferred tax:				
Relating to origination and reversal of temporary differences	(2,634)	2,757	(2,544)	(818)
Income tax expenses reported in the income statement	<u>11,701</u>	<u>14,708</u>	<u>1,136</u>	<u>2,782</u>

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2023 and 2022 are as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Deferred tax relating to exchange differences on translation of financial statements in foreign currency	(244)	(65)	-	-

10. Earnings per share

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

(Unaudited but reviewed)

11. Segment information

The Group is organised into business units based on its products and services. During the current period, the Group has not changed the organisation of its reportable segments from the last annual financial statements.

The following table presents revenue and profit information regarding the Group's operating segments for the three-month periods ended 31 March 2023 and 2022.

(Unit: Million Baht)

	Consolidated financial statements for the three-month periods ended 31 March											
	Printed Circuit Board Assembly (PCBA)		Integrated Circuit (IC)		Others		Total reportable segments		Eliminations		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Revenues from external customers	3,910	3,507	2,065	2,296	491	304	6,466	6,107	-	-	6,466	6,107
Intersegment revenues	823	743	223	208	353	473	1,399	1,424	(1,399)	(1,424)	-	-
Total revenues	<u>4,733</u>	<u>4,250</u>	<u>2,288</u>	<u>2,504</u>	<u>844</u>	<u>777</u>	<u>7,865</u>	<u>7,531</u>	<u>(1,399)</u>	<u>(1,424)</u>	<u>6,466</u>	<u>6,107</u>
Segment profit (loss)	636	554	(55)	153	(31)	(45)	550	662	3	1	553	663
Other income											120	108
Selling and distribution expenses											(51)	(52)
Administrative expenses											(331)	(329)
Gain (loss) on exchange											(12)	29
Loss on derivatives											(16)	(57)
Reversal of impairment loss on financial assets											-	1
Loss on FVTPL equity instrument											-	(6)
Finance income											17	24
Finance cost											(2)	(1)
Income tax expenses											(12)	(15)
Profit for the period											<u>266</u>	<u>365</u>

12. Commitments and contingent liabilities

12.1 Capital commitments

As at 31 March 2023, the Group had capital commitments relating to acquisitions of machinery totaling Baht 452 million (31 December 2022: Baht 165 million) and the Company only of approximately Baht 96 million (31 December 2022: Baht 52 million).

12.2 Commitments under service agreements

The Group has future payments required under the service contracts as follows:

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
Payable:				
In up to 1 year	101.6	97.7	25.8	33.7
In over 1 year and up to 5 years	70.5	69.2	0.1	0.1

12.3 Marketing supportive service agreements

Since the year 2001, the Company and three subsidiary companies entered into marketing supportive service agreement with an overseas subsidiary company. Under that agreement, the Company and the three subsidiary companies have to pay service fees to that subsidiary company at the rates stipulated in the agreement.

12.4 Sale representative agreements

Since the year 2015, an overseas subsidiary entered into sale representative agreement with an unrelated company with the annual service fees of approximately USD 0.6 million.

12.5 Guarantees

As at 31 March 2023, there were outstanding bank guarantees of approximately Baht 27 million (31 December 2022: Baht 27 million) and the Company only of approximately Baht 26 million (31 December 2022: Baht 26 million) issued by the banks on behalf of the Company and its subsidiaries in respect of certain performance bonds as required in the normal course of businesses to guarantee electricity uses, among others.

13. Financial instruments

13.1 Foreign currency risk

The Group's exposure to foreign currency risk arises mainly from trading transactions that are denominated in foreign currencies. The Group seeks to reduce this risk by entering into forward exchange contracts when it considers appropriate. Generally, the forward exchange contracts will mature within one year.

(Unaudited but reviewed)

As at 31 March 2023 and 31 December 2022, the two overseas subsidiaries had outstanding forward exchange contracts, of which details are presented below.

As at 31 March 2023		
Sold amount	Contractual maturity date	Contractual exchange rate for amount sold
(Million USD)		(Baht per USD)
120	3 April 2023 - 31 May 2023	33.9600 - 35.0350

As at 31 December 2022		
Sold amount	Contractual maturity date	Contractual exchange rate for amount sold
(Million USD)		(Baht per USD)
120	23 January 2023 - 21 March 2023	34.3500 - 35.8700

13.2 Fair value of financial instruments

Since most of the Group's financial instruments are classified as short-term or carrying interests at rates close to the market rates, their fair value is estimated to approximate the carrying amount presented in the statement of financial position.

As of 31 March 2023, the Group had the assets that were measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)		
	Consolidated financial statements		
	Level 1	Level 2	Total
Assets measured at fair value			
Financial assets at FVTPL			
Derivatives assets	-	33,261	33,261
Financial assets at FVOCI			
Marketable corporate bonds	1,152,735	-	1,152,735
Quoted bonds	23,104	-	23,104
Local marketable equity securities	97	-	97

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements		
	Level 1	Level 2	Total
Assets measured at fair value			
Financial assets at FVOCI			
Local marketable equity securities	97	-	97

During the current period, there were no transfers within the fair value hierarchy.

14. Events after the reporting period

On 28 April 2023, the Annual General Meeting of the Company's shareholders No.30/2023 passed the resolutions approving the following transactions.

- 14.1 To pay the final dividend for the year 2022 to the Company's shareholders at Baht 0.50 per share. Thus, including the interim dividend of Baht 0.50 per share, the total dividend payment for the year 2022 is Baht 1.00 per share. The final dividend will be paid to the shareholders on 16 May 2023.
- 14.2 To decrease the registered share capital of the Company of Baht 169,525,040 from Baht 974,403,900 to Baht 804,878,860 by cancelling 169,525,040 unissued shares, at the par value of Baht 1.00 per share.
- 14.3 To increase the registered share capital of the Company of Baht 80,487,886, by means of a general mandate, from Baht 804,878,860 to Baht 885,366,746 by issuing 80,487,886 new ordinary shares, at the par value of Baht 1.00 per share.
- 14.4 To allocate the newly-issued ordinary shares to accommodate the share capital increase by means of a general mandate, not exceeding 80,487,886 ordinary shares, at the par value of Baht 1.00 per share, which is not exceeding 10 percent of the total paid-up capital of the Company, for the purposes of offering for sale in the private placement.

15. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 15 May 2023.