

Hana Microelectronics Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month period ended 31 March 2024

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 2024, 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: 14 May 2024

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of financial position

As at 31 March 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	<u>Note</u> 31 March 2024 (Unaudited but reviewed)	31 December 2023 (Audited)	31 March 2024 (Unaudited but reviewed)	31 December 2023 (Audited)
Assets				
Current assets				
Cash and cash equivalents	2,825,591	6,954,416	872,178	4,986,595
Trade and other receivables	2, 3	5,065,439	5,178,141	2,371,690
Inventories	4	9,258,424	8,969,347	3,959,405
Other current financial assets	5	7,026,965	1,938,097	4,350,000
Other current assets		193,102	119,369	15,915
Total current assets		24,369,521	23,159,370	11,569,188
Non-current assets				
Investments in subsidiaries	6	-	4,844,669	4,129,629
Investment in associate	7	490	490	-
Investment property		72,304	72,304	72,304
Property, plant and equipment	8	11,919,104	11,701,475	2,074,059
Intangible assets		336,043	328,983	40,811
Other non-current financial assets		150	150	97
Deferred tax assets		22,342	18,653	14,131
Other non-current assets		22,263	25,022	10
Total non-current assets		12,372,696	12,146,587	7,046,571
Total assets		36,742,217	35,305,957	18,615,759

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 2024

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		As at	As at	As at	As at
		31 March 2024	31 December 2023	31 March 2024	31 December 2023
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	9	1,127,373	1,076,408	-	-
Trade and other payables	2, 10	3,749,241	3,390,546	1,323,091	1,168,669
Current portion of long-term loans from financial institution	11	30,208	24,036	-	-
Current portion of lease liabilities		2,778	4,990	-	-
Short-term provisions		364,651	342,233	-	-
Income tax payable		69,741	50,816	32,198	16,591
Other current liabilities		144,853	145,025	36,068	32,489
Total current liabilities		5,488,845	5,034,054	1,391,357	1,217,749
Non-current liabilities					
Long-term loans from financial institution - net of current portion	11	240,150	203,340	-	-
Lease liabilities - net of current portion		730	733	-	-
Deferred income		126,561	124,587	-	-
Deferred tax liabilities		29,879	30,570	-	-
Provision for long-term employee benefits		759,757	765,952	374,278	368,266
Total non-current liabilities		1,157,077	1,125,182	374,278	368,266
Total liabilities		6,645,922	6,159,236	1,765,635	1,586,015

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 2024

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
	885,366,746 ordinary shares of Baht 1 each	885,367	885,367	885,367
Issued and fully paid-up				
	885,366,660 ordinary shares of Baht 1 each	885,367	885,367	885,367
	Share premium	6,230,536	6,230,536	6,230,536
	Capital reserve for share-based payment	49,730	40,450	-
Retained earnings				
	Appropriated - statutory reserve	541,627	541,627	100,000
	Unappropriated	21,443,240	21,130,039	9,030,106
	Other components of shareholders' equity	945,795	318,702	-
	Total shareholders' equity	30,096,295	29,146,721	16,850,124
	Total liabilities and shareholders' equity	36,742,217	35,305,957	17,832,024

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

Directors

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Income statements

For the three-month period ended 31 March 2024

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

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues					
Sales		6,370,509	6,465,978	3,202,815	3,075,310
Gain on exchange		-	-	113,356	11,109
Other income		95,465	119,841	13,772	8,528
Total revenues		6,465,974	6,585,819	3,329,943	3,094,947
Expenses					
Cost of sales		5,683,442	5,912,887	2,643,162	2,603,221
Selling and distribution expenses		55,111	51,162	18,143	15,634
Administrative expenses		360,095	330,550	65,509	61,012
Loss on exchange		39,062	12,196	-	-
Loss on derivatives		-	16,157	-	-
Total expenses		6,137,710	6,322,952	2,726,814	2,679,867
Operating profit		328,264	262,867	603,129	415,080
Finance income		35,441	17,094	15,558	2
Finance cost		(23,856)	(1,770)	(625)	(912)
Profit before income tax expenses		339,849	278,191	618,062	414,170
Income tax expenses	12	(26,648)	(11,701)	(13,947)	(1,136)
Profit for the period		313,201	266,490	604,115	413,034
Profit attributable to:					
Equity holders of the Company		313,201	266,490	604,115	413,034
Earnings per share					
13					
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)		0.35	0.33	0.68	0.51
Number of weighted average ordinary shares					
(Thousand shares)		885,367	804,879	885,367	804,879

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 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
Note	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Profit for the period	<u>313,201</u>	<u>266,490</u>	<u>604,115</u>	<u>413,034</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	(12,633)	(10,813)	-	-
Exchange differences on translation of financial statements in foreign currency - net of income tax	12 <u>639,726</u>	<u>(131,934)</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax	<u>627,093</u>	<u>(142,747)</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>627,093</u>	<u>(142,747)</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>940,294</u>	<u>123,743</u>	<u>604,115</u>	<u>413,034</u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>940,294</u>	<u>123,743</u>	<u>604,115</u>	<u>413,034</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 changes in shareholders' equity

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

	Consolidated financial statements								
						Other components of shareholders' equity			
						Other comprehensive income			Total
						Exchange differences	Total other		
Issued and paid up share capital	Share premium	Capital reserve for share-based payment	Retained earnings Appropriated - statutory reserve	Unappropriated	Fair value reserve of financial assets at FVOCI	on translation of financial statements in foreign currency	components of shareholders' equity	shareholders' equity	shareholders' equity
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	<u>804,879</u>	<u>1,723,219</u>	<u>-</u>	<u>536,313</u>	<u>20,500,586</u>	<u>(20,107)</u>	<u>440,995</u>	<u>420,888</u>	<u>23,985,885</u>
Balance as at 1 January 2024	885,367	6,230,536	40,450	541,627	21,130,039	4,964	313,738	318,702	29,146,721
Profit for the period	-	-	-	-	313,201	-	-	-	313,201
Other comprehensive income for the period	-	-	-	-	-	(12,633)	639,726	627,093	627,093
Total comprehensive income for the period	-	-	-	-	313,201	(12,633)	639,726	627,093	940,294
Recognition of expenses against capital reserve for share-based payment transactions	-	-	9,280	-	-	-	-	-	9,280
Balance as at 31 March 2024	<u>885,367</u>	<u>6,230,536</u>	<u>49,730</u>	<u>541,627</u>	<u>21,443,240</u>	<u>(7,669)</u>	<u>953,464</u>	<u>945,795</u>	<u>30,096,295</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 changes in shareholders' equity (continued)

For the three-month period ended 31 March 2024

(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 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	<u>804,879</u>	<u>1,723,219</u>	<u>100,000</u>	<u>8,160,393</u>	<u>10,788,491</u>
Balance as at 1 January 2024	885,367	6,230,536	100,000	9,030,106	16,246,009
Profit for the period	-	-	-	604,115	604,115
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	604,115	604,115
Balance as at 31 March 2024	<u>885,367</u>	<u>6,230,536</u>	<u>100,000</u>	<u>9,634,221</u>	<u>16,850,124</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 cash flows

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from operating activities				
Profit before tax	339,849	278,191	618,062	414,170
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation	422,873	404,596	90,367	89,067
Amortisation	16,138	16,387	2,166	2,146
Allowance for expected credit losses	826	4,312	-	-
Reduction of inventories to net realisable value (reversal)	48,728	24,990	(18,275)	7,418
Loss (gain) on disposals/write-off of equipment and intangible assets	(400)	(3,590)	-	28
Expenses for share-based payment transactions	9,280	-	-	-
Provision for long-term employee benefits	16,057	14,858	8,202	7,258
Gain on sales of debt instruments at fair value through other comprehensive income	(444)	(27,897)	-	-
Unrealised gain on exchange	(94,977)	(65,131)	(86,866)	(53,755)
Unrealised loss on derivatives	-	16,157	-	-
Finance income	(35,441)	(17,094)	(15,558)	(2)
Finance cost	21,708	9	-	394
Profit from operating activities before changes in operating assets and liabilities	744,197	645,788	598,098	466,724

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of cash flows (continued)

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from operating activities (continued)				
Operating assets (increase) decrease				
Trade and other receivables	312,057	(2,801)	316,963	(251,919)
Inventories	(337,805)	200,920	(44,628)	212,647
Other current assets	(70,105)	(58,174)	2,124	5,616
Operating liabilities increase (decrease)				
Trade and other payables	323,165	(608,075)	121,558	(288,461)
Other current liabilities	(172)	(5,704)	3,579	2,222
Deferred income	1,974	(1,567)	-	-
Cash from operating activities	973,311	170,387	997,694	146,829
Cash paid for long-term employee benefits	(22,252)	(5,163)	(2,190)	(5,164)
Cash paid for income tax	(13,650)	(48,064)	(80)	(4)
Net cash from operating activities	937,409	117,160	995,424	141,661
Cash flows from investing activities				
Increase in other current financial assets	(5,126,027)	(524,585)	(4,350,000)	-
Cash paid for investment in subsidiary	-	-	(715,040)	-
Cash paid for investment in associate	(490)	-	(490)	-
Decrease in non-other current financial assets	-	2	-	-
Interest received	24,775	22,181	7,939	4
Proceeds from sales of other current financial assets	24,970	544,153	-	-
Acquisitions of property, plant and equipment and intangible assets				
Acquisition of asset under lease agreement	(684,185)	(331,612)	(52,758)	(103,486)
Proceeds from disposals of equipment	932	22,765	-	-
Decrease in other non-current assets	2,759	24,055	508	-
Net cash used in investing activities	(5,757,266)	(506,561)	(5,109,841)	(103,482)

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of cash flows (continued)

For the three-month period ended 31 March 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from financing activities				
Increase in short-term loans from financial institutions	36,465	-	-	-
Repayment of short-term loans from financial institutions	(54,698)	-	-	-
Cash receipt from long-term loans	42,291	-	-	-
Repayment of long-term loans	(10,069)	-	-	-
Payment of principal portion of lease liabilities	(2,436)	(1,959)	-	-
Interest paid	(41,973)	(9)	-	-
Net cash used in financing activities	(30,420)	(1,968)	-	-
Increase (decrease) in cash and cash equivalents	(4,850,277)	(391,369)	(4,114,417)	38,179
Translation adjustment	721,452	(136,563)	-	-
Net increase (decrease) in cash and cash equivalents	(4,128,825)	(527,932)	(4,114,417)	38,179
Cash and cash equivalents at beginning of the period	6,954,416	2,374,708	4,986,595	239,248
Cash and cash equivalents at end of the period	2,825,591	1,846,776	872,178	277,427

Supplemental cash flow information

Non-cash related transactions from investing activities

Decrease in accounts payable for purchases

of plant and equipment

(19,953) (36,505) (20,625) (26,162)

Revaluation loss on changes in fair value of

debt instruments at FVOCI

(12,633) (10,813) - -

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 2024

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 2023, with no change in the shareholding structure of the subsidiaries during the current period.

1.4 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 2023.

The revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2024, 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 arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Significant business transactions with related parties are summarised below.

	(Unit: Million Baht)	
	<u>Separate financial statements</u>	
	For the three-month periods	
	ended 31 March	
	<u>2024</u>	<u>2023</u>
Transactions with subsidiaries		
(eliminated from the consolidated financial statements)		
Sales of goods	27	43
Purchases of raw materials	39	72
Purchases of assets	1	3
Marketing service fee expenses	3	2

As at 31 March 2024 and 31 December 2023, 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
	2024	2023	2024	2023
		(Audited)		(Audited)
Trade and other receivables (Note 3)				
<u>Trade receivables - related parties</u>				
Subsidiaries	-	-	42,005	72,721
Total trade receivables - related parties	-	-	42,005	72,721
<u>Other receivables - related parties</u>				
Subsidiaries	-	-	6,469	5,908
Total other receivables - related parties	-	-	6,469	5,908
Total trade and other receivables	-	-	48,474	78,629

(Unaudited but reviewed)

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	(Audited)		(Audited)	
Trade and other payables (Note 10)				
<u>Trade payables - related parties</u>				
Subsidiaries	-	-	22,755	47,003
Total trade payables - related parties	-	-	22,755	47,003
<u>Other payables - related party</u>				
Subsidiary	-	-	400	375
Total other payables - related party	-	-	400	375
Total trade and other payables	-	-	23,155	47,378

Directors' and management's benefits

During the three-month periods ended 31 March 2024 and 2023, the Group had employee benefit expenses payable to its directors and management as below.

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Short-term employee benefits	36.4	40.1	5.9	3.8
Post-employment benefits	0.8	0.9	0.4	0.3
Total	37.2	41.0	6.3	4.1

Guarantee obligations with related parties

The Company has outstanding guarantee obligations with its related party, as described in Note 15.5 to the financial statements.

3. Trade and other receivables

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
		(Audited)		(Audited)
<u>Age of receivable</u>				
Trade receivables - subsidiaries				
Not yet due	-	-	28,992	34,627
Past due				
Up to 3 months	-	-	10,482	37,758
3 - 6 months	-	-	2,278	58
6 - 12 months	-	-	253	278
Total trade receivables - subsidiaries (Note 2)	-	-	42,005	72,721
Trade receivables - unrelated parties				
Not yet due	4,026,458	3,523,315	1,817,083	1,651,895
Past due				
Up to 3 months	799,897	1,322,803	393,578	718,582
3 - 6 months	82,228	45,888	48,331	35,107
6 - 12 months	32,988	20,445	18,868	13,560
Over 12 months	11,441	8,950	2,777	2,605
Total trade receivables - unrelated parties	4,953,012	4,921,401	2,280,637	2,421,749
Less: Allowance for expected credit losses	(16,790)	(15,964)	(2,492)	(2,492)
Total trade receivables - unrelated parties - net	4,936,222	4,905,437	2,278,145	2,419,257
Total trade receivables - net	4,936,222	4,905,437	2,320,150	2,491,978
Other receivables				
Receivables from the Revenue				
Department	33,518	62,012	2,120	7,237
Other receivables - subsidiaries (Note 2)	-	-	6,469	5,908
Other receivables - unrelated parties	95,699	210,692	42,951	35,556
Total other receivables	129,217	272,704	51,540	48,701
Trade and other receivables - net	5,065,439	5,178,141	2,371,690	2,540,679

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 2024 are summarised below.

	(Unit: Thousand Baht)	
Inventory provision	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2023	630,116	238,120
Reduction of inventory value during the period	120,601	81,083
Reversal of reduction of inventory value during the period	(77,967)	(99,358)
Write-off obsolete and damaged inventories during the period	(27,023)	(27,023)
Translation adjustment	6,094	-
Balance as at 31 March 2024	<u>651,821</u>	<u>192,822</u>

5. Other current financial assets

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2024	2023	2024	2023
		(Audited)		(Audited)
<u>Debt instruments at amortised cost</u>				
Fixed deposits	5,723,165	703,078	4,350,000	-
Total debt instruments at amortised cost	<u>5,723,165</u>	<u>703,078</u>	<u>4,350,000</u>	<u>-</u>
<u>Debt instruments at FVOCI</u>				
Overseas marketable corporate bonds	1,303,800	1,235,019	-	-
Total debt instruments at FVOCI	<u>1,303,800</u>	<u>1,235,019</u>	<u>-</u>	<u>-</u>
Total other current financial assets	<u>7,026,965</u>	<u>1,938,097</u>	<u>4,350,000</u>	<u>-</u>

6. Investments in subsidiaries

(Unit: Thousand Baht)

Company's name	Paid up capital		Shareholding percentage		Cost	
	31	31	31	31	31	31
	March	December	March	December	March	December
	2024	2023	2024	2023	2024	2023
		(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	1,417,167	702,127	100	100	1,417,167	702,127
Hana Microelectronics International Company Limited	-	-	100	100	-	-
Hana Microelectronics Investment Company Limited	-	-	100	100	-	-
Total investments in subsidiary companies					<u>4,844,669</u>	<u>4,129,629</u>

In March 2024, the Company additionally invested in 20,000 ordinary shares of Hana Microelectronics (Cambodia) Company Limited, in amount of USD 20 million or equivalent to Baht 715.04 million.

As at 31 March 2024, the Company invested in 40,000 ordinary shares of Hana Microelectronics (Cambodia) Company Limited, amounting to USD 40 million or equivalent to Baht 1,417.17 million (31 December 2023: 20,000 ordinary shares, amounting to USD 20 million or equivalent to Baht 702.13 million), representing 100% of the issued and paid-up share capital of the subsidiary.

7. Investment in associate

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Shareholding percentage		Consolidated financial statements		Separate financial statements	
			31 March	31 December	Carrying amount based on		Cost method	
			2024	2023	equity method		31 March	31 December
			(Percent)	(Percent)	2024	2023	2024	2023
FT1 Corporation Limited	The manufacture and trading of electronic components	Thailand	49	-	490	-	490	-
Total					<u>490</u>	<u>-</u>	<u>490</u>	<u>-</u>

During the current period, the Company entered into an agreement with Newversal Company Limited for an investment in a newly incorporated company, FT1 Corporation Limited, to seek business opportunity in smart electronics industry. The Company has invested in 4,900 ordinary shares, in an amount of Baht 0.49 million, representing 49% of the issued and paid-up share capital of that company.

8. Property, plant and equipment

Movements in the property, plant and equipment account during the three-month period ended 31 March 2024 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 31 December 2023	11,701,475	2,134,006
Acquisitions during the period - at cost	399,789	32,133
Disposals during the period - net book value at disposal date	(532)	-
Transfer out	(2,258)	(1,713)
Depreciation for the period	(422,873)	(90,367)
Translation adjustment	243,503	-
Net book value as at 31 March 2024	<u>11,919,104</u>	<u>2,074,059</u>

The overseas subsidiary has mortgaged the land use right and buildings with net book value of approximately CNY 34 million or equivalent to Baht 171.2 million as collateral against long-term loans from financial institutions as described in Note 11 to the financial statements.

9. Short-term loans from financial institution

Movements in short-term loans from financial institution during the three-month period ended 31 March 2024 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2023	1,076,408	-
Add: Increase during the period	36,465	-
Less: Repayment during the period	(54,698)	-
Translation adjustment	69,198	-
Balance as at 31 March 2024	<u>1,127,373</u>	<u>-</u>

As at 31 March 2024, the overseas subsidiaries had short-term loans from a commercial bank of USD 31.0 million or equivalent to Baht 1,127.4 million (31 December 2023: USD 31.5 million or equivalent to Baht 1,076.4 million), which carry interest between 6.16 and 6.34 percent per annum (31 December 2023: between 6.37 and 7.48 percent per annum) and are due for repayment during May to September 2024.

(Unaudited but reviewed)

10. Trade and other payables

	Consolidated		(Unit: Thousand Baht) Separate	
	financial statements		financial statements	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
		(Audited)		(Audited)
Trade payables - subsidiaries (Note 2)	-	-	22,755	47,003
Trade payables - unrelated parties	2,332,203	2,154,622	1,036,667	878,633
Other payables - subsidiaries (Note 2)	-	-	400	375
Advance received from customers	784,160	722,366	140,818	134,085
Other payables for purchases of assets	136,235	156,188	53,241	73,866
Accrued expenses	496,643	357,370	69,210	34,707
Total trade and other payables	<u>3,749,241</u>	<u>3,390,546</u>	<u>1,323,091</u>	<u>1,168,669</u>

11. Long-term loans from financial institution

Movements in long-term loans from financial institution during the three-month period ended 31 March 2024 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2023	227,376	-
Add: Increase during the period	42,291	-
Less: Repayment during the period	(10,069)	-
Translation adjustment	10,760	-
Balance as at 31 March 2024	270,358	-
Less: Portion due within one year	(30,208)	-
Long-term loans from financial institution - net of current portion	<u>240,150</u>	<u>-</u>

As at 31 March 2024, the overseas subsidiary had long-term loans from financial institution of CNY 53.7 million or equivalent to Baht 270.4 million (31 December 2023: CNY 47.3 million or equivalent to Baht 227.4 million), which carry a floating interest rate benchmarked to one-year lending rate of People's Bank of China (PBOC) throughout the period of the agreement and are repayable within 2027.

The long-term credit facilities of the overseas subsidiary which have not yet been drawn amounted to CNY 73.9 million or equivalent to Baht 372.1 million.

The above loans are secured by the land use right and buildings of the subsidiary.

12. 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 2024 and 2023 are made up as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current income tax:				
Interim corporate income tax charge	32,574	14,335	15,687	3,680
Deferred tax:				
Relating to origination and reversal of temporary differences	(5,926)	(2,634)	(1,740)	(2,544)
Income tax expenses reported in the income statement	<u>26,648</u>	<u>11,701</u>	<u>13,947</u>	<u>1,136</u>

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2024 and 2023 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Deferred tax relating to exchange differences on translation of financial statements in foreign currency	(1,546)	(244)	-	-

13. 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.

14. 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 2024 and 2023.

(Unit: Million Baht)

Consolidated financial statements for the three-month periods ended 31 March												
	Printed Circuit		Integrated Circuit				Total reportable		Eliminations		Total	
	Board Assembly (PCBA)		(IC)		Others		segments					
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues from external customers	4,121	3,910	1,749	2,065	501	491	6,371	6,466	-	-	6,371	6,466
Intersegment revenues	895	823	91	223	147	353	1,133	1,399	(1,133)	(1,399)	-	-
Total revenues	<u>5,016</u>	<u>4,733</u>	<u>1,840</u>	<u>2,288</u>	<u>648</u>	<u>844</u>	<u>7,504</u>	<u>7,865</u>	<u>(1,133)</u>	<u>(1,399)</u>	<u>6,371</u>	<u>6,466</u>
Segment profit (loss)	729	636	54	(55)	(112)	(31)	671	550	16	3	687	553
Other income											96	120
Selling and distribution expenses											(55)	(51)
Administrative expenses											(360)	(331)
Loss on exchange											(39)	(12)
Loss on derivatives											-	(16)
Finance income											35	17
Finance cost											(24)	(2)
Income tax expenses											(27)	(12)
Profit for the period											<u>313</u>	<u>266</u>

15. Commitments and contingent liabilities

15.1 Capital commitments

As at 31 March 2024, the Group had capital commitments relating to the acquisitions of machinery totaling Baht 149 million (31 December 2023: Baht 37 million) and the Company only of approximately Baht 64 million (31 December 2023: Baht 17 million).

15.2 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	31 December	31 March	31 December
	2024	2023	2024	2023
Payable:				
In up to 1 year	115.0	103.5	31.2	23.2
In over 1 year and up to 5 years	14.6	22.1	2.7	1.1

15.3 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.

15.4 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.

15.5 Guarantees

- a) As at 31 March 2024, the Company and a subsidiary have jointly guaranteed bank credit facilities of a subsidiary amounting to USD 65 million or equivalent to Baht 2,370.23 million (31 December 2023: USD 65 million or equivalent to Baht 2,235.19 million), the Company only amounting to USD 35 million or equivalent to Baht 1,276.28 million (31 December 2023: USD 35 million or equivalent to Baht 1,197.82 million).
- b) As at 31 March 2024, there were outstanding bank guarantees of approximately Baht 29 million (31 December 2023: Baht 29 million) issued by the banks on behalf of the Group in respect of certain performance bonds as required in the normal course of business of the Group to guarantee electricity uses, among others, and the Company of approximately Baht 28 million (31 December 2023: Baht 28 million).

16. Financial instruments

16.1 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.

16.2 Fair value hierarchy

As of 31 March 2024, the Group had the assets that were measured at fair value using levels of inputs as follows:

(Unit: Thousand Baht)

	Consolidated			Separate		
	financial statements			financial statements		
	Level 1	Level 2	Total	Level 1	Level 2	Total
Assets measured at fair value						
Financial assets at FVOCI						
Marketable corporate bonds	1,245,665	58,135	1,303,800	-	-	-
Local marketable equity securities	97	-	97	97	-	97

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

17. Event after the reporting period

On 30 April 2024, the Annual General Meeting of the Company's shareholders No. 31/2024 passed the resolution approving the final dividend payment for the year 2023 to the Company's shareholders at Baht 0.5 per share. Thus, including the interim dividend of Baht 0.5 per share, the total dividend payment for the year 2023 will be Baht 1.0 per share. The final dividend will be paid to the shareholders on 17 May 2024.

18. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 14 May 2024.