

[Translation]

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders and Board of Directors of CPL Group Public Company Limited

I have reviewed the accompanying consolidated and separate statement of financial position as at 30 June 2021, the related consolidated and separate statement of comprehensive income for the three months period and for six months period ended 30 June 2021, the consolidated and separate statements of changes in shareholders' equity and the consolidated and separate statements of cash flows for the six months period then ended, as well as the condensed note to the interim financial statement of CPL Group Public Company Limited and its subsidiaries and the separate CPL Group Public Company Limited. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 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 Engagement 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 No. 34 "Interim Financial Reporting".

(Wanraya Puttasatian)

Certified Public Accountant, Registration No. 4387

CWWP Company Limited

Bangkok,

11 August 2021

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
For the six months period ended 30 June 2021

Unaudited
Limited Reviewed Only
Unit : Baht

	Notes	Consolidated Financial Statements	Separate Financial Statements	
		30 June 2021	30 June 2021	30 June 2020
Revenue from Sales and Rendering of Services		929,961,873.14	929,961,873.14	872,587,470.80
Costs of Sales and Rendering of Services		(711,893,408.05)	(711,893,408.05)	(677,356,660.45)
Gross Profit		218,068,465.09	218,068,465.09	195,230,810.35
Gain (Loss) on Exchange Rate		2,951,064.94	2,951,064.94	(4,620,606.23)
Other Income		9,739,977.78	9,739,964.08	20,221,206.92
Distribution Costs		(72,742,575.05)	(72,742,575.05)	(76,535,846.42)
Administrative Expenses		(75,823,096.47)	(75,805,861.47)	(75,310,459.15)
Gain (Loss) from Derivatives		(9,633,589.75)	(9,633,589.75)	(363,009.07)
Finance Costs		(16,356,028.16)	(16,356,028.16)	(21,063,760.48)
Share of Profit (Loss) of Associates	8	339,285.52	339,285.52	(1,216,000.00)
Profit before Income Tax		56,543,503.90	56,560,725.20	36,342,335.92
Tax (Expense) Revenue	18	7,667,496.74	7,667,496.74	(8,314,889.72)
Profit for the period		64,211,000.64	64,228,221.94	28,027,446.20
Other Comprehensive Income				
Items that will not be reclassified subsequently to Profit or Loss				
Gain (Loss) on Remeasurement of Defined Benefit Plans - Net of Tax		-	-	(8,009.60)
Total Items that will not be reclassified subsequently to Profit or Loss		-	-	(8,009.60)
Total Other Comprehensive Income for the period		-	-	(8,009.60)
Comprehensive Income for the period		64,211,000.64	64,228,221.94	28,019,436.60
Basic Earnings per Share		0.15	0.15	0.06

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

Unit : Baht

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		30 June 2021		30 June 2021	31 December 2020
		Unaudited Limited Reviewed Only		Unaudited Limited Reviewed Only	Audited
Assets					
Current Assets					
Cash and Cash Equivalents		171,351,704.25	168,851,690.69	69,396,616.01	
Trade and Other Current Receivables	5	366,639,774.49	366,647,009.49	234,263,620.94	
Inventories	6	1,101,358,922.17	1,101,358,922.17	986,152,927.14	
Current Tax Assets		320,551.63	320,551.49	685,118.79	
Other Current Assets		113,356.76	113,356.76	126,485.44	
Total Current Assets		1,639,784,309.30	1,637,291,530.60	1,290,624,768.32	
Non-Current Assets					
Investments in Subsidiaries	7	-	2,499,925.00	-	
Investments in Associates	8	739,275.52	739,275.52	99,997.50	
Long-Term Loans to Employees		345,003.74	345,003.74	147,470.42	
Investment Property		124,988,568.42	124,988,568.42	124,988,568.42	
Property, Plant and Equipment	9	542,999,582.49	542,999,582.49	549,500,886.17	
Right-of-Use Assets	10.1	59,760,904.82	59,760,904.82	76,285,503.04	
Other Intangible Assets		3,973,524.35	3,973,524.35	3,965,783.54	
Deferred Tax Assets	11	66,954,134.49	66,954,134.49	60,372,722.76	
Other Non-Current Assets		13,738,784.00	13,738,784.00	26,424,821.37	
Total Non-Current Assets		813,499,777.83	815,999,702.83	841,785,753.22	
Total Assets		2,453,284,087.13	2,453,291,233.43	2,132,410,521.54	

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

Unit : Baht

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		30 June 2021		30 June 2021	31 December 2020
		Unaudited	Unaudited	Unaudited	Audited
		Limited Reviewed Only	Limited Reviewed Only		
Liabilities and Shareholders' Equity					
Current Liabilities					
Overdrafts and Short-Term Borrowings from Financial Institutions	13	793,751,054.44	793,751,054.44		662,487,909.76
Trade and Other Current Payables	14	413,863,133.80	413,853,058.80		248,989,867.02
Current Portion of Long-Term Liabilities					
Long-Term Borrowings	15	61,368,000.00	61,368,000.00		58,483,000.00
Lease Liabilities	10.2	18,147,722.82	18,147,722.82		19,414,295.16
Derivatives Liabilities	16	9,633,589.75	9,633,589.75		1,614,915.48
Total Current Liabilities		1,296,763,500.81	1,296,753,425.81		990,989,987.42
Non-Current Liabilities					
Long-Term Borrowings	15	75,234,000.00	75,234,000.00		105,918,000.00
Lease Liabilities	10.2	29,606,513.31	29,606,513.31		39,557,326.52
Deferred Tax Liabilities	11	1,946,261.29	1,946,261.29		3,032,346.30
Non-Current Provisions for Employee Benefits		58,161,221.23	58,161,221.23		56,863,655.77
Other Non-Current Liabilities		314,650.00	314,650.00		221,500.00
Total Non-Current Liabilities		165,262,645.83	165,262,645.83		205,592,828.59
Total Liabilities		1,462,026,146.64	1,462,016,071.64		1,196,582,816.01

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

Unit : Baht

	Consolidated Financial Statements		Separate Financial Statements	
	Notes	30 June 2021	30 June 2021	31 December 2020
		Unaudited Limited Reviewed Only	Unaudited Limited Reviewed Only	Audited
Shareholders' Equity				
Share Capital				
Authorized Share Capital				
439,844,340 Ordinary Shares, at Baht 1.00 per Share		439,844,340.00	439,844,340.00	439,844,340.00
Issued and Paid-Up Share Capital				
439,844,284 Ordinary Shares, at Baht 1.00 per Share		439,844,284.00	439,844,284.00	439,844,284.00
Share Premium on Ordinary Shares		574,095,791.76	574,095,791.76	574,095,791.76
Discount on Business Combination under Common Control		(242,518,625.38)	(242,518,625.38)	(242,518,625.38)
Retained Earnings				
Appropriated				
Legal Reserve		30,483,074.26	30,483,074.26	29,539,593.15
Unappropriated		189,443,435.45	189,460,656.75	134,956,681.60
Other Components of Shareholders' Equity		(90,019.60)	(90,019.60)	(90,019.60)
Total Shareholders' Equity		991,257,940.49	991,275,161.79	935,827,705.53
Total Liabilities and Shareholders' Equity		2,453,284,087.13	2,453,291,233.43	2,132,410,521.54

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
For the three months period ended 30 June 2021

Unaudited
Limited Reviewed Only
Unit : Baht

	Notes	Consolidated Financial Statements		Separate Financial Statements	
		30 June 2021	30 June 2021	30 June 2021	30 June 2020
Revenue from Sales and Rendering of Services		491,187,809.83	491,187,809.83	328,486,084.58	
Costs of Sales and Rendering of Services		(379,113,449.64)	(379,113,449.64)	(257,698,448.51)	
Gross Profit		112,074,360.19	112,074,360.19	70,787,636.07	
Gain (Loss) on Exchange Rate		986,009.65	986,009.65	2,113,290.15	
Other Income		3,786,568.90	3,786,555.20	14,572,588.13	
Distribution Costs		(35,875,095.06)	(35,875,095.06)	(33,052,741.50)	
Administrative Expenses		(42,083,161.82)	(42,065,926.82)	(34,233,429.84)	
Gain (Loss) from Derivatives		(9,496,840.13)	(9,496,840.13)	19,686,025.85	
Finance Costs		(7,564,900.05)	(7,564,900.05)	(9,554,117.35)	
Share of Profit (Loss) of Associates		(29,510.18)	(29,510.18)	(1,216,000.00)	
Profit before Income Tax		21,797,431.50	21,814,652.80	29,103,251.51	
Tax (Expense) Revenue	18	2,559,759.01	2,559,759.01	(6,175,646.75)	
Profit for the period		24,357,190.51	24,374,411.81	22,927,604.76	
Other Comprehensive Income					
Items that will not be reclassified subsequently to Profit or Loss					
Gain (Loss) on Remeasurement of Defined Benefit Plans - Net of Tax		-	-	-	
Total Items that will not be reclassified subsequently to Profit or Loss		-	-	-	
Total Other Comprehensive Income for the period		-	-	-	
Comprehensive Income for the period		24,357,190.51	24,374,411.81	22,927,604.76	
Basic Earnings per Share		0.06	0.06	0.05	

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the six months period ended 30 June 2021

Unaudited
Limited Reviewed Only
Unit : Baht

	Notes	Consolidated Financial Statements						Total Shareholders' Equity
		Issued and Paid Share Capital	Share Premium on Ordinary Shares	Discount on Business Combination under the Common Control	Retained Earnings		Other Components of Shareholders' Equity	
					Appropriated Legal Reserve	Unappropriated	Other Comprehensive Income (Expense) Share of Other Comprehensive Income of Associates	
Beginning Balance as at 1 January 2021		439,844,284.00	574,095,791.76	(242,518,625.38)	29,539,593.15	134,956,681.60	(90,019.60)	935,827,705.53
Changes in Shareholder's Equity								
Dividend	17	-	-	-	-	(8,780,765.68)	-	(8,780,765.68)
Profit (Loss) for the period		-	-	-	-	64,211,000.64	-	64,211,000.64
Transfer Retained Earnings Unappropriated to Appropriated Legal Reserve	17	-	-	-	943,481.11	(943,481.11)	-	-
Total Changes in Shareholder's Equity		-	-	-	943,481.11	54,486,753.85	-	55,430,234.96
Ending Balance as at 30 June 2021		439,844,284.00	574,095,791.76	(242,518,625.38)	30,483,074.26	189,443,435.45	(90,019.60)	991,257,940.49

Notes to the condensed financial statements are an integral part of this interim financial report.

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the six months period ended 30 June 2021

Unaudited
Limited Reviewed Only
Unit : Baht

	Notes	Separate Financial Statements						Total Shareholders' Equity
		Issued and Paid-Up Share Capital	Share Premium on Ordinary Shares	Discount on Business Combination under the Common Control	Retained Earnings		Other Components of Shareholders' Equity	
					Appropriated Legal Reserve	Unappropriated	Other Comprehensive Income (Expense) Share of Other Comprehensive Income of Associates	
Beginning Balance as at 1 January 2021		439,844,284.00	574,095,791.76	(242,518,625.38)	29,539,593.15	134,956,681.60	(90,019.60)	935,827,705.53
Changes in Shareholder's Equity								
Dividend	17	-	-	-	-	(8,780,765.68)	-	(8,780,765.68)
Profit for the period		-	-	-	-	64,228,221.94	-	64,228,221.94
Transfer Retained Earnings Unappropriated to Appropriated Legal Reserve	17	-	-	-	943,481.11	(943,481.11)	-	-
Total Changes in Shareholder's Equity		-	-	-	943,481.11	54,503,975.15	-	55,447,456.26
Ending Balance as at 30 June 2021		439,844,284.00	574,095,791.76	(242,518,625.38)	30,483,074.26	189,460,656.75	(90,019.60)	991,275,161.79
Beginning Balance as at 1 January 2020		439,844,284.00	574,095,791.76	(242,518,625.38)	29,539,593.15	113,868,652.87	(90,019.60)	914,739,676.80
Changes in Shareholder's Equity								
Profit for the period		-	-	-	-	28,027,446.20	-	28,027,446.20
Other Comprehensive Income for the period		-	-	-	-	(8,009.60)	-	(8,009.60)
Total Comprehensive Income for the period		-	-	-	-	28,019,436.60	-	28,019,436.60
Total Changes in Shareholder's Equity		-	-	-	-	28,019,436.60	-	28,019,436.60
Ending Balance as at 30 June 2020		439,844,284.00	574,095,791.76	(242,518,625.38)	29,539,593.15	141,888,089.47	(90,019.60)	942,759,113.40

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS

For the six months period ended 30 June 2021

Unaudited
Limited Reviewed Only

Unit : Baht

	Consolidated Financial Statements		Separate Financial Statements	
	Notes	30 June 2021	30 June 2021	30 June 2020
Cash Flows from Operating Activities				
Profit for the period		64,211,000.64	64,228,221.94	28,027,446.20
Adjustment to Reconcile Profit to be Net Cash Received (Paid)				
Adjusted Tax Expense		(7,667,496.74)	(7,667,496.74)	8,314,889.72
Adjusted Interest Income		(44,101.69)	(44,087.99)	(47,401.07)
Adjusted Finance Costs		15,200,760.39	15,200,760.39	20,092,090.40
Adjusted Trade and Other Current Receivables (Increase) Decrease		(134,238,096.58)	(134,245,331.58)	30,494,182.00
Adjusted Inventories (Increase) Decrease		(117,315,147.42)	(117,315,147.42)	(20,340,705.25)
Adjusted Other Current Assets (Increase) Decrease		13,128.68	13,128.68	303.39
Adjusted Long-Term Loans to Employees (Increase) Decrease		(197,533.32)	(197,533.32)	109,294.90
Adjusted Other Non-Current Assets (Increase) Decrease		464,342.70	464,342.70	669,883.26
Adjusted Trade and Other Current Payables Increase (Decrease)		164,884,893.81	164,874,818.81	(35,302,156.74)
Adjusted Derivatives Liabilities Increase (Decrease)		(1,614,915.48)	(1,614,915.48)	-
Adjusted Non-Current Liabilities Increase (Decrease)		93,150.00	93,150.00	-
Depreciation		40,014,121.71	40,014,121.71	41,662,343.34
Amortization of Leasehold Rights		-	-	49,605.13
Amortization of Other Intangible Assets		888,459.19	888,459.19	1,182,649.17
Adjusted Loss from Impairment of Trade Receivables (Reversal)		6,836,967.43	6,836,967.43	(5,983,782.13)
Adjusted Loss on Devaluation of Inventories (Reversal)		2,109,152.39	2,109,152.39	(24,224,774.74)
Adjusted Non-Current Provisions for Employee Benefits		2,246,765.46	2,246,765.46	4,764,210.02
Adjusted Unrealized (Gain) Loss on Exchange Rate		2,539,586.06	2,539,586.06	(3,177,014.24)
Adjusted (Gain) Loss from Adjustment of Fair Value of Derivative		9,633,589.75	9,633,589.75	363,009.07
Adjusted (Gain) Loss on Sale of Investment Property		-	-	(2,036,356.04)
Adjusted (Gain) Loss on Sale of Property, Plant and Equipment		(1,321,391.91)	(1,321,391.91)	(243,153.76)
Adjusted Loss on Write-off of Property, Plant and Equipment		55,500.64	55,500.64	158,956.24
Adjusted Loss on Write-off of Non-operating Assets		4,711.06	4,711.06	-
Adjusted (Gain) Loss on Write-off of Other Intangible Assets		-	-	(90,293.74)
Adjusted Share of (Profit) Loss of Associates		(339,285.52)	(339,285.52)	1,216,000.00
Cash Generated from (Used in) Operations		46,458,161.25	46,458,086.25	45,659,225.13
Cash Receipts from Interest Income		44,101.69	44,087.99	-
Cash Payments Income Tax		(320,551.63)	(320,551.49)	(326,703.79)
Cash Payments for Employee Benefits		(949,200.00)	(949,200.00)	(1,834,550.00)
Net Cash Generated from (Used in) Operating Activities		45,232,511.31	45,232,422.75	43,497,971.34

Notes to the condensed financial statements are an integral part of this interim financial report.

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS

For the six months period ended 30 June 2021

Unaudited

Limited Reviewed Only

Unit : Baht

	Consolidated Financial Statements		Separate Financial Statements	
	Notes	30 June 2021	30 June 2021	30 June 2020
Cash Flows from Investing Activities				
Cash Payments for Investment in Subsidiaries		-	(2,499,925.00)	-
Cash Payments for Investment Payables		(99,997.50)	(99,997.50)	-
Cash Payments for Investment in Associates		(299,992.50)	(299,992.50)	(1,216,000.00)
Cash Payments for Purchase of Property, Plant and Equipment		(2,544,965.75)	(2,544,965.75)	(8,942,502.99)
Cash Receipts from Sale of Property, Plant and Equipment		1,383,404.97	1,383,404.97	243,157.76
Cash Payments for Purchase of Right-of-Use Assets		(698,566.00)	(698,566.00)	-
Cash Payments for Purchase of Other Intangible Assets		(896,200.00)	(896,200.00)	(172,000.00)
Cash Payments for Prepayments for Assets		-	-	(28,241.19)
Cash Receipts from Interest Income		-	-	248,856.48
Net Cash Generated from (Used in) Investing Activities		(3,156,316.78)	(5,656,241.78)	(9,866,729.94)
Cash Flows from Financing Activities				
Increase (Decrease) in Overdrafts		(25,035,900.98)	(25,035,900.98)	(3,692,078.30)
Cash Receipts from Short-Term Borrowings from Financial Institutions		974,160,197.88	974,160,197.88	963,357,155.46
Cash Payments for Short-Term Borrowings from Financial Institutions		(825,816,854.69)	(825,816,854.69)	(834,678,169.50)
Cash Payments for Short-Term Borrowings from Related Persons		-	-	(60,000,000.00)
Cash Payments for Long-Term Borrowings from Financial Institutions		(27,799,000.00)	(27,799,000.00)	(8,470,000.00)
Cash Payments for Lease Liabilities		(12,111,814.54)	(12,111,814.54)	(9,561,223.12)
Cash Payments for Asset Payables		(12,424.00)	(12,424.00)	(2,044,655.40)
Cash Payments for Interest Expense		(15,519,326.96)	(15,519,326.96)	(22,318,724.40)
Cash Payments for Dividends		(8,779,155.94)	(8,779,155.94)	-
Net Cash Generated from (Used in) Financing Activities		59,085,720.77	59,085,720.77	22,592,304.74
Net Increase (Decrease) in Cash and Cash Equivalents before Effect of Exchange Rate		101,161,915.30	98,661,901.74	56,223,546.14
Effect of Exchange Rate on Cash and Cash Equivalents		793,172.94	793,172.94	(450,833.54)
Net Increase (Decrease) in Cash and Cash Equivalents		101,955,088.24	99,455,074.68	55,772,712.60
Cash and Cash Equivalents at the Beginning of the period		69,396,616.01	69,396,616.01	42,353,886.80
Cash and Cash Equivalents at the Ending of the period		171,351,704.25	168,851,690.69	98,126,599.40

CPL GROUP PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**CONDENSED NOTES TO THE FINANCIAL STATEMENTS****For the three months period and for the six months period ended 30 June 2021****(Unaudited/Limited Reviewed Only)****1. General Information**

1.1 Company Information

CPL Group Public Company Limited (“the Company”) is a juristic person incorporated in Thailand which was registered as a public company limited in accordance with Public Limited Companies Act. The address of the registered head office of the Company locates at 700 Moo 6 Sukhumvit Road, Bangpoo-Mai, Mueang Samutprakan, Samutprakan, Thailand.

The Company was listed on the Stock Exchange of Thailand on 19 December 1994.

The Company has operations and principal activities to engage in businesses of manufacturing and distribution of leather products, rendering of tanning service and manufacturing and distribution of personal protective equipment.

As at 30 June 2021 and 31 December 2020, the major shareholder of the Company is Wongcharoensin Group.

1.2 Coronavirus disease 2019 Pandemic

The Coronavirus disease 2019 pandemic is currently impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. The Group’s management continuously monitored the ongoing development and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved.

2. Basis of Preparing the Interim Financial Report

2.1 This interim financial statement has been prepared in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting” to publish a set of condensed financial statements that includes the additional notes as required by the Office of Securities and Exchange Commission.

2.2 This interim financial statement has been prepared to provide an update on the latest complete set of annual financial statements. Accordingly, the interim financial report focuses on new activities, events, and circumstances and does not duplicate information previously reported. The

users of interim financial report should read this interim financial statement in conjunction with the latest annual financial statements.

- 2.3 In preparing the interim financial statement which generally will requires a greater use of estimation methods than annual financial report, the management of the Company is required to make judgments in the process of applying the accounting policies and use estimates with estimation uncertainty that have the significant effect on the amounts recognized in the financial statement. The actual results may differ from the estimated amounts.
- 2.4 The interim financial statements are prepared under the same accounting policy and calculation methods as used in the annual financial statements for the year ended 31 December 2020.
- 2.5 The financial report in Thai language is the official statutory financial report of the Company. The financial report in English language has been translated from the financial report in Thai language.

3. Basis of Preparing the Consolidated Financial Statements

- 3.1 In preparation of the consolidated financial statements, the Company will only take its subsidiaries which is under the main control of CPL Group Public Company Limited into account, after having eliminated the remaining balances and transactions among themselves, The Company holds the percentage of shareholdings in subsidiaries companies as follows:

Entities' Name	Investment and Voting Right		Country of Incorporation	Nature of Business
	Ratio			
	As at 30 June 2021	As at 31 December 2020		
CPL Venture Plus CO., LTD.	99.997	-	Thailand	Investing in business or hold shares in other company

- 3.2 The Company calculates the investments in a subsidiary which the Company has shareholding since 99.00% as if shareholding at 100%
- 3.3 The accounting period of the subsidiaries are ended on the same date as that of the CPL Group Public Company Limited.
- 3.4 In preparation of the consolidated financial statements, the Company has eliminated the amounts of assets, liabilities, and inter-transactions.
- 3.5 The accounting policy of the subsidiaries for the same transaction has used the same policy as the Company.

4. New Financial Reporting Standards

4.1 Financial Reporting Standards that became Effective in the Current Period

During the period, the Company has adopted the revised financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2021. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements.

4.2 Financial Reporting Standards that will become Effective for Fiscal Years Beginning on or After 1 January 2022

Revised financial reporting standards, which are not yet effective for the current accounting periods that the Group has not early adopted.

However, the management of the Group is in the process of assessing the impact on the financial report from the adoption of above revised financial reporting standards in the period when they become effective.

5. Trade and Other Current Receivables

Consist of:

(Unit : Baht)

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	30 June 2021	30 June 2021	31 December 2020	
Trade Receivables				
Trade Receivables – Domestic	123,406,856.43	123,406,856.43	87,542,959.41	
Trade Receivables – Overseas	222,718,961.78	222,718,961.78	140,337,739.76	
Notes Receivable	8,458,978.72	8,458,978.72	5,820,214.77	
Returned Cheques Receivable	-	-	114,217.15	
Total	354,584,796.93	354,584,796.93	233,815,131.09	
<u>Less</u> Allowance for Expected Credit Losses	(28,609,070.40)	(28,609,070.40)	(21,772,102.97)	
Net	325,975,726.53	325,975,726.53	212,043,028.12	
Other Receivables	60,237,868.50	60,245,103.50	41,794,413.36	
<u>Less</u> Allowance for Loss from Impairment	(19,573,820.54)	(19,573,820.54)	(19,573,820.54)	
Net	40,664,047.96	40,671,282.96	22,220,592.82	
Total	366,639,774.49	366,647,009.49	234,263,620.94	

As at 30 June 2021 and 31 December 2020, trade receivables are classified by aging as follows:

	(Unit : Baht)	
	Consolidated/Separate Financial Statements	Separate Financial Statements
	As at	As at
	30 June 2021	31 December 2020
Within Due	125,999,126.90	109,539,199.84
Overdue 1 – 30 days	95,585,837.50	59,019,440.14
Overdue 31 – 60 days	30,502,138.43	12,928,976.13
Overdue 61 – 90 days	11,542,662.77	7,852,965.61
Overdue 91 – 180 days	44,069,990.35	22,159,437.72
Overdue 181 – 365 days	25,063,780.10	9,371,938.22
Overdue more than 365 days	21,821,260.88	12,943,173.43
Total	<u>354,584,796.93</u>	<u>233,815,131.09</u>
<u>Less</u> Allowance for Expected Credit Losses	<u>(28,609,070.40)</u>	<u>(21,772,102.97)</u>
Net	<u>325,975,726.53</u>	<u>212,043,028.12</u>

As at 30 June 2021 and 31 December 2020, other receivables consist of:

	(Unit : Baht)		
	Consolidated Financial Statements	Separate Financial Statements	
	As at	As at	As at
	30 June 2021	30 June 2021	31 December 2020
Prepaid Expenses	6,026,736.91	6,026,736.91	2,758,004.44
Prepayment for Goods	44,671,055.10	44,671,055.10	31,140,347.25
Revenue Department Receivable	2,664,018.83	2,664,018.83	1,654,954.49
Others	6,876,057.66	6,883,292.66	6,241,107.18
Total	<u>60,237,868.50</u>	<u>60,245,103.50</u>	<u>41,794,413.36</u>
<u>Less</u> Allowance for Loss from Impairment	<u>(19,573,820.54)</u>	<u>(19,573,820.54)</u>	<u>(19,573,820.54)</u>
Net	<u>40,664,047.96</u>	<u>40,671,282.96</u>	<u>22,220,592.82</u>

For the six months period ended 30 June 2021 and 2020, allowance for expected credit losses and allowance for loss from impairment have the movement as follows:

	(Unit : Baht)	
	Consolidated/ Separate Financial Statements For the six months period ended 30 June 2021	Separate Financial Statements For the six months period ended 30 June 2020
Beginning Balance	(41,345,923.51)	(35,901,888.57)
Addition	(6,836,967.43)	(208,053.81)
Reverse	-	6,191,835.94
Ending Balance	<u>(48,182,890.94)</u>	<u>(29,918,106.44)</u>

6. Inventories

Consist of:

	(Unit : Baht)	
	Consolidated/Separate Financial Statements As at 30 June 2021	Separate Financial Statements As at 31 December 2020
Finished Goods	379,926,265.05	360,114,014.96
Semi-Finished Goods – Cow Nappa	316,279,152.05	369,820,426.43
Semi-Finished Goods – Cow Split	11,994,258.11	11,256,897.39
Semi-Finished Goods – Personal Protective Equipment	20,737,679.80	33,345,559.86
Goods-in-Process	104,161,004.12	74,535,476.98
Work-in-Process	2,758,861.27	-
Raw Materials	119,119,562.00	51,770,703.23
Chemicals	40,941,974.62	21,829,718.47
Supplies	16,686,005.36	18,334,131.10
Goods-in-Transit	93,568,236.99	45,964,526.84
Right to Recover Returned Products	11,389,319.80	13,275,716.49
Total	<u>1,117,562,319.17</u>	<u>1,000,247,171.75</u>
<u>Less</u> Allowance for Devaluation of Inventories	<u>(16,203,397.00)</u>	<u>(14,094,244.61)</u>
Net	<u>1,101,358,922.17</u>	<u>986,152,927.14</u>

For the six months period ended 30 June 2021 and 2020, allowance for devaluation of inventories have the movement as follows:

	(Unit : Baht)	
	Consolidated/Separate Financial Statements For the six months period ended 30 June 2021	Separate Financial Statements For the six months period ended 30 June 2020
Beginning Balance	(14,094,244.61)	(51,322,872.32)
Addition	(15,836,197.85)	(14,033,556.12)
Reverse	13,727,045.46	38,258,330.86
Ending Balance	<u>(16,203,397.00)</u>	<u>(27,098,097.58)</u>

As in the consolidated and separate financial statement as at 30 June 2021, and as in the separate financial statement as at 31 December 2020, the beneficiary from insurance for inventories in the insurance contract in amount of Baht 894.10 million and Baht 1,014.10 million respectively, are the collateral pledged as security against all liabilities with the financial institutions as in Note 12.

7. Investments in subsidiaries

Consist of:

Entity's Name	Type of Business	Country of Incorporation	Paid-Up Capital	Investment and Voting Right Ratio %	(Unit : Baht)	
					Separate Financial Statements	
					Equity Method As at 30 June 2021	As at 31 December 2020
CPL Venture Plus Company Limited	Investing in business or hold shares in other company	Thailand	2,500,000.00	99.997	2,499,925.00	-

In accordance with the minute of the board of directors' meeting no. 2/2021 of the Company which held on 11 May 2021 the board of directors has resolved to establish CPL Venture Plus Co., Ltd. to carry out the investments in new business of the Company with authorized share capital amount of Bath 10,000,000.00 and paid-up capital amount of Baht 2,500,000.00.

For the three months period ended 30 June 2021, the Company has not dividends received from its subsidiaries.

8. Investments in Associates

Consist of:

					(Unit : Baht)	
					Consolidated Financial Statements	
Entity's Name	Type of Business	Country of Incorporation	Paid-Up Capital	Investment and Voting Right Ratio %	Equity Method	
					As at 30 June 2021	
Integrated Leather Network Company Limited	Distribution Center of Leather	Thailand	100,000,000.00	40.00	-	
Itt 3 Rith Company Limited	Wholesale thread and fabric	Thailand	1,000,000.00	40.00	739,275.52	
Total					<u>739,275.52</u>	

					(Unit : Baht)	
					Separate Financial Statements	
Entity's Name	Type of Business	Country of Incorporation	Paid-Up Capital	Investment and Voting Right Ratio %	Equity Method	
					As at 30 June 2021	As at 31 December 2020
Integrated Leather Network Company Limited	Distribution Center of Leather	Thailand	100,000,000.00	40.00	-	-
Itt 3 Rith Company Limited	Wholesale thread and fabric	Thailand	1,000,000.00	40.00	739,275.52	99,997.50
Total					<u>739,275.52</u>	<u>99,997.50</u>

As at 30 June 2021 and 31 December 2020, the Company already recognised its share of loss on investment in Integrated Leather Network Company Limited at the full value of the investment.

As at 31 December 2020, the Company does not recognised its share of investment loss in Itt 3 Rit Company Limited because the value is not significant.

For the six months period ended 30 June 2021 and 2010, investments in associates have the movement as follows:

	(Unit : Baht)	
	Consolidated/Separate Financial Statements For the six months period ended 30 June 2021	Separate Financial Statements For the six months period ended 30 June 2020
Beginning Carrying Amount	99,997.50	-
Paid Investment	299,992.50	1,216,000.00
Recognized Share of Profit		
Recognized in Profit (Loss) for the period	339,285.52	(1,216,000.00)
Ending Carrying Amount	<u>739,275.52</u>	<u>-</u>

9. Property, Plant and Equipment

For the six months period ended 30 June 2021, property, plant and equipment have the movement as follows:

	(Unit : Baht)
	Consolidated/Separate Financial Statements
Beginning Carrying Amount	549,500,886.17
Purchase of Assets	2,608,817.26
Transfer In	22,145,393.98
Sale of Assets	(21,550,168.84)
Write-off of Assets	(680,598.59)
Accumulated Depreciation for Sale/ Write-off	22,113,253.73
Depreciation Charged in the Profit or Loss for the period	(31,138,001.22)
Ending Carrying Amount	<u>542,999,582.49</u>

As in the consolidated and separate financial statement as at 30 June 2021, and as in the separate financial statement as at 31 December 2020, a part of property, plant and equipment in the carrying amount of Baht 139.96 million and of Baht 157.79 million respectively, together with the beneficiary from insurance in the insurance contract amount of Baht 724.70 million and of Baht 696.70 million respectively, are the collateral pledged as security against all liabilities with the financial institutions as in Note 12.

10. Right-of-Use Assets and Lease Liabilities

10.1 Right-of-Use Assets

For the six months period ended 30 June 2021, right-of-use have the movement as follows:

	(Unit : Baht)
	Consolidated/Separate Financial Statements
Beginning Carrying Amount as at 1 January 2021	76,285,503.04
Purchase of Assets	1,592,994.99
Transfer Out	(10,382,242.73)
Depreciation Charged in the Profit or Loss for the period	(7,735,350.48)
Ending Carrying Amount as at 30 June 2021	<u>59,760,904.82</u>

Right-of-Use Assets classified by asset type as follows:

	(Unit : Baht)	
	Consolidated/Separate Financial Statements	Separate Financial Statements
	As at 30 June 2021	As at 31 December 2020
Buildings	35,045,955.63	40,314,068.91
Machines	18,643,767.01	28,623,781.54
Vehicles	6,071,182.18	7,347,652.59
Total	<u>59,760,904.82</u>	<u>76,285,503.04</u>

10.2 Lease Liabilities

Consist of:

	(Unit : Baht)	
	Consolidated/Separate Financial Statements As at 30 June 2021	Separate Financial Statements As at 31 December 2020
Lease Liabilities		
Current	18,147,722.82	19,414,295.16
Non-Current	29,606,513.31	39,557,326.52
Total Lease Liabilities	47,754,236.13	58,971,621.68

The following are the amounts recognized in profit or loss:

	(Unit : Baht)	
	Consolidated/Separate Financial Statements For the six months period ended 30 June 2021	Separate Financial Statements For the six months period ended 30 June 2020
Depreciation of Right-of-Use Assets	7,735,350.48	8,242,305.53
Interest Expense on Lease Liabilities	1,194,692.90	1,524,926.00
Total	8,930,043.38	9,767,231.53

11. Deferred Taxes

Deferred taxes calculated at tax rate of 20%. The deferred taxation related to the temporary differences between the carrying amount and the tax bases of assets and liabilities of the Group are summarized below:

	(Unit : Baht)			
	Consolidated/Separate Financial Statements			
	As at 31 December 2020	Recognized in Profit (Loss) for the period	Recognized in Other Comprehensive Income	As at 30 June 2021
Deferred Tax Assets				
Allowance for Doubtful Accounts	8,269,184.70	1,367,393.49	-	9,636,578.19
Allowance for Devaluation of Inventories	2,818,848.92	421,830.48	-	3,240,679.40
Sales with Right to Return				
Refund Liabilities	2,081,184.16	421,695.73	-	2,502,879.89
Right to Recover Returned Products	(2,655,143.30)	377,279.34	-	(2,277,863.96)
Derivatives Liabilities	322,983.10	1,603,734.85	-	1,926,717.95
Non-Current Provisions				
for Employee Benefits	11,372,731.15	259,513.10	-	11,632,244.25
Tax Losses	38,162,934.03	2,129,964.74	-	40,292,898.77
Total	<u>60,372,722.76</u>	<u>6,581,411.73</u>	<u>-</u>	<u>66,954,134.49</u>
Deferred Tax Liabilities				
Right-of-Use Assets	(3,032,346.30)	1,086,085.01	-	(1,946,261.29)
Total	<u>(3,032,346.30)</u>	<u>1,086,085.01</u>	<u>-</u>	<u>(1,946,261.29)</u>

12. Credits and Guarantees

As at 30 June 2021 and 31 December 2020, the Company has obtained the credit facilities from several financial institutions in form of overdrafts, promissory notes, letters of credit, trust receipts, letters of guarantee and currency forward contracts totaling in the amount of Baht 2,732.00 million, letters of credit in the amount of USD 3.00 million and corporate credit card in the amount of Baht 1.60 million equally for both periods. Such credit facilities are secured by the collateral as the transferring of beneficiary from insurance for inventories of the Company as in Note 6, property, plant and equipment of the Company together with the transferring of beneficiary from insurance as in Note 9 and the guarantee of the directors of the Company.

13. Overdrafts and Short-Term Borrowings from Financial Institutions

Consist of:

	(Unit : Baht)	
	Consolidated/Separate Financial Statements	Separate Financial Statements
	As at 30 June 2021	As at 31 December 2020
Overdrafts	26,464,405.37	51,500,306.35
Promissory Notes	280,000,000.00	310,000,000.00
Trust Receipts	487,286,649.07	300,987,603.41
Total	793,751,054.44	662,487,909.76

As in the consolidated and separate financial statements as at 30 June 2021, and as in the separate financial statements 31 December 2020, the whole amount of overdrafts is bank overdrafts, the interest rate of 6.80 – 7.25% per annum and of 5.82 – 6.25% per annum respectively.

As in the consolidated and separate financial statements as at 30 June 2021, and as in the separate financial statements 31 December 2020, the whole amount of promissory notes is promissory notes for 3 – 6 months equally for both periods, the interest rate of 2.90 – 4.15% per annum and of 2.95 – 4.15% per annum respectively.

As in the consolidated and separate financial statements as at 30 June 2021, and as in the separate financial statements 31 December 2020, the whole amount of trust receipts is trust receipts for ordering the overseas goods, the interest rate of 1.50 – 4.25% per annum and of 1.34 – 4.25% per annum respectively. Under the terms of trust receipt contracts, the Company has received the ordered goods by using the credit of the financial institutions, thence the Company constitutes obligation to the financial institutions for such goods both that kept or disposed.

As in the consolidated and separate financial statements as at 30 June 2021, and as in the separate financial statements 31 December 2020, overdrafts and short-term borrowings from financial institutions are secured by the collateral as in Note 12.

14. Trade and Other Current Payables

Consist of:

(Unit : Baht)

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	30 June 2021	30 June 2021	31 December 2020	
Trade Payables				
Trade Payables – Domestic	177,771,989.61	177,771,989.61	91,674,325.48	
Trade Payables – Overseas	62,702,895.89	62,702,895.89	53,664,618.77	
Total	240,474,885.50	240,474,885.50	145,338,944.25	
Other Payables	173,388,248.30	173,378,173.30	103,650,922.77	
Total	413,863,133.80	413,853,058.80	248,989,867.02	

As at 30 June 2021 and 31 December 2020, other payables consist of:

(Unit : Baht)

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	30 June 2021	30 June 2021	31 December 2020	
Refund Liabilities	12,514,399.47	12,514,399.47	10,405,920.82	
Accrued Expenses	35,845,179.92	35,835,179.92	37,767,634.38	
Pre-received for Goods	83,256,830.12	83,256,830.12	20,231,376.63	
Assets Payable	68,321.12	68,321.12	12,424.00	
Accrued Interest Expenses	293,840.06	293,840.06	612,406.63	
Dividends Payable	1,015,660.39	1,015,660.39	1,014,050.65	
Accrued Special Severance Pay for Retirement	3,494,000.00	3,494,000.00	3,494,000.00	
Post-Employment Benefits Payable	-	-	8,424,680.00	
Others	36,900,017.22	36,899,942.22	21,688,429.66	
Total	173,388,248.30	173,378,173.30	103,650,922.77	

15. Long-Term Borrowings

Consist of:

	(Unit : Baht)	
	Consolidated/Separate Financial Statements As at 30 June 2021	Separate Financial Statements As at 31 December 2020
Current		
Not later than 1 year	61,368,000.00	58,483,000.00
Total Current	<u>61,368,000.00</u>	<u>58,483,000.00</u>
Non-Current		
Later than 1 year but not later than 5 years	75,234,000.00	105,918,000.00
Total Non-Current	<u>75,234,000.00</u>	<u>105,918,000.00</u>
Total	<u><u>136,602,000.00</u></u>	<u><u>164,401,000.00</u></u>

As at 30 June 2021 and 31 December 2020, long-term borrowings have terms and conditions as follows:

(Unit : Baht)					
No.	Consolidated/ Separate Financial Statements	Separate Financial Statements	Consolidated/ Separate Financial Statements	Separate Financial Statements	Terms and Conditions
	Total Limit As at 30 June 2021	As at 31 December 2020	Outstanding Balance As at		
	As at 30 June 2021	As at 31 December 2020	As at 30 June 2021	As at 31 December 2020	
1	40,000,000.00	40,000,000.00	18,656,000.00	18,656,000.00	The principal and interest shall be paid monthly with the principal repayment in amount of Baht 667,000.00 per month for a period of 5 years, the interest rate of MLR-1.00% per annum.
2	27,000,000.00	27,000,000.00	12,600,000.00	15,750,000.00	The principal and interest shall be paid monthly with the principal repayment in amount of Baht 450,000.00 per month for a period of 5 years, the interest rate of MLR-1.00% per annum.
3	40,000,000.00	40,000,000.00	25,326,000.00	29,995,000.00	The principal and interest shall be paid monthly with the principal repayment in amount of Baht 667,000.00 per month for a period of 5 years, the interest rate of MLR-2.15% per annum.

(Unit : Baht)					
No.	Consolidated/ Separate Financial Statements	Separate Financial Statements	Consolidated/ Separate Financial Statements	Separate Financial Statements	Terms and Conditions
	Total Limit		Outstanding Balance		
	As at 30 June 2021	As at 31 December 2020	As at 30 June 2021	As at 31 December 2020	
4	100,000,000.00	100,000,000.00	80,020,000.00	100,000,000.00	The principal and interest shall be paid monthly with the principal repayment in amount of Baht 3,330,000.00 per month for a period of 2.5 years, the interest rate of MLR-1.75% per annum.
Total	207,000,000.00	207,000,000.00	136,602,000.00	164,401,000.00	

As in the consolidated and separate financial statements as at 30 June 2021 and as in the separate financial statements 31 December 2020, long-term borrowings have the significant terms and conditions that the Company has to comply the ongoing financial covenants as follows:

- Debt service coverage ratio in the rate as at the year ended of financial statement is not lower than 1.25 times.
- Interest-bearing debt to equity in the rate not exceeding 1.50 times.
- Debt to equity ratio in the rate not exceeding 2.00 times.

As at 30 June 2021 and 31 December 2020, long-term borrowings are secured by the collateral as in Note 12.

16. Derivatives Liabilities

As at 30 June 2021 and 31 December 2020, Derivatives that are measured at fair value, excluding where its fair value is approximating the carrying amount are as follows:

(Unit : Baht)				
	Consolidated Financial Statements			
	Level 1	Level 2	Level 3	Total
	As at 30 June 2021	As at 30 June 2021	As at 30 June 2021	As at 30 June 2021
Liabilities				
Derivatives				
Foreign currency				
forward contracts	-	9,633,589.75	-	9,633,589.75
Total	-	9,633,589.75	-	9,633,589.75

(Unit : Baht)

	Separate Financial Statements							
	Level 1		Level 2		Level 3		Total	
	As at	As at	As at	As at	As at	As at	As at	As at
	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020	30 June 2021	31 December 2020
Liabilities								
Derivatives								
Foreign currency								
forward contracts	-	-	9,633,589.75	1,614,915.48	-	-	9,633,589.75	1,614,915.48
Total	-	-	9,633,589.75	1,614,915.48	-	-	9,633,589.75	1,614,915.48

The fair value of financial instruments that are not traded in an active market (Over the counter) is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on the Company specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

17. Appropriation of Legal Reserve and Dividends

On 28 April 2021, the Annual General Meeting of the Shareholders of the Company for 2021 has passed the resolution to approve the appropriation of profit for 2020 as legal reserve in amount of Baht 943,481.11 and the dividend payment to the ordinary shareholders of the Company at the rate of Baht 0.02 per share, totaling in amount of Baht 8,796,998.68 (actual payment in amount of Baht 8,780,765.68), which the dividend shall be paid on 10 May 2021.

18. Tax (Expense) Income

Income tax which is recognized in the profit for the period consist of:

	(Unit : Baht)		
	Consolidated	Separate	
	Financial Statements	Financial Statements	
	For the three months period ended 30 June 2021	For the three months period ended 30 June 2021	For the three months period ended 30 June 2020
Current Income Tax			
Tax (Expense) Income for Current period	-	-	-
Deferred Income Tax			
Deferred Income Tax (Expense)	2,559,759.01	2,559,759.01	(6,175,646.75)
Tax (Expense) Income Recognized in the the Profit or Loss	<u>2,559,759.01</u>	<u>2,559,759.01</u>	<u>(6,175,646.75)</u>

	(Unit : Baht)		
	Consolidated	Separate	
	Financial Statements	Financial Statements	
	For the six months period ended 30 June 2021	For the six months period ended 30 June 2021	For the six months period ended 30 June 2020
Current Income Tax			
Tax (Expense) Income for Current period	-	-	-
Deferred Income Tax			
Deferred Income Tax (Expense)	7,667,496.74	7,667,496.74	(8,314,889.72)
Tax (Expense) Income Recognized in the the Profit or Loss	<u>7,667,496.74</u>	<u>7,667,496.74</u>	<u>(8,314,889.72)</u>

19. Segment Information

19.1 General Information about Segment

The Group has identified the reportable segments from the structure of internal managerial and financial information system of the Company according to the types of goods and services which are the operating segments that the management of the Group has use the segment profit (loss) before income tax in the financial performance review regularly as follows:

- Tannery industry segment which has revenue from sales of finished leather products and rendering service of tanning.
- Personal protective equipment segment which has revenue from sales of personal protective equipment products.

19.2 Information about Segment Profit or Loss

Inter-reportable segment transactions are carried out at arm's length and are eliminated from the interim financial report of the Group.

Segment revenue and profit or loss include items directly attribute to a segment as well as these that can be allocated on a reasonable basis with revenue and profit or loss in the interim financial report of the Group.

For the three months period and for the six months period ended 30 June 2021 and 2020, the segment information is presented as follows:

(Unit : Thousand Baht)

Consolidated Financial Statements						
For the three months period ended 30 June 2021						
	Reportable Segment			Personal Protective Equipment	Eliminated Transactions	Total
	Tannery Industry		Total			
	Finished Leather	Tanning				
Revenue from Contracts with Customers						
External Customers	310,479	11,586	322,065	169,123	-	491,188
Inter-Segment	1,570	41,519	43,089	-	(43,089)	-
Total	312,049	53,105	365,154	169,123	(43,089)	491,188
Disaggregation of Revenue from Contracts with Customers						
Geographical Region						
Domestic	5,086	41,519	46,605	167,022	(43,089)	170,538
Overseas	306,963	11,586	318,549	2,101	-	320,650
Total	312,049	53,105	365,154	169,123	(43,089)	491,188
Gross Profit	15,631	25,615	41,246	70,828	-	112,074
Gain (Loss) on Exchange Rate			2,108	(1,122)	-	986
Other Income			998	2,789	-	3,787
Distribution Costs			(7,974)	(27,901)	-	(35,875)
Administrative Expenses			(25,858)	(16,225)	-	(42,083)
Gain (Loss) from Derivatives			(9,497)	-	-	(9,497)
Finance Costs			(4,942)	(2,623)	-	(7,565)
Share of Profit (Loss) of Associates			-	(30)	-	(30)
Profit (Loss) before Income Tax			(3,919)	25,716	-	21,797
Tax (Expense) Income						2,560
Profit (Loss) for the period						24,357
Depreciation and Amortization						20,675

(Unit : Thousand Baht)

Separate Financial Statements

For the three months period ended 30 June 2020

	Reportable Segment			Personal Protective Equipment	Eliminated Transactions	Total
	Tannery Industry		Total			
	Finished Leather	Tanning				
Revenue from Contracts with Customers						
External Customers	174,933	16,830	191,763	136,723	-	328,486
Inter-Segment	6,455	33,240	39,695	-	(39,695)	-
Total	181,388	50,070	231,458	136,723	(39,695)	328,486
Disaggregation of Revenue from Contracts with Customers						
Geographical Region						
Domestic	24,756	33,240	57,996	130,955	(39,695)	149,256
Overseas	156,632	16,830	173,462	5,768	-	179,230
Total	181,388	50,070	231,458	136,723	(39,695)	328,486
Gross Profit	9,087	7,683	16,770	54,018	-	70,788
Gain on Exchange Rate			1,217	896	-	2,113
Other Income			11,963	2,609	-	14,572
Distribution Costs			(5,950)	(27,103)	-	(33,053)
Administrative Expenses			(18,520)	(15,713)	-	(34,233)
Gain (Loss) from Derivatives			19,686	-	-	19,686
Finance Costs			(6,438)	(3,116)	-	(9,554)
Share of Profit (Loss) of Associates			(1,216)	-	-	(1,216)
Profit (Loss) before Income Tax			17,512	11,591	-	29,103
Tax (Expense) Income						(6,176)
Profit (Loss) for the period						22,927
Depreciation and Amortization						22,018

(Unit : Thousand Baht)

Consolidated Financial Statements
For the six months period 30 June 2021

	Reportable Segment			Personal Protective Equipment	Eliminated Transactions	Total
	Tannery Industry		Total			
	Finished Leather	Tanning				
Revenue from Contracts with Customers						
External Customers	569,995	23,130	593,125	336,837	-	929,962
Inter-Segment	6,680	58,498	65,178	-	(65,178)	-
Total	<u>576,675</u>	<u>81,628</u>	<u>658,303</u>	<u>336,837</u>	<u>(65,178)</u>	<u>929,962</u>
Disaggregation of Revenue from Contracts with Customers						
Geographical Region						
Domestic	38,099	58,498	96,597	331,349	(65,178)	362,768
Overseas	538,576	23,130	561,706	5,488	-	567,194
Total	<u>576,675</u>	<u>81,628</u>	<u>658,303</u>	<u>336,837</u>	<u>(65,178)</u>	<u>929,962</u>
Gross Profit	47,476	30,374	77,850	140,218	-	218,068
Gain (Loss) on Exchange Rate			4,107	(1,156)	-	2,951
Other Income			2,204	7,536	-	9,740
Distribution Costs			(16,340)	(56,402)	-	(72,742)
Administrative Expenses			(43,374)	(32,449)	-	(75,823)
Gain (Loss) from Derivatives			(9,633)	-	-	(9,633)
Finance Costs			(10,782)	(5,574)	-	(16,356)
Share of Profit (Loss) of Associates			-	339	-	339
Profit (Loss) before Income Tax			<u>4,032</u>	<u>52,512</u>	<u>-</u>	<u>56,544</u>
Tax (Expense) Income						<u>7,667</u>
Profit (Loss) for the period						<u><u>64,211</u></u>
Depreciation and Amortization						40,903

(Unit : Thousand Baht)

Separate Financial Statements						
For the six months period 30 June 2020						
	Reportable Segment			Personal Protective Equipment	Eliminated Transactions	Total
	Tannery Industry		Total			
	Finished Leather	Tanning				
Revenue from Contracts with Customers						
External Customers	501,592	31,219	532,811	339,776	-	872,587
Inter-Segment	24,192	63,340	87,532	-	(87,532)	-
Total	525,784	94,559	620,343	339,776	(87,532)	872,587
Disaggregation of Revenue from Contracts with Customers						
Geographical Region						
Domestic	84,548	63,340	147,888	326,493	(87,532)	386,849
Overseas	441,236	31,219	472,455	13,283	-	485,738
Total	525,784	94,559	620,343	339,776	(87,532)	872,587
Gross Profit	35,827	18,170	53,997	141,234	-	195,231
Gain (Loss) on Exchange Rate			(4,280)	(341)	-	(4,621)
Other Income			15,412	4,809	-	20,221
Distribution Costs			(20,206)	(56,330)	-	(76,536)
Administrative Expenses			(41,802)	(33,508)	-	(75,310)
Gain (Loss) from Derivatives			(364)	-	-	(364)
Finance Costs			(15,174)	(5,889)	-	(21,063)
Share of Profit (Loss) of Associates			(1,216)	-	-	(1,216)
Profit (Loss) before Income Tax			(13,633)	49,975	-	36,342
Tax (Expense) Income						(8,314)
Profit (Loss) for the period						28,028
Depreciation and Amortization						42,895

19.3 Information about Major Customers

As in the consolidated and separate financial statements for the three months period and for the six months period ended 30 June 2021 the Group has no major customer with revenue of 10% or more of the Group revenue.

As in the separate financial statements for the three months period and for the six months period ended 30 June 2020 the Company has no major customer with revenue of 10% or more of the Company revenue.

20. Financial Instruments

20.1 Fair Value of Financial Instruments

Due to financial assets and financial liabilities which consists of cash and cash equivalents, trade and other current payables, lease liabilities have a short maturity period and short-term and loans and borrowings are bearing interest rate closely to market rate, the Group's management believes that the fair value of those financial assets and financial liabilities dose not materially differ from their carrying amount as shown in statement of financial position.

20.2 Fair Value Hierarchy

As at 30 June 2021 and 31 December 2020, the Group has the liabilities that were measured at fair value for which fair value were disclosed using different levels of input as follows:

(Unit : Baht)					
Consolidated / Separate Financial Statements					
As at 30 June 2021					
	Carrying Amount	Fair Value			Total
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs	
Liabilities					
Financial Liabilities measured at fair value through profit or loss.					
Derivatives	9,633,589.75	-	9,633,589.75	-	9,633,589.75
(Unit : Baht)					
Separate Financial Statements					
As at 31 December 2020					
	Carrying Amount	Fair Value			Total
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs	
Liabilities					
Financial Liabilities measured at fair value through profit or loss.					
Derivatives	1,614,915.48	-	1,614,915.48	-	1,614,915.48

21. Related Party Transactions

The Company has significant business transactions with the related parties. Such transactions are concluded on commercial terms and bases agreed upon between the Company and those related parties which are in ordinary course of business, are summarized as follows:

21.1 Nature of Relationship of the Company

Names of Related Parties	Nature of Relationship
CPL Venture Plus Company Limited	Subsidiary by Direct Shareholding
Integrated Leather Network Company Limited	Associate by Direct Shareholding
Itt 3 Rith Company Limited	Associate by Direct Shareholding
Eagle Chemical Industry Company Limited	Related Entity by Common Group of Shareholders and Executives
Applied DB Public Company Limited	Related Entity by Common Group of Shareholders and Executives
Mimi Industrial Company Limited	Related Entity by Common Group of Shareholders and Executives
Manwood Intertrade Company Limited	Related Entity by Common Group of Shareholders and Executives
Thai Wiring System Company Limited	Related Entity by Common Group of Shareholders and Executives
Thai Technical Nonwoven Company Limited	Related Entity by Common Group of Shareholders and Executives
CS Rubber Industry Company Limited	Related Entity by Common Group of Shareholders and Executives
Jingdong CS Rubber Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Asset Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Holding Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Thanee Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Condotown Company Limited	Related Entity by Common Group of Shareholders and Executives
Charoensin Tanning Industry Company Limited	Related Entity by Common Group of Shareholders and Executives
V T Brother Company Limited	Related Entity by Common Group of Shareholders and Executives
Furano Air Company Limited	Related Entity by Common Group of Shareholders and Executives
Smart Sense Industrial Design Company Limited	Related Entity by Common Group of Shareholders and Executives
Tanning Industrial Zone K.M. 34 Company Limited	Related Entity by Common Group of Shareholders and Executives
Khun Puvasith Wongcharoensin	Related Person by being the Director and Shareholder of the Company
Khun Natthajak Wongcharoensin	Related Person by being the Shareholder of the Company and Director and Shareholder of the Related Entity
Khun Thavatchai Wongcharoensin	Related Person by being the Shareholder and Ex-Director of the Company
Khun Lai Chi-Hsiang	Related Person by being the Shareholder and Ex-Director of the Company

Names of Related Parties	Nature of Relationship
Khun Artid Chenpreecha	Related Person by being the Shareholder and Ex-Director of the Company

21.2 Inter-Transactions

		(Unit : Baht)		
Pricing Policies		Consolidated	Separate	
		Financial Statements	Financial Statements	
		For the three months	For the three months	For the three months
		period ended	period ended	period ended
		30 June 2021	30 June 2021	30 June 2020
Associates				
Revenue from Sales	Comparable prices with other entities	39,000.00	39,000.00	-
Consultancy Income	Cost plus margin prices	-	-	266,013.30
Purchase of Raw Material	Mutual agreed prices	687,750.00	687,750.00	-
Related Entities				
Revenue from Sales	Comparable prices with other entities	509,639.30	509,639.30	113,027.50
Other Income	Mutual agreed prices	160,991.58	160,991.58	139,794.88
Value of Sale of Assets	Mutual agreed prices	-	-	12,000.00
Purchase of Finished Goods	Mutual agreed prices	66,900.00	66,900.00	-
Purchase of Raw Materials	Mutual agreed prices	74,102,567.00	74,102,567.00	2,419,329.00
Purchase of Supplies	Mutual agreed prices	412,050.00	412,050.00	170,000.00
Rental Expense	Mutual agreed prices	270,794.49	270,794.49	1,589,413.70
Other Expenses	Mutual agreed prices	6,419,400.00	6,419,400.00	2,048.58
Related Persons				
Consultancy Expense	Mutual agreed prices	900,000.00	900,000.00	900,000.00
Other Expenses	Mutual agreed prices	38,602.48	38,602.48	-

(Unit : Baht)

	Pricing Policies	Consolidated	Separate	
		Financial Statements	Financial Statements	
		For the six months	For the six months	For the six months
		period ended	period ended	period ended
		30 June 2021	30 June 2021	30 June 2020
Associates				
Revenue from Sales	Comparable prices with other entities	451,000.00	451,000.00	-
Consultancy Income	Cost plus margin prices	-	-	527,812.95
Purchase of Raw Material	Mutual agreed prices	1,166,431.44	1,166,431.44	-
Related Entities				
Revenue from Sales	Comparable prices with other entities	968,548.05	968,548.05	186,738.75
Other Income	Mutual agreed prices	321,689.16	321,689.16	244,980.46
Value of Sale of Assets	Mutual agreed prices	-	-	12,000.00
Purchase of Finished Goods	Mutual agreed prices	66,900.00	66,900.00	-
Purchase of Raw Materials	Mutual agreed prices	135,487,939.50	135,487,939.50	83,425,506.85
Purchase of Supplies	Mutual agreed prices	783,720.00	783,720.00	525,250.00
Rental Expense	Mutual agreed prices	559,941.48	559,941.48	2,034,434.93
Other Expenses	Mutual agreed prices	12,591,462.00	12,591,462.00	5,390.40
Related Persons				
Consultancy Expense	Mutual agreed prices	1,800,000.00	1,800,000.00	2,700,000.00
Other Expenses	Mutual agreed prices	42,784.48	42,784.48	-
Interest Express	At the rate 2.5% per annum	-	-	148,954.08

21.3 Inter-Outstanding Balances

(Unit : Baht)

	Consolidated	Separate	
	Financial Statements	Financial Statements	
	As at	As at	As at
	30 June 2021	30 June 2021	31 December 2020
Trade Receivables			
Associates	17,120.00	17,120.00	-
Related Entities	347,400.44	347,400.44	388,805.64
Total	<u>364,520.44</u>	<u>364,520.44</u>	<u>388,805.64</u>

(Unit : Baht)

	Consolidated	Separate	
	Financial Statements	Financial Statements	
	As at 30 June 2021	As at 30 June 2021	As at 31 December 2020
Prepayment for Goods			
Associates	6,525,424.57	6,525,424.57	6,525,424.57
Related Entities	117,635.00	117,635.00	-
Total	6,643,059.57	6,643,059.57	6,525,424.57
<u>Less</u> Allowance for Loss from Impairment	(6,525,424.57)	(6,525,424.57)	(6,525,424.57)
Net	117,635.00	117,635.00	-
Other Receivables			
Associates	-	-	185,542.74
Related Entities	18,671.47	18,671.47	17,978.11
Total	18,671.47	18,671.47	203,520.85
Advance Payment			
Subsidiary	-	7,235.00	-
Total	-	7,235.00	-
Trade Payables			
Associates	320,197.50	320,197.50	-
Related Entities	124,238,637.87	124,238,637.87	62,045,742.79
Total	124,558,835.37	124,558,835.37	62,045,742.79
Accrued Expenses			
Related Entities	80,560.02	80,560.02	5,880.48
Related Persons	3,533,383.58	3,533,383.58	3,617,002.27
Total	3,613,943.60	3,613,943.60	3,622,882.75
Post-Employment Benefits Payable			
Related Persons	-	-	8,424,680.00
Total	-	-	8,424,680.00
Other Payables			
Related Entities	33,679.64	33,679.64	41,606.08
Related Persons	-	-	32,127.71
Total	33,679.64	33,679.64	73,733.79

(Unit : Baht)

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	As at	As at	As at	As at
	30 June 2021	30 June 2021	31 December 2020	
Accrued investment				
Associates	-	-	99,997.50	
Total	-	-	99,997.50	
Short-Term Borrowings				
Related Persons				
Beginning Balance	-	-	60,000,000.00	
Additional Borrowings	-	-	-	
Repayment	-	-	(60,000,000.00)	
Ending Balance	-	-	-	
Lease Liabilities				
Related Entities	31,635,016.00	31,635,016.00	36,171,015.00	
Related Persons	630,000.00	630,000.00	720,000.00	
Total	32,265,016.00	32,265,016.00	36,891,015.00	

Separate Financial Statements

As at 31 December 2020, the whole amount of short-term borrowings from related persons is borrowings from the directors of the Company in form of loan agreement for 2 months, the interest rate of 2.50% per annum. Presently, the Company already has completed the repayment.

21.4 Inter-Obligations

As at 30 June 2021 and 31 December 2020, the Company has obligations in accordance with the professional or consultant hire contracts with related persons as in Note 24.2.

21.5 Key Management Personnel Compensation

(Unit : Baht)

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	For the three months	For the three months	For the three months	For the three months
	period ended	period ended	period ended	period ended
	30 June 2021	30 June 2021	30 June 2020	
Short-Term Employee Benefits	5,289,630.00	5,289,630.00	4,701,530.00	
Post-Employment Benefits				
Defined Contribution Plans	115,553.00	115,553.00	99,867.00	
Defined Benefit Plans	83,603.94	83,603.94	190,440.00	
Total	5,488,786.94	5,488,786.94	4,991,837.00	

(Unit : Baht)

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	For the six months	For the six months	For the six months	For the six months
	period ended	period ended	period ended	period ended
	30 June 2021	30 June 2021	30 June 2020	
Short-Term Employee Benefits	11,770,660.00	11,770,660.00	13,413,130.00	
Post-Employment Benefits				
Defined Contribution Plans	215,420.00	215,420.00	222,252.00	
Defined Benefit Plans	162,610.58	162,610.58	380,881.00	
Total	12,148,690.58	12,148,690.58	14,016,263.00	

22. Non-Cash Transactions

Consist of:

	(Unit : Baht)		
	Consolidated	Separate	
	Financial Statements	Financial Statements	
	For the six months	For the six months	For the six months
	period ended	period ended	period ended
	30 June 2021	30 June 2021	30 June 2020
Acquisition of Property, Plant and Equipment			
By assuming Assets Payable			
Value of Assets in Property, Plant and Equipment	63,851.51	63,851.51	518,552.80
Value Added Tax in Trade and Other Current Receivables	4,469.61	4,469.61	1,505.00
Transfer Other Current Receivables to			
Property, Plant and Equipment	1,818.86	1,818.86	-
Transfer Right-of-Use Assets to			
Property, Plant and Equipment	10,382,242.73	10,382,242.73	-
Transfer Other Non-Current Assets to			
Property, Plant and Equipment	11,761,332.39	11,761,332.39	-
Transfer Prepayments for Assets			
to Property, Plant and Equipment	-	-	5,524,047.34
Post-Employment Benefits Payable	-	-	891,496.00
Right-of-use Assets increase from Lease Agreement	894,428.99	894,428.99	50,850,295.42
Transfer Property, Plant and Equipment to Non-Current Assets	-	-	4,803.06
Pre-received for Asset decrease from			
sale of Investment Property	-	-	4,499,993.76
Gain (Loss) on Premeasurement of Defined Benefit Plans			
which is recognized in Other Comprehensive Income	-	-	10,012.00
Accrued Dividend	1,609.74	1,609.74	-

23. Obligations and Contingent Liabilities

In addition to liabilities in the statement of financial position as at 30 June 2021 and 31 December 2020, the Group has obligations and contingent liabilities as follows:

23.1 As at 30 June 2021 and 31 December 2020, the Group has obligations and contingent liabilities with financial institutions as follows:

	Consolidated/Separate Financial Statements			Separate Financial Statements		
	As at 30 June 2021			As at 31 December 2020		
	Total Limit	Utilized Limit	Remaining Limit	Total Limit	Utilized Limit	Remaining Limit
Overdrafts						
Million Baht	100.00	(26.46)	73.54	100.00	(51.50)	48.50
Promissory Notes, Letters of Credit and Trust Receipts						
Million Baht	1,527.00	(950.28)	576.72	1,527.00	(704.58)	822.42
Million USD	3.00	-	3.00	3.00	(0.87)	2.13
Letters of Guarantee						
Million Baht	15.00	(7.37)	7.63	15.00	(7.45)	7.55
Currency Forward Contracts						
Million Baht	1,090.00	(371.08)	718.92	1,090.00	(53.58)	1,036.42
Corporate Credit Card						
Million Baht	1.60	(0.21)	1.39	1.60	(0.17)	1.43

23.2 As at 30 June 2021 and 31 December 2020, the Company has obligations in accordance with the professional or consultant hire contracts with related persons. The contracts are for a period of 12 months ended 31 December 2021, the consultancy rate is in the amount of Baht 0.10 million equally for the both periods.

23.3 As at 30 June 2021 and 31 December 2020, the Company has obligations in accordance with the service contracts with other entities in the amount of Baht 10.45 million and of Baht 10.86 million respectively.

23.4 As at 30 June 2021 and 31 December 2020, the Company has obligations to future lease payments in accordance with the office equipment lease contracts with other entities as follows:

	(Unit : Million Baht)	
	Consolidated/Separate Financial Statements	Separate Financial Statements
	As at	As at
	30 June 2021	31 December 2020
Not later than 1 year	0.21	0.22
Later than 1 year but not later than 5 years	0.11	0.21
Total	0.32	0.43

23.5 As at 30 June 2021 and 31 December 2020, the Company has obligations to future payments for capital expenditure with other entities to acquire significant property, plant and equipment which are not yet recognized is in amount of Baht 1.36 million equally for the both periods.

24. Approval of the Interim Financial Statements

This interim financial statements has been approved for issue by the Board of Directors of CPL Group Public Company Limited on 11 August 2021.
