

[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 statement of financial position as at 31 March 2021, and the related statement of comprehensive income, the statement of changes in shareholders' equity and the statement of cash flows for the three months period then ended, as well as notes to the condensed financial statements of 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 Puttasatien)

Certified Public Accountant, Registration No. 4387

CWWP Company Limited

Bangkok,

11 May 2021

CPL GROUP PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

As at 31 March 2021

Unit : Baht

	Notes	31 March 2021	31 December 2020
		Unaudited Limited Reviewed Only	Audited
Assets			
Current Assets			
Cash and Cash Equivalents		92,732,912.39	69,396,616.01
Trade and Other Current Receivables	4	303,200,576.59	234,263,620.94
Inventories	5	1,033,542,537.85	986,152,927.14
Current Tax Assets		138,367.37	685,118.79
Other Current Assets		100,902.14	126,485.44
Total Current Assets		1,429,715,296.34	1,290,624,768.32
Non-Current Assets			
Investments in Associates	6	768,785.70	99,997.50
Long-Term Loans to Employees		400,662.08	147,470.42
Investment Property		124,988,568.42	124,988,568.42
Property, Plant and Equipment	7	545,437,882.44	549,500,886.17
Right-of-Use Assets	8.1	61,842,919.02	76,285,503.04
Other Intangible Assets		3,617,002.47	3,965,783.54
Deferred Tax Assets	9	64,406,818.47	60,372,722.76
Other Non-Current Assets		26,387,620.08	26,424,821.37
Total Non-Current Assets		827,850,258.68	841,785,753.22
Total Assets		2,257,565,555.02	2,132,410,521.54

CPL GROUP PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

As at 31 March 2021

Unit : Baht

	Notes	31 March 2021	31 December 2020
		Unaudited	Audited
		Limited	Reviewed Only
Liabilities and Shareholders' Equity			
Current Liabilities			
Overdrafts and Short-Term Borrowings from Financial Institutions	11	694,676,038.77	662,487,909.76
Trade and Other Current Payables	12	323,966,747.26	248,989,867.02
Current Portion of Long-Term Liabilities			
Long-Term Borrowings	13	59,367,000.00	58,483,000.00
Lease Liabilities	8.2	18,702,142.94	19,414,295.16
Derivatives Liabilities	14	1,751,665.10	1,614,915.48
Total Current Liabilities		1,098,463,594.07	990,989,987.42
Non-Current Liabilities			
Long-Term Borrowings	13	90,576,000.00	105,918,000.00
Lease Liabilities	8.2	32,608,458.67	39,557,326.52
Deferred Tax Liabilities	9	1,958,704.27	3,032,346.30
Non-Current Provisions for Employee Benefits		57,992,632.34	56,863,655.77
Other Non-Current Liabilities		284,650.00	221,500.00
Total Non-Current Liabilities		183,420,445.28	205,592,828.59
Total Liabilities		1,281,884,039.35	1,196,582,816.01

CPL GROUP PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

As at 31 March 2021

Unit : Baht

	Notes	31 March 2021	31 December 2020
		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
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
Share Premium on Ordinary Shares		574,095,791.76	574,095,791.76
Discount on Business Combination under Common Control		(242,518,625.38)	(242,518,625.38)
Retained Earnings			
Appropriated			
Legal Reserve		29,539,593.15	29,539,593.15
Unappropriated		174,810,491.74	134,956,681.60
Other Components of Shareholders' Equity		(90,019.60)	(90,019.60)
Total Shareholders' Equity		975,681,515.67	935,827,705.53
Total Liabilities and Shareholders' Equity		2,257,565,555.02	2,132,410,521.54

CPL GROUP PUBLIC COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
For the three months period ended 31 March 2021

		Unaudited	
		Limited Reviewed Only	
		Unit : Baht	
	Notes	31 March 2021	31 March 2020
Revenue from Sales and Rendering of Services		438,774,063.31	544,101,386.22
Costs of Sales and Rendering of Services		(332,779,958.41)	(419,658,211.94)
Gross Profit		105,994,104.90	124,443,174.28
Gain (Loss) on Exchange Rate		1,965,055.29	(6,733,896.38)
Other Income		5,953,408.88	5,648,618.79
Distribution Costs		(36,867,479.99)	(43,483,104.92)
Administrative Expenses		(33,739,934.65)	(41,077,029.31)
Loss from Derivatives		(136,749.62)	(20,049,034.92)
Finance Costs		(8,791,128.11)	(11,509,643.13)
Share of Profit of Associates	6	368,795.70	-
Profit before Income Tax		34,746,072.40	7,239,084.41
Tax (Expense) Revenue	15	5,107,737.74	(2,139,242.97)
Profit for the period		39,853,810.14	5,099,841.44
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		39,853,810.14	5,091,831.84
Basic Earnings per Share		0.09	0.01

CPL GROUP PUBLIC COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the three months period ended 31 March 2021

Limit

	Notes	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)
Changes in Shareholder's Equity							
Profit for the period		-	-	-	-	39,853,810.14	-
Other Comprehensive Income for the period		-	-	-	-	-	-
Total Changes in Shareholder's Equity		-	-	-	-	39,853,810.14	-
Ending Balance as at 31 March 2021		439,844,284.00	574,095,791.76	(242,518,625.38)	29,539,593.15	174,810,491.74	(90,019.60)
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)
Changes in Shareholder's Equity							
Profit for the period		-	-	-	-	5,099,841.44	-
Other Comprehensive Income for the period		-	-	-	-	(8,009.60)	-
Total Changes in Shareholder's Equity		-	-	-	-	5,091,831.84	-
Ending Balance as at 31 March 2020		439,844,284.00	574,095,791.76	(242,518,625.38)	29,539,593.15	118,960,484.71	(90,019.60)

	Unaudited ed Reviewed Only Unit : Baht
	Total Shareholders' Equity
Beginning Balance as at 1 January 2021	935,827,705.53
Changes in Shareholder's Equity	
Profit for the period	39,853,810.14
Other Comprehensive Income for the period	-
Total Changes in Shareholder's Equity	39,853,810.14
Ending Balance as at 31 March 2021	975,681,515.67
Beginning Balance as at 1 January 2020	914,739,676.80
Changes in Shareholder's Equity	
Profit for the period	5,099,841.44
Other Comprehensive Income for the period	(8,009.60)
Total Changes in Shareholder's Equity	5,091,831.84
Ending Balance as at 31 March 2020	919,831,508.64

CPL GROUP PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
For the three months period ended 31 March 2021

Unaudited
Limited Reviewed Only

Unit : Baht

	Notes	31 March 2021	31 March 2020
Cash Flows from Operating Activities			
Profit for the period		39,853,810.14	5,099,841.44
Adjustment to Reconcile Profit to be Net Cash Received (Paid)			
Adjusted Tax Expense		(5,107,737.74)	2,139,242.97
Adjusted Interest Income		(10,462.97)	(7,625.00)
Adjusted Finance Costs		8,166,427.62	10,935,194.93
Adjusted Trade and Other Current Receivables (Increase) Decrease		(63,294,317.04)	(27,740,232.95)
Adjusted Inventories (Increase) Decrease		(52,630,464.41)	(24,215,576.27)
Adjusted Other Current Assets (Increase) Decrease		25,583.30	(197,577.84)
Adjusted Long-Term Loans to Employees (Increase) Decrease		(253,191.66)	30,153.56
Adjusted Other Non-Current Assets (Increase) Decrease		(180,500.01)	731,820.00
Adjusted Trade and Other Current Payables Increase (Decrease)		74,801,432.90	63,305,306.76
Adjusted Non-Current Liabilities Increase (Decrease)		63,150.00	-
Depreciation		20,227,549.30	20,187,823.58
Amortization of Leasehold Rights		-	49,467.86
Amortization of Other Intangible Assets		348,781.07	639,309.43
Adjusted Loss from Impairment of Trade Receivables (Reversal)		-	(3,243,213.14)
Adjusted Loss on Devaluation of Inventories (Reversal)		5,240,853.70	(20,764,602.73)
Adjusted Non-Current Provisions for Employee Benefits		1,128,976.57	2,382,102.02
Adjusted Unrealized (Gain) Loss on Exchange Rate		1,511,668.45	5,406,303.78
Adjusted (Gain) Loss from Adjustment of Fair Value of Derivative		136,749.62	20,049,034.92
Adjusted (Gain) Loss on Sale of Investment Property		-	(2,036,356.04)
Adjusted (Gain) Loss on Sale of Property, Plant and Equipment		(666,500.32)	(46,727.97)
Adjusted Loss on Write-off of Property, Plant and Equipment		5,154.25	150,115.37
Adjusted Loss on Write-off of Non-operating Assets		4,711.07	-
Adjusted Share of Profit of Associates		(368,795.70)	-
Cash Generated from (Used in) Operations		29,002,878.14	52,853,804.68
Cash Receipts from Interest Income		10,462.97	7,625.00
Cash Payments Income Tax		(138,367.37)	(199,974.06)
Cash Payments for Employee Benefits		-	(1,821,538.50)
Net Cash Generated from (Used in) Operating Activities		28,874,973.74	50,839,917.12

CPL GROUP PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
For the three months period ended 31 March 2021

Unaudited
Limited Reviewed Only
Unit : Baht

	Notes	31 March 2021	31 March 2020
Cash Flows from Investing Activities			
Cash Payments for Purchase of Property, Plant and Equipment		(739,761.61)	(7,912,512.59)
Cash Receipts from Sale of Property, Plant and Equipment		727,255.15	46,728.97
Cash Payments for Purchase of Other Intangible Assets		-	(172,000.00)
Cash Payments for Prepayments for Assets		-	(28,241.19)
Cash Payments for Investment in Associates		(299,992.50)	-
Cash Payments for Investment Payables		(99,997.50)	-
Net Cash Generated from (Used in) Investing Activities		(412,496.46)	(8,066,024.81)
Cash Flows from Financing Activities			
Increase (Decrease) in Overdrafts		(18,925,203.43)	3,488,482.62
Cash Receipts from Short-Term Borrowings from Financial Institutions		470,379,203.27	506,434,000.88
Cash Payments for Short-Term Borrowings from Financial Institutions		(426,670,477.80)	(430,619,701.82)
Cash Payments for Short-Term Borrowings from Related Persons		-	(60,000,000.00)
Cash Payments for Long-Term Borrowings from Financial Institutions		(14,458,000.00)	(6,469,000.00)
Cash Payments for Lease Liabilities		(7,661,020.07)	(5,129,121.96)
Cash Payments for Asset Payables		(12,424.00)	(2,028,605.40)
Cash Payments for Interest Expense		(8,399,945.43)	(12,803,187.88)
Net Cash Generated from (Used in) Financing Activities		(5,747,867.46)	(7,127,133.56)
Net Increase (Decrease) in Cash and Cash Equivalents before Effect of Exchange Rate		22,714,609.82	35,646,758.75
Effect of Exchange Rate on Cash and Cash Equivalents		621,686.56	(712,634.11)
Net Increase (Decrease) in Cash and Cash Equivalents		23,336,296.38	34,934,124.64
Cash and Cash Equivalents at the Beginning of the period		69,396,616.01	42,353,886.80
Cash and Cash Equivalents at the Ending of the period		92,732,912.39	77,288,011.44

CPL GROUP PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
For the three months period ended 31 March 2021
(Unaudited/Limited Reviewed Only)

1. General 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 31 March 2021 and 31 December 2020, the major shareholder of the Company is Wongcharoensin Group.

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. 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. Trade and Other Current Receivables

Consist of:

	(Unit : Baht)	
	As at	As at
	31 March 2021	31 December 2020
Trade Receivables		
Trade Receivables – Domestic	108,855,425.56	87,542,959.41
Trade Receivables – Overseas	175,433,844.35	140,337,739.76
Notes Receivable	5,153,977.38	5,820,214.77
Returned Cheques Receivable	-	114,217.15
Total	289,443,247.29	233,815,131.09
<u>Less</u> Allowance for Expected Credit Losses	(21,772,102.97)	(21,772,102.97)
Net	267,671,144.32	212,043,028.12
Other Receivables	55,103,252.81	41,794,413.36
<u>Less</u> Allowance for Loss from Impairment	(19,573,820.54)	(19,573,820.54)
Net	35,529,432.27	22,220,592.82
Total	303,200,576.59	234,263,620.94

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

	(Unit : Baht)	
	As at	As at
	31 March 2021	31 December 2020
Within Due	111,573,928.13	109,539,199.84
Overdue 1 – 30 days	77,097,581.94	59,019,440.14
Overdue 31 – 60 days	31,522,323.33	12,928,976.13
Overdue 61 – 90 days	16,002,245.10	7,852,965.61
Overdue 91 – 180 days	9,740,049.51	22,159,437.72
Overdue 181 – 365 days	25,813,222.28	9,371,938.22
Overdue more than 365 days	17,693,897.00	12,943,173.43
Total	289,443,247.29	233,815,131.09
<u>Less</u> Allowance for Expected Credit Losses	(21,772,102.97)	(21,772,102.97)
Net	267,671,144.32	212,043,028.12

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

	(Unit : Baht)	
	As at	As at
	31 March 2021	31 December 2020
Prepaid Expenses	4,510,126.66	2,758,004.44
Prepayment for Goods	33,323,989.22	31,140,347.25
Revenue Department Receivable	3,569,317.49	1,654,954.49
Others	13,699,819.44	6,241,107.18
Total	13,699,819.44	41,794,413.36
<u>Less</u> Allowance for Loss from Impairment	(19,573,820.54)	(19,573,820.54)
Net	35,529,432.27	22,220,592.82

For the three months period ended 31 March 2021 and 2020, allowance for expected credit losses and allowance for loss from impairment have the movement as follows:

	(Unit : Baht)	
	For the three months period ended 31 March 2021	For the three months period ended 31 March 2020
Beginning Balance	(41,345,923.51)	(35,901,888.57)
Addition	-	(128,016.09)
Reverse	-	3,371,229.23
Ending Balance	<u>(41,345,923.51)</u>	<u>(32,658,675.43)</u>

5. Inventories

Consist of:

	(Unit : Baht)	
	As at 31 March 2021	As at 31 December 2020
Finished Goods	356,179,646.14	360,114,014.96
Semi-Finished Goods – Cow Nappa	345,852,615.24	369,820,426.43
Semi-Finished Goods – Cow Split	11,195,718.16	11,256,897.39
Semi-Finished Goods – Personal Protective Equipment	28,940,353.25	33,345,559.86
Goods-in-Process	98,277,285.62	74,535,476.98
Work-in-Process	2,959,174.42	-
Raw Materials	79,439,939.05	51,770,703.23
Chemicals	30,317,890.17	21,829,718.47
Supplies	15,802,145.73	18,334,131.10
Goods-in-Transit	78,345,357.07	45,964,526.84
Right to Recover Returned Products	5,567,511.31	13,275,716.49
Total	<u>1,052,877,636.16</u>	<u>1,000,247,171.75</u>
<u>Less</u> Allowance for Devaluation of Inventories	<u>(19,335,098.31)</u>	<u>(14,094,244.61)</u>
Net	<u><u>1,033,542,537.85</u></u>	<u><u>986,152,927.14</u></u>

For the three months period ended 31 March 2021 and 2020, allowance for devaluation of inventories have the movement as follows:

	(Unit : Baht)	
	For the three months period ended 31 March 2021	For the three months period ended 31 March 2020
Beginning Balance	(14,094,244.61)	(51,322,872.32)
Addition	(12,451,740.36)	(3,809,041.35)
Reverse	7,210,886.66	24,573,644.08
Ending Balance	<u>(19,335,098.31)</u>	<u>(30,558,269.59)</u>

As at 31 March 2021 and 31 December 2020, the beneficiary from insurance for inventories in the insurance contract in amount of Baht 1,014.10 million equally for the both periods, are the collateral pledged as security against all liabilities with the financial institutions as in Note 10.

6. Investments in Associates

Consist of:

Entity's Name	Type of Business	Country of Incorporation	Paid-Up Capital	Investment and Voting Right Ratio %	(Unit : Baht)	
					Equity Method	
					As at 31 March 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	768,785.70	99,997.50
Total					<u>768,785.70</u>	<u>99,997.50</u>

As at 31 March 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 three months period ended 31 March 2021 and 2020, investments in associates have the movement as follows:

	(Unit : Baht)	
	For the three months period ended 31 March 2021	For the three months period ended 31 March 2020
Beginning Carrying Amount	99,997.50	-
Paid Investment	299,992.50	-
Recognized Share of Profit		
Recognized in Profit (Loss) for the period	368,795.70	-
Ending Carrying Amount	<u>768,785.70</u>	<u>-</u>

7. Property, Plant and Equipment

For the three months period ended 31 March 2021, property, plant and equipment have the movement as follows:

	(Unit : Baht)
Beginning Carrying Amount	549,500,886.17
Purchase of Assets	889,761.61
Transfer In	10,558,818.77
Sale of Assets	(6,521,524.02)
Write-off of Assets	(321,282.61)
Accumulated Depreciation for Sale/ Write-off	6,776,897.55
Depreciation Charged in the Profit or Loss for the period	(15,445,675.03)
Ending Carrying Amount	<u>545,437,882.44</u>

As at 31 March 2021 and 31 December 2020, a part of property, plant and equipment in the carrying amount of Baht 155.35 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 10.

8. Right-of-Use Assets and Lease Liabilities

8.1 Right-of-Use Assets

For the three months period ended 31 March 2021, right-of-use have the movement as follows:

	(Unit : Baht)
Beginning Carrying Amount	76,285,503.04
Transfer Out	(10,382,242.73)
Depreciation Charged in the Profit or Loss for the period	(4,060,341.29)
Ending Carrying Amount	<u>61,842,919.02</u>

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

	As at 31 March 2021	As at 31 December 2020
Buildings	37,680,012.27	40,314,068.91
Machines	19,261,134.78	28,623,781.54
Vehicles	4,901,771.97	7,347,652.59
Total	<u>61,842,919.02</u>	<u>76,285,503.04</u>

8.2 Lease Liabilities

Consist of:

	As at 31 March 2021	As at 31 December 2020
Lease Liabilities		
Current	18,702,142.94	19,414,295.16
Non-Current	32,608,458.67	39,557,326.52
Total Lease Liabilities	<u>51,310,601.61</u>	<u>58,971,621.68</u>

The following are the amounts recognized in profit or loss:

	(Unit : Baht)	
	For the three months period ended 31 March 2021	For the three months period ended 31 March 2020
Depreciation of Right-of-Use Assets	4,060,341.29	3,637,903.17
Interest Expense on Lease Liabilities	680,292.74	717,676.39
Total	<u>4,740,634.03</u>	<u>4,355,579.56</u>

9. 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 Company are summarized below:

	(Unit : Baht)			
	As at 31 December 2020	Recognized in Profit (Loss) for the year	Recognized in Other Comprehensive Income	As at 31 March 2021
Deferred Tax Assets				
Allowance for Doubtful Accounts	8,269,184.70	-	-	8,269,184.70
Allowance for Devaluation of Inventories	2,818,848.92	1,048,170.74	-	3,867,019.66
Sales with Right to Return				
Refund Liabilities	2,081,184.16	(938,826.05)	-	1,142,358.11
Right to Recover Returned Products	(2,655,143.30)	1,541,641.04	-	(1,113,502.26)
Derivatives Liabilities	322,983.10	27,349.92	-	350,333.02
Non-Current Provisions				
for Employee Benefits	11,372,731.15	225,795.32	-	11,598,526.47
Tax Losses	38,162,934.03	2,129,964.74	-	40,292,898.77
Total	<u>60,372,722.76</u>	<u>4,034,095.71</u>	<u>-</u>	<u>64,406,818.47</u>
Deferred Tax Liabilities				
Right-of-Use Assets	(3,032,346.30)	1,073,642.03	-	(1,958,704.27)
Total	<u>(3,032,346.30)</u>	<u>1,073,642.03</u>	<u>-</u>	<u>(1,958,704.27)</u>

10. Credits and Guarantees

As at 31 March 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 5, property, plant and equipment of the Company together with the transferring of beneficiary from insurance as in Note 7 and the guarantee of the directors of the Company.

11. Overdrafts and Short-Term Borrowings from Financial Institutions

Consist of:

	(Unit : Baht)	
	As at	As at
	31 March 2021	31 December 2020
Overdrafts	32,575,102.92	51,500,306.35
Promissory Notes	270,000,0000.00	310,000,000.00
Trust Receipts	392,100,935.85	300,987,603.41
Total	<u>694,676,038.77</u>	<u>662,487,909.76</u>

As at 31 March 2021 and 31 December 2020, the whole amount of overdrafts is bank overdrafts, the interest rate of 6.80 – 7.03% per annum and of 5.82 – 6.25% per annum respectively.

As at 31 March 2021 and 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 at 31 March 2021 and 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 at 31 March 2021 and 31 December 2020, overdrafts and short-term borrowings from financial institutions are secured by the collateral as in Note 10.

12. Trade and Other Current Payables

Consist of:

	(Unit : Baht)	
	As at	As at
	31 March 2021	31 December 2020
Trade Payables		
Trade Payables – Domestic	130,837,509.11	91,674,325.48
Trade Payables – Overseas	53,594,167.67	53,664,618.77
Total	<u>184,431,676.78</u>	<u>145,338,944.25</u>
Other Payables	<u>139,535,070.48</u>	<u>103,650,922.77</u>
Total	<u><u>323,966,747.26</u></u>	<u><u>248,989,867.02</u></u>

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

	(Unit : Baht)	
	As at	As at
	31 March 2021	31 December 2020
Refund Liabilities	5,711,790.57	10,405,920.82
Accrued Expenses	32,056,273.28	37,767,634.38
Pre-received for Goods	55,490,015.48	20,231,376.63
Assets Payable	160,500.00	12,424.00
Accrued Interest Expenses	378,888.82	612,406.63
Dividends Payable	1,014,050.65	1,014,050.65
Accrued Special Severance Pay for Retirement	3,494,000.00	3,494,000.00
Post-Employment Benefits Payable	5,021,680.00	8,424,680.00
Others	<u>36,207,871.68</u>	<u>21,688,429.66</u>
Total	<u><u>139,535,070.48</u></u>	<u><u>103,650,922.77</u></u>

13. Long-Term Borrowings

Consist of:

	(Unit : Baht)	
	As at	As at
	31 March 2021	31 December 2020
Current		
Not later than 1 year	59,367,000.00	58,483,000.00
Total Current	59,367,000.00	58,483,000.00
Non-Current		
Later than 1 year but not later than 5 years	90,576,000.00	105,918,000.00
Total Non-Current	90,576,000.00	105,918,000.00
Total	149,943,000.00	164,401,000.00

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

No.	(Unit : Baht)				Terms and Conditions
	Total Limit		Outstanding Balance		
	As at 31 March 2021	As at 31 December 2020	As at 31 March 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	13,950,000.00	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	27,327,000.00	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.
4	100,000,000.00	100,000,000.00	90,010,000.00	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	149,943,000.00	164,401,000.00	

As at 31 March 2021 and 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 31 March 2021 and 31 December 2020, long-term borrowings are secured by the collateral as in Note 10.

14. Derivatives Liabilities

As at 31 March 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)							
	Level 1		Level 2		Level 3		Total	
	As at 31 March 2021	As at 31 December 2020	As at 31 March 2021	As at 31 December 2020	As at 31 March 2021	As at 31 December 2020	As at 31 March 2021	As at 31 December 2020
Liabilities								
Derivatives								
Foreign currency								
forward contracts	-	-	1,751,665.10	1,614,915.48	-	-	1,751,665.10	1,614,915.48
Total	-	-	1,751,665.10	1,614,915.48	-	-	1,751,665.10	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.

15. Tax (Expense) Income

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

	(Unit : Baht)	
	For the three months period ended 31 March 2021	For the three months period ended 31 March 2020
Current Income Tax		
Tax (Expense) Income for Current period	-	-
Deferred Income Tax		
Deferred Income Tax (Expense)	(5,107,737.74)	(2,139,242.97)
Tax (Expense) Income Recognized in the Profit or Loss	<u>(5,107,737.74)</u>	<u>(2,139,242.97)</u>

16. Segment Information

16.1 General Information about Segment

The Company 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 Company 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.

16.2 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 Company.

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 Company.

For the three months period ended 31 March 2021 and 2020, the segment information is presented as follows:

(Unit : Thousand Baht)

	For the three months period ended 31 March 2021					
	Reportable Segment			Personal Protective Equipment	Eliminated Transaction	Total
	Tannery Industry		Total			
	Finished Leather	Equipment				
Revenue from Contracts with Customers						
External Customers	259,515	11,544	271,059	167,715	-	438,774
Inter-Segment	5,111	16,978	22,089	-	(22,089)	-
Total	264,626	28,522	293,148	167,715	(22,089)	438,774
Disaggregation of Revenue from Contracts with Customers						
Geographical Region						
Domestic	33,013	16,978	49,991	164,327	(22,089)	192,229
Overseas	231,613	11,544	243,157	3,388	-	246,545
Total	264,626	28,522	293,148	167,715	(22,089)	438,774
Gross Profit	31,845	4,759	36,604	69,390	-	105,994
Gain (Loss) on Exchange Rate			1,999	(34)	-	1,965
Other Income			1,207	4,746	-	5,953
Distribution Costs			(8,367)	(28,500)	-	(36,867)
Administrative Expenses			(17,516)	(16,224)	-	(33,740)
Loss from Derivatives			(137)	-	-	(137)
Finance Costs			(5,840)	(2,951)	-	(8,791)
Share of Profit of Associates			-	369	-	369
Profit before Income Tax			7,950	26,796	-	34,746
Tax (Expense) Income						5,108
Profit for the period						39,854
Depreciation and Amortization						20,576

(Unit : Thousand Baht)

	For the three months period ended 31 March 2020					
	Reportable Segment			Personal Protective Equipment	Eliminated Transaction	Total
	Tannery Industry		Total			
	Finished Leather	Equipment				
Revenue from Contracts with Customers						
External Customers	326,660	14,389	341,049	203,052	-	544,101
Inter-Segment	17,736	30,100	47,836	-	(47,836)	-
Total	344,396	44,489	388,885	203,052	(47,836)	544,101
Disaggregation of Revenue from Contracts with Customers						
Geographical Region	59,792	30,100	89,892	195,538	(47,836)	237,594
Domestic	284,604	14,389	298,993	7,514	-	306,507
Overseas	344,396	44,489	388,885	203,052	(47,836)	544,101
Gross Profit	26,741	10,486	37,227	87,216	-	124,443
Gain (Loss) on Exchange Rate			(5,497)	(1,237)	-	(6,734)
Other Income			3,450	2,199	-	5,649
Distribution Costs			(14,255)	(29,228)	-	(43,483)
Administrative Expenses			(23,282)	(17,795)	-	(41,077)
Loss from Derivatives			(20,049)	-	-	(20,049)
Finance Costs			(8,737)	(2,773)	-	(11,510)
Profit (Loss) before Income Tax			(31,143)	38,382	-	7,239
Tax (Expense) Income						(2,139)
Profit for the period						5,100
Depreciation and Amortization						20,877

16.3 Information about Major Customers

For the three months period ended 31 March 2021 and 2020, the Company has no major customer with revenue of 10% or more of the Company's revenue.

17. Financial Instruments

17.1 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 Company'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.

17.2 Fair Value Hierarchy

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

(Unit : Baht)					
As at 31 March 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	1,751,665.10	-	1,751,665.10	-	1,751,665.10
(Unit : Baht)					
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

18. 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:

18.1 Nature of Relationship of the Company

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

18.2 Inter-Transactions

		(Unit: Baht)	
Pricing Policies		For the three months period ended 31 March 2021	For the three months period ended 31 March 2020
Associates			
Revenue from Sales	Comparable prices with other entities	412,000.00	-
Consultancy Income	Cost plus margin prices	-	261,799.65
Related Entities			
Revenue from Sales	Comparable prices with other entities	427,640.75	73,711.25
Other Income	Mutual agreed prices	153,197.58	152,705.58
Purchase of Raw Materials	Mutual agreed prices	61,392,122.50	81,006,177.85
Purchase of Supplies	Mutual agreed prices	364,920.00	355,250.00
Rental Expense	Mutual agreed prices	198,738.99	445,021.23
Other Expenses	Mutual agreed prices	6,172,062.00	4,982,345.88
Related Persons			
Consultancy Expense	Mutual agreed prices	900,000.00	1,800,000.00
Other Expenses	Mutual agreed prices	4,182.00	-
Interest	2.50% per year	-	148,954.08

18.3 Inter-Outstanding Balances

		(Unit : Baht)	
		As at 31 March 2021	As at 31 December 2020
Trade Receivables			
Associates		121,980.00	-
Related Entities		517,033.37	388,805.64
Total		<u>639,013.37</u>	<u>388,805.64</u>

	(Unit : Baht)	
	As at 31 March 2021	As at 31 December 2020
Prepayment for Goods		
Associates	6,525,424.57	6,525,424.57
Total	6,525,424.57	6,525,424.57
<u>Less Allowance for Loss from Impairment</u>	(6,525,424.57)	(6,525,424.57)
Net	-	-
Other Receivables		
Associates	-	185,542.74
Related Entities	21,346.47	17,978.11
Total	21,346.47	203,520.85
Trade Payables		
Related Entities	87,797,136.94	62,045,742.79
Total	87,797,136.94	62,045,742.79
Accrued Expenses		
Related Entities	5,017.50	5,880.48
Related Persons	3,633,344.78	3,617,002.27
Total	3,638,362.28	3,622,882.75
Post-Employment Benefits Payable		
Related Persons	5,021,680.00	8,424,680.00
Total	5,021,680.00	8,424,680.00
Other Payables		
Related Entities	31,920.08	41,606.08
Related Persons	3,000.00	32,127.71
Total	34,920.08	73,733.79
Accrued investment		
Associates	-	99,997.50
Total	-	99,997.50

(Unit : Baht)

	As at 31 March 2021	As at 31 December 2020
Short-Term Borrowings		
Related Persons		
Beginning Balance	-	60,000,000.00
Additional Borrowings	-	-
Repayment	-	(60,000,000.00)
Ending Balance	<u>-</u>	<u>-</u>
Lease Liabilities		
Related Entities	33,903,016.00	36,171,015.00
Related Persons	<u>675,000.00</u>	<u>720,000.00</u>
Total	<u>34,578,016.00</u>	<u>36,891,015.00</u>

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.

18.4 Inter-Obligations

As at 31 March 2021 and 31 December 2020, the Company has obligations in accordance with the professional or consultant hire contracts with related persons as in Note 20.2.

18.5 Key Management Personnel Compensation

	(Unit: Baht)	
	For the three months period ended 31 March 2021	For the three months period ended 31 March 2020
Short-Term Employee Benefits	6,481,030.00	8,711,600.00
Post-Employment Benefits		
Defined Contribution Plans	99,867.00	122,385.00
Defined Benefit Plans	79,006.64	190,441.00
Total	6,659,903.64	9,024,426.00

19. Non-Cash Transactions

Consist of:

	(Unit: Baht)	
	For the three months period ended 31 March 2021	For the three months period ended 31 March 2020
Acquisition of Property, Plant and Equipment		
By assuming Assets Payable		
Value of Assets in Property, Plant and Equipment	150,000.00	559,291.15
Value Added Tax in Other Current Receivables	10,500.00	2,381.00
Right-of-use Assets increase from Lease Agreement	-	44,233,308.12
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

20. Obligations and Contingent Liabilities

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

20.1 As at 31 March 2021 and 31 December 2020, the Company has obligations and contingent liabilities with financial institutions as follows:

	As at 31 March 2021			As at 31 December 2020		
	Total Limit	Utilized Limit	Remaining Limit	Total Limit	Utilized Limit	Remaining Limit
Overdrafts						
Million Baht	100.00	(32.58)	67.42	100.00	(51.50)	48.50
Promissory Notes, Letters of Credit and Trust Receipts						
Million Baht	1,527.00	(743.66)	783.34	1,527.00	(704.58)	822.42
Million USD	3.00	(0.61)	2.39	3.00	(0.87)	2.13
Letters of Guarantee						
Million Baht	15.00	(6.83)	8.17	15.00	(7.45)	7.55
Currency Forward Contracts						
Million Baht	1,090.00	(53.58)	1,036.42	1,090.00	(53.58)	1,036.42
Corporate Credit Card						
Million Baht	1.60	(0.26)	1.34	1.60	(0.17)	1.43

20.2 As at 31 March 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.

20.3 As at 31 March 2021 and 31 December 2020, the Company has obligations in accordance with the service contracts with other entities in the amount of Baht 13.11 million and of Baht 10.86 million respectively.

20.4 As at 31 March 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)

	As at 31 March 2021	As at 31 December 2020
Not later than 1 year	0.22	0.22
Later than 1 year but not later than 5 years	0.15	0.21
Total	<u>0.37</u>	<u>0.43</u>

20.5 As at 31 March 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.

21. Event after the Reporting Period

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, which the dividend shall be paid on 10 May 2021.

22. 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 May 2021.
