

**ASIA PRECISION PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES
FINANCIAL STATEMENTS
DECEMBER 31, 2022
AND INDEPENDENT AUDITOR'S REPORT**

Independent Auditor's Report

To the Shareholders of Asia Precision Public Company Limited

Opinion

I have audited the financial statements of Asia Precision Public Company Limited and its subsidiaries (the Group), which comprise the consolidated and separate statements of financial position and as at December 31, 2022, the related consolidated and separate statements of comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the consolidated financial statements and notes to the separate financial statements, including a summary of significant accounting policies.

In my opinion, the consolidated and separate financial statements referred to above present fairly, in all material respects, the financial position of Asia Precision Public Company Limited and its subsidiaries and Asia Precision Public Company Limited as at December 31, 2022, their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

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

Key Audit Matters

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

Key audit matters	Audit procedures respond risk
<p>Revenue recognition by percentage of work completion, valuation of work, and service cost estimated</p> <p>The Company has revenues from construction contracts which are recognized when the Company satisfies a performance obligation according to the contract over time by transferring control of asset from construction to a customer based on input method which is calculated from the proportion of contract costs incurred for work performed to date relative to the estimated total contract costs. The management is required to make significant judgments in the estimation of the construction project costs.</p> <p>Therefore, the key audit matter is the accuracy and occurrence of calculation and recognition of revenues from construction contracts over time based on input method and the accuracy of recognition of total relevant costs of construction.</p>	<p>I have performed in accordance with Thai Standard on Auditing 600, “Special considerations — audits of group financial statements (including the work of component auditors)”. that is, I have jointly planned and supervised key audit guidelines and sent questionnaires to other auditors who audited the financial statements of that subsidiary whose accounts were included in the financial statements of that subsidiary. In addition, I would like to see the audit paper of that auditor as well, which contains:</p> <ul style="list-style-type: none"> • Understanding the revenue recognition process and internal control related to the estimation of total costs of construction, calculation and recognition of revenues from construction contracts over time based on input method which is calculated from the proportion of contract costs incurred for work performed to date relative to the estimated total contract costs. • Testing design and implementation and operating effectiveness of the internal control relating to the estimation of total costs of construction, calculation and recognition of revenues from construction contracts over time based on input method. • Performing substantive testing as follows: <ul style="list-style-type: none"> - Testing terms and condition of the construction contract, testing supporting documents and assumptions used in the estimation of total costs of construction. - Testing calculation of revenues from construction contracts based on input method and performing an analysis of proportion of significant components of costs of construction contracts and the estimation of total costs of construction. - Observing at sites of the construction projects to consider the progress of the construction projects against the progress as reported in the construction progress report. - Testing costs of construction incurred during the year and near the year end with supporting documents.

Key audit matters	Audit procedures respond risk
<p>Bitcoin Mining Business</p> <p>1. Measurement of assets with indications of impairment</p> <p>As disclosed in Note 13 to the financial statements, the Group has fixed assets related to the bitcoin mining business. which consists of plant and equipment of a subsidiary consisting of two mines that are considered to be the same cash-generating unit. As at December 31, 2022, the book value of assets in such business according to the consolidated financial statements amounted to Baht 614 million. representing 63 % of the property, plant and equipment and representing 63 % of total assets in the consolidated financial statements. During the year 2022, Bitcoin price (digital assets) has decreased, the company has made an estimate of the recoverable value of the cash-generating unit as of December 31, 2022. I have focused on the materiality of the amount from the estimation related to the recoverable amount. and the use of discretion in estimating future bitcoin selling prices against internationally accepted reference data.</p> <p>2. Measurement of intangible assets – digital assets</p> <p>As disclosed in Note 17 to the financial statements, the Group has intangible assets – digital assets generated from bitcoin mining of subsidiaries as of December 31, 2022. The book value in the consolidated financial statements amounted to Baht 37 million, representing 0.82% of total assets for the consolidated financial statements. I am interested in the reliability of the source of information that the Group has referenced in the measurement and the estimation of the recoverable amount at the end of the period.</p> <p>3. Revenue recognition from digital assets</p> <p>The Group has revenues from digital assets from bitcoin mining in the amount of 43 million baht in the consolidated financial statements for the year ended December 31, 2022. I am interested in the credibility of the sources of information that the Group uses to record mining revenue recognition, as well as the collection and reporting processes.</p> <p>Consequently, I consider that this is a key audit matter.</p>	<p>I have performed in accordance with Thai Standard on Auditing 600, “Special considerations — audits of group financial statements (including the work of component auditors)”. that is, I have jointly planned and supervised key audit guidelines and sent questionnaires to other auditors who audited the financial statements of the subsidiary companies that have the items in items 1 to 3 in the financial statements of the subsidiary.</p> <p>In addition, I also asked to see the audit paper of that auditor. and know that The subsidiary's management has arranged for the accounting under the digital asset mining business, I.e. building and equipment, digital assets which has credible evidence.</p> <p>The consideration of asset impairment by considering the recoverable amount from future estimates and reference to reliable information at an international level, and the recognition of revenue from digital assets is in accordance with financial reporting standards. with reports from internationally recognized programs</p>

Emphasis of Matter

I draw attention to Note 33.3 of the notes to financial statements, which describes the contingent liabilities as a result of the subsidiary being notified by a hirer regarding the claim for damages under service agreement. The subsidiary is currently negotiating with the hirer on such claim. However, I do not express a conditional opinion on this matter.

Other Information

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

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

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

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

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

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

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

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

The engagement partner on the audit resulting in this independent auditor's report is Ms. Kannika Wipanurat.

Ms. Kannika Wipanurat
Certified Public Accountant
Registration No. 7305
Karin Audit Company Limited
Bangkok
February 28, 2023

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2022

Unit: Baht					
		Consolidated financial statements		Separate financial statements	
Notes	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021	
Assets					
Current assets					
Cash and cash equivalents	7	214,369,225.36	596,386,988.05	52,062,509.43	23,661,997.09
Trade and other current receivables	8	1,971,563,188.51	1,847,907,850.69	2,161,366.84	353,002.79
Short-term loan and interest receivables	6.2	-	-	612,300,000.00	357,300,000.00
Inventories	9	53,677,717.26	177,595,104.39	-	-
Other current financial assets	10	-	1,931,409.26	-	-
Assets classified as held for sale	11.1	877,245,389.69	-	329,999,970.00	-
Total current assets		<u>3,116,855,520.82</u>	<u>2,623,821,352.39</u>	<u>996,523,846.27</u>	<u>381,314,999.88</u>
Non – current assets					
Investments in subsidiaries	11	-	-	1,250,279,770.00	1,149,999,940.00
Investment property	12	3,252,787.35	3,252,787.35	-	-
Property, plant and equipment	13	1,075,503,855.95	697,100,123.04	5,427,989.36	5,484,676.39
Right – of – use assets	14	44,481,028.98	35,588,321.36	-	-
Right under the raw water distribution contract	15	125,580,589.88	131,245,879.66	-	-
Other intangible assets	16	3,219,975.96	5,842,825.86	-	-
Digital assets	17	36,808,514.62	-	-	-
Deferred tax assets	18	40,338,844.68	37,956.82	-	-
Other non – current assets	19	62,365,875.45	63,587,416.52	178,845.42	23,134.76
Total non – current assets		<u>1,391,551,472.87</u>	<u>936,655,310.61</u>	<u>1,255,886,604.78</u>	<u>1,155,507,751.15</u>
Total assets		<u><u>4,508,406,993.69</u></u>	<u><u>3,560,476,663.00</u></u>	<u><u>2,252,410,451.05</u></u>	<u><u>1,536,822,751.03</u></u>

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT DECEMBER 31, 2022

		Unit: Baht			
		Consolidated financial statements		Separate financial statements	
Notes		December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
Liabilities and shareholders' equity					
Current liabilities					
	Bank overdrafts and short-term borrowings from financial institutions	20	109,717,322.73	124,667,057.08	-
	Trade and other current payables	21	1,252,277,293.92	1,140,923,182.82	6,470,117.83
	Current portion of long – term liabilities	23	18,000,000.00	47,901,768.19	-
	Current portion of lease liabilities	24	12,154,196.86	88,358,271.99	-
	Short-term loan and interest payables	22	81,671,640.63	79,760,337.33	-
	Corporate income tax payable		90,728.25	18,277,773.08	-
	Other current financial liabilities	10	10,424,192.29	-	-
	Current provisions for employee benefit		2,885,000.00	-	2,885,000.00
	Liabilities included in disposal groups classified as held for sale	11.1	116,065,283.75	-	-
	Total current liabilities		1,603,285,658.43	1,499,888,390.49	9,355,117.83
Non – current liabilities					
	Long – term borrowings	23	16,401,768.10	-	-
	Lease liabilities	24	34,104,349.08	25,892,889.01	-
	Debenture	25	682,607,673.41	-	682,607,673.41
	Deferred tax liabilities	18	32,326,520.47	33,506,987.83	-
	Non – current provisions for employee benefit	26	12,250,067.78	34,341,865.97	3,466,002.75
	Other non – current liabilities		242,280.86	4,843,788.22	-
	Total non – current liabilities		777,932,659.70	98,585,531.03	686,073,676.16
	Total liabilities		2,381,218,318.13	1,598,473,921.52	695,428,793.99
Shareholders' equity					
Share capital					
Authorized share capital					
	Ordinary shares Baht 1.00 par value 659,999,962 shares		659,999,962.00	659,999,962.00	659,999,962.00
Issued and paid share capital					
	Ordinary shares Baht 1.00 par value 659,999,862 shares		659,999,862.00	659,999,862.00	659,999,862.00
	Share premium on ordinary shares		369,183,857.00	369,183,857.00	369,183,857.00
Retained earnings					
Appropriated					
	Legal reserve	27	66,000,000.00	66,000,000.00	66,000,000.00
	Unappropriated		602,083,602.27	753,433,839.67	461,797,938.06
	Other components of shareholders' equity		125,294,461.83	106,877,861.96	-
	Total shareholders' equity of the parent company		1,822,561,783.10	1,955,495,420.63	1,556,981,657.06
	Non – controlling interests		304,626,892.46	6,507,320.85	-
	Total shareholders' equity		2,127,188,675.56	1,962,002,741.48	1,556,981,657.06
	Total liabilities and shareholders' equity		4,508,406,993.69	3,560,476,663.00	2,252,410,451.05

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF COMPREHENSIVE INCOME
 FOR THE YEAR ENDED DECEMBER 31, 2022

		Unit: Baht			
		Consolidated financial statements		Separate financial statements	
Notes		2022	2021	2022	2021
Continuing operation					
	Revenues from sales and services	303,773,864.57	287,001,902.49	7,500,000.00	-
	Revenues from digital assets	43,397,431.21	-	-	-
	Contract revenues	1,470,197,216.96	1,072,528,657.06	-	-
	Costs of sales and costs of services	(320,612,145.93)	(228,493,706.24)	(4,806,767.66)	-
	Costs of digital assets	(72,806,566.16)	-	-	-
	Contract Costs	(1,494,264,788.01)	(958,085,922.18)	-	-
	Gross profit (loss)	(70,314,987.36)	172,950,931.13	2,693,232.34	-
	Profit (loss) from sale of investment	-	-	88,000,000.00	-
	Other income	6,325,401.84	32,521,814.55	25,940,574.18	18,131,898.03
	Distribution costs	-	(15,647.05)	-	-
	Administrative expenses	(128,205,568.18)	(126,138,875.66)	(12,777,227.89)	(19,319,656.95)
	Other expenses	(19,989,884.09)	(9,465,523.06)	(19,883.70)	-
	Financial costs	(26,558,268.35)	(8,664,072.85)	(17,367,049.30)	-
	Profit (loss) before income tax expense from continuing operation	(238,743,306.14)	61,188,627.06	86,469,645.63	(1,187,758.92)
	Tax (expense) income	25,345,838.94	(15,068,301.04)	(16,986,192.11)	-
	Profit (loss) for the year from continuing operation	(213,397,467.20)	46,120,326.02	69,483,453.52	(1,187,758.92)
Discontinued operation					
	Profit (loss) for the year from discontinued operation - net of income tax	110,532,497.71	164,566,485.73	-	-
	Profit (loss) for the year	(102,864,969.49)	210,686,811.75	69,483,453.52	(1,187,758.92)
Other comprehensive income from continuing operation					
<i>Items that will be reclassified</i>					
<i>to profit or loss in subsequent period:</i>					
	Exchange differences on translating of financial statement in foreign currency	(887,742.11)	6,097,746.22	-	-
<i>Items that will not be reclassified to profit or loss</i>					
	Gains (losses) on remeasurements of defined benefit plans	536,819.40	(417,615.05)	-	(1,591,548.05)
	Other comprehensive income for the year from continuing operation	(350,922.71)	5,680,131.17	-	(1,591,548.05)
	Total comprehensive income for the year from continuing operation	(213,748,389.91)	51,800,457.19	69,483,453.52	(2,779,306.97)
Other comprehensive income from discontinued operation					
<i>Items that will not be reclassified to profit or loss:</i>					
	Gains (losses) on remeasurements of defined benefit plans	-	(5,269,842.02)	-	-
	Other comprehensive income for the year from discontinued operation	-	(5,269,842.02)	-	-
	Total comprehensive income for the year from discontinued operation	110,532,497.71	159,296,643.71	-	-
	Other comprehensive income for the year	(350,922.71)	410,289.15	-	(1,591,548.05)
	Total comprehensive income for the year	(103,215,892.20)	211,097,100.90	69,483,453.52	(2,779,306.97)

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF COMPREHENSIVE INCOME (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2022

		Unit: Baht			
		Consolidated financial statements		Separate financial statements	
Notes	2022	2021	2022	2021	
Profit (loss) from continuing operation attributable to					
Owners of parent	(213,421,879.62)	46,041,197.38	69,483,453.52	(1,187,758.92)	
Non – controlling interests	24,412.42	79,128.64	-	-	
	<u>(213,397,467.20)</u>	<u>46,120,326.02</u>	<u>69,483,453.52</u>	<u>(1,187,758.92)</u>	
Total comprehensive income from continuing operation attributable to					
Owners of parent	(213,773,097.14)	51,720,768.52	69,483,453.52	(2,779,306.97)	
Non – controlling interests	24,707.23	79,688.67	-	-	
	<u>(213,748,389.91)</u>	<u>51,800,457.19</u>	<u>69,483,453.52</u>	<u>(2,779,306.97)</u>	
Profit (loss) from discontinued operation attributable to					
Owners of parent	101,133,291.35	164,566,485.73	-	-	
Non – controlling interests	9,399,206.36	-	-	-	
	<u>110,532,497.71</u>	<u>164,566,485.73</u>	<u>-</u>	<u>-</u>	
Total comprehensive income from discontinued operation attributable to					
Owners of parent	101,133,291.35	159,296,643.71	-	-	
Non – controlling interests	9,399,206.36	-	-	-	
	<u>110,532,497.71</u>	<u>159,296,643.71</u>	<u>-</u>	<u>-</u>	
Basic earnings (loss) per share					
Basic earnings (loss) per share from continuing operation	29	(0.3234)	0.0698	0.1053	(0.0018)
Basic earnings (loss) per share from discontinued operation	29	0.1532	0.2493	-	-
		<u>(0.1702)</u>	<u>0.3191</u>	<u>0.1053</u>	<u>(0.0018)</u>

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2022

Unit: Baht												
Consolidated financial statements												
Shareholders' equity of the parent company												
	Notes	Other components of shareholders' equity										
		Other comprehensive income										
		Retained earnings				Exchange differences			Total other			
		Issued and paid share capital	Share premium on ordinary shares	Appropriated for Legal reserve	Unappropriated	Gains (losses) on remeasurements of defined benefit plans	on translating of financial statement in foreign currency	Change in the interest of the parent in subsidiary	components of shareholders' equity	Total equity of the parent company	Non – controlling interests	Total
Balance as at January 1, 2021		659,999,862.00	369,183,857.00	66,000,000.00	588,112,965.38		(366,362.36)	101,146,478.10	100,780,115.74	1,784,076,800.12	6,427,632.18	1,790,504,432.30
Changes in equity for the year 2021:												
Dividend payment	28	-	-	-	(39,598,791.72)	-	-	-	-	(39,598,791.72)	-	(39,598,791.72)
Total comprehensive income for the year		-	-	-	210,607,683.11	(5,688,017.10)	6,097,746.22	-	409,729.12	211,017,412.23	79,688.67	211,097,100.90
Transferred to retained earnings		-	-	-	(5,688,017.10)	5,688,017.10	-	-	5,688,017.10	-	-	-
Balance as at December 31, 2021		659,999,862.00	369,183,857.00	66,000,000.00	753,433,839.67	-	5,731,383.86	101,146,478.10	106,877,861.96	1,955,495,420.63	6,507,320.85	1,962,002,741.48
Changes in equity for the year 2022:												
Change in the interest of the parent in subsidiaries	11.1	-	-	-	-	-	-	19,304,341.98	19,304,341.98	19,304,341.98	-	19,304,341.98
Increased non-controlling interests												
from sale of investment		-	-	-	-	-	-	-	-	-	288,695,658.02	288,695,658.02
Dividend payment	28	-	-	-	(39,598,173.72)	-	-	-	-	(39,598,173.72)	-	(39,598,173.72)
Total comprehensive income for the year		-	-	-	(112,288,588.27)	536,524.59	(887,742.11)	-	(351,217.52)	(112,639,805.79)	9,423,913.59	(103,215,892.20)
Transferred to retained earnings		-	-	-	536,524.59	(536,524.59)	-	-	(536,524.59)	-	-	-
Balance as at December 31, 2022		659,999,862.00	369,183,857.00	66,000,000.00	602,083,602.27	-	4,843,641.75	120,450,820.08	125,294,461.83	1,822,561,783.10	304,626,892.46	2,127,188,675.56

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2022

Unit: Baht								
Separate financial statements								
	Notes	Retained earnings			Other components of shareholders' equity			Total shareholders' equity
		Issued and paid share capital	Share premium on ordinary shares	Appropriated for Legal reserve	Unappropriated	Other comprehensive income		
						Gains (losses) on remeasurements of defined benefit plans	Total other components of shareholders' equity	
Balance as at January 1, 2021		659,999,862.00	369,183,857.00	66,000,000.00	474,290,756.95	-	-	1,569,474,475.95
Changes in equity for the year 2021:								
Dividend payment	28	-	-	-	(39,598,791.72)	-	-	(39,598,791.72)
Total comprehensive income for the year		-	-	-	(1,187,758.92)	(1,591,548.05)	(1,591,548.05)	(2,779,306.97)
Transferred to retained earnings		-	-	-	(1,591,548.05)	1,591,548.05	1,591,548.05	-
Balance as at December 31, 2021		659,999,862.00	369,183,857.00	66,000,000.00	431,912,658.26	-	-	1,527,096,377.26
Changes in equity for the year 2022:								
Dividend payment	28	-	-	-	(39,598,173.72)	-	-	(39,598,173.72)
Total comprehensive income for the year		-	-	-	69,483,453.52	-	-	69,483,453.52
Balance as at December 31, 2022		659,999,862.00	369,183,857.00	66,000,000.00	461,797,938.06	-	-	1,556,981,657.06

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

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

	Notes	Unit: Baht			
		Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:					
Profit (loss) before income tax expense from continuing operations		(238,743,306.14)	61,188,627.06	86,469,645.63	(1,187,758.92)
Profit (loss) before income tax expense from discontinued operations	11.1	123,817,354.69	198,943,424.44	-	-
Adjustment to reconcile profit (loss) before income tax expense to net cash provided (paid)					
Adjusted financial costs		28,224,106.63	14,113,104.36	17,367,049.30	-
Adjusted interest received		(685,133.40)	(379,526.06)	(25,940,574.18)	(15,756,440.48)
Adjusted trade and other receivables (increase) decrease		(227,129,494.28)	(286,394,396.40)	(666,729.49)	348,337.58
Adjusted inventories (increase) decrease		29,407,130.87	(101,969,151.56)	-	-
Adjusted digital assets (increase) decrease		(43,394,472.85)	-	-	-
Adjusted other assets (increase) decrease		4,741,723.04	(1,438,685.47)	2,000.00	-
Adjusted trade and other payable increase (decrease)		114,657,318.72	306,135,662.05	193,025.34	2,195,991.45
Adjusted other liabilities increase (decrease)		(4,596,507.32)	-	-	-
Estimated loss of construction projects increases		18,414,339.41	-	-	-
Adjustment of unrealized loss (gain) of financial assets		12,355,601.55	-	-	-
Depreciation and amortization		80,048,517.74	88,413,297.18	56,687.03	2,004,077.15
Adjustment impairment loss recognized in profit or loss (reversal)		965,274.90	6,630,625.06	-	-
Adjustment expected credit loss (reversal)		(234,447.66)	-	-	-
Adjustment with impairment loss of digital assets		6,585,958.23	-	-	-
Adjusted loss on value of goods (reversal)		4,301,644.55	(1,220,796.88)	-	-
Adjusted other provisions for employee benefits		6,215,012.45	4,802,355.03	1,592,136.54	330,762.01
Adjusted unrealized loss (gain) on foreign exchange		6,641,256.29	6,473,475.01	-	-
Adjusted loss (gain) from sale of investment in subsidiary		-	-	(88,000,000.00)	-
Adjusted loss (gain) from assets disposals		10,698,817.33	(609.07)	-	(3,332.96)
Adjusted loss (gain) from retirement of non – current assets		-	1.00	-	1.00
Adjusted loss (gain) from retirement of right-of-use-assets		(12,605.92)	-	-	-
Other adjustments on non-cash		-	157,644.51	-	-
Total adjust from reconciliation of gain (loss)		47,204,040.28	35,322,998.76	(95,396,405.46)	(10,880,604.25)
Net Cash Provided by (Used in) Operating		(67,721,911.17)	295,455,050.26	(8,926,759.83)	(12,068,363.17)
Interest expense		(9,106,404.74)	(10,616,374.94)	(88,397.25)	-
Interest received		685,133.40	379,526.06	25,940,574.18	15,776,522.45
Income tax pay out		(94,499,666.11)	(29,175,590.96)	(18,285,537.33)	-
Income tax refund		4,884,294.69	-	-	-
Cash received (paid) for employee benefit		(1,304,880.00)	(1,118,800.00)	(2,359,360.82)	(15,000.00)
Net Cash Provided by (Used in) Operating Activities		(167,063,433.93)	254,923,810.42	(3,719,481.05)	3,693,159.28

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022

		Unit: Baht			
		Consolidated financial statements		Separate financial statements	
Notes		2022	2021	2022	2021
CASH FLOWS FROM INVESTING ACTIVITIES:					
	Deposits at financial institution with commitment (increase) decrease	2,597,140.34	(5,366,652.26)	-	-
	Cash paid for investment of subsidiaries undertakings net of cash of subsidiary	(441,686,914.11)	-	(650,279,800.00)	-
	Cash received from sale investment of subsidiary	308,000,000.00	-	308,000,000.00	-
	Cash received from sale property, plant and equipment	1,547,480.46	355,055.25	-	-
	Cash paid to purchase property, plant and equipment	(197,483,742.56)	(24,348,148.41)	-	-
	Cash paid to purchase intangible assets	(1,395,271.56)	(3,079,822.64)	-	-
	Cash received from other long-term assets	-	-	-	10,026,000.00
	Cash received from loans to related parties	-	-	870,000,000.00	15,000,000.00
	Cash paid for loans to related parties	-	-	(740,000,000.00)	(60,000,000.00)
	Cash paid for loans to other parties	-	-	(385,000,000.00)	-
	Net Cash Provided by (Used in) Investing Activities	(328,421,307.43)	(32,439,568.06)	(597,279,800.00)	(34,974,000.00)
CASH FLOWS FROM FINANCING ACTIVITIES:					
	Bank overdrafts increase (decrease)	(13,692,659.15)	(2,090,788.51)	-	-
	Cash received from borrowings from the financial institutions	-	74,593,528.12	-	-
	Cash received from borrowings from related parties	-	-	91,500,000.00	-
	Cash paid to pay the person and related parties borrowings	-	-	(91,500,000.00)	-
	Cash paid to pay borrowings from the financial institutions	(13,500,000.09)	(113,432,693.88)	-	-
	Cash paid to pay lease liabilities	(90,745,253.66)	(89,850,366.88)	-	-
	Cash received from issuing debentures	691,700,000.00	-	691,700,000.00	-
	Cash paid financial costs	(22,702,032.89)	-	(22,702,032.89)	-
	Cash paid to dividend	(39,598,173.72)	(39,598,791.72)	(39,598,173.72)	(39,598,791.72)
	Net Cash Provided by (Used in) Financing Activities	511,461,880.49	(170,379,112.87)	629,399,793.39	(39,598,791.72)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
	BEFORE EFFECTS OF EXCHANGE RATES	15,977,139.13	52,105,129.49	28,400,512.34	(70,879,632.44)
	EFFECTS OF EXCHANGE RATES ON CASH AND CASH EQUIVALENTS	(887,578.51)	6,325,367.23	-	-
	NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	15,089,560.62	58,430,496.72	28,400,512.34	(70,879,632.44)
	CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	596,386,988.05	537,956,491.33	23,661,997.09	94,541,629.53
	CASH AND CASH EQUIVALENTS END OF YEAR				
	FROM DISCONTINUED OPERATIONS	(397,107,323.31)	-	-	-
	CASH AND CASH EQUIVALENTS END OF YEAR	214,369,225.36	596,386,988.05	52,062,509.43	23,661,997.09

Additional cash flow disclosures:

Non – cash are significant in the consolidated and separate financial statements are as follows:

Assets purchased on credit	-	6,746,300.00	-	-
Assets purchased by lease liabilities	-	-	-	-
Right – of – use assets increased by lease liabilities	23,077,900.80	15,548,765.83	-	-

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

1. NATURE OF OPERATIONS

Asia Precision Public Company Limited (“the Company”) is incorporated and domiciled in Thailand. The Company is listed on Stock Exchange of Thailand. The address of the Company’s registered office is 700/331, Moo 6, Donhualor, Muang Chonburi, Chonburi.

As at December 31, 2022, the Company has the largest shareholder is Advance Web Studio Co., Ltd. held 22.12% (As at 31 December 2021 held 22.12%)

The Company, subsidiaries and joint venture (“the Group”) is principally engaged in engineering and construction businesses both domestically and internationally, Construction contractor for a waste-to-energy power generation project, The digital asset business operates on the bitcoin mining business, Water distribution business and Including parts manufacturing.

On March 29, 2021, a subsidiary company established a project management office of A2 Technologies Co., Ltd. (Project Management Office) in Vietnam. To provide materials, equipment and construction of transmission lines and expansion ports in Bac Lieu under a joint agreement between A2 Technologies Co., Ltd. and A2 Technologies Vietnam Co., Ltd.

2. BASIS FOR THE PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Financial Reporting Standards issued under the Accounting Profession Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission under the Securities and Exchange Act.

The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with Thai generally accepted accounting principles requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements.

An English version of the financial statements have been prepared from the statutory financial statements that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language statutory financial statements shall prevail.

The financial statements are prepared and presented in Thai Baht. All financial information presented in Thai Baht has been rounded to the nearest thousand or million unless otherwise stated.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

3. New financial reporting standards

a) Financial reporting standards that became effective in the current year

During the year, the Group has adopted the revised and new financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2022. 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 Group's financial statements.

b) Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2023

The Federation of Accounting Professions issued a number of revised financial reporting standards and interpretations, which are effective for fiscal years beginning on or after 1 January 2022. 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 management of the Group believes that the revision of this standard will not have any significant impact on the Group financial statements.

4. BASIS FOR PREPARATION OF THE CONSOLIDATION FINANCIAL STATEMENT

4.1 The consolidated financial statements include the financial statements of Asia Precision Public Company Limited and its subsidiaries which are under its control with more than 50 percent voting rights as follows:

Direct and Indirect Subsidiaries Company	Nature of business	Country of incorporation	Percentage of holding (%)	
			December 31, 2022	December 31, 2021
<u>Direct Subsidiaries Company</u>				
A2 Technologies Co., Ltd.	Providing services in Engineering Service, Automation Solution, Project Construction Services and provide maintenance services for all types of renewable energy power plants.	Thailand	100.00	100.00
Asia Precision A.T. Co., Ltd. (The related party transaction ended on January 4, 2023.)	Manufacturing and sales of metal parts.	Thailand	100.00	100.00
Green energy mining Co., Ltd.	Trading, mining, cryptocurrency exchange.	Thailand	100.00	-
Asia waste energy Co., Ltd.	Provide engineering service, project construction service and maintenance service for renewable energy power plants from biomass fuel.	Thailand	100.00	-

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

Direct and Indirect Subsidiaries Company	Nature of business	Country of incorporation	Percentage of holding (%)	
			December 31, 2022	December 31, 2021
<u>Indirect Subsidiary Company</u> (Held by Asia Precision A.T. Co., Ltd.)				
Asia Precision Tech Co., Ltd. (The related party transaction ended on January 4, 2023.)	Manufacturing and sales of metal parts.	Thailand	100.00	100.00
<u>Indirect Subsidiaries Company</u> (Held by A2 Technologies Co., Ltd.)				
Cholkij Sakol Co., Ltd.	Production and distribution of raw water	Thailand	98.12	98.12
APCS Technologies Co., Ltd.	Distributed materials, equipment and spare parts are used for the structural construction of electrical enterprises and various energy businesses. Water treatment plants, water purification plants and chemical equations, environmental and design services. Engineering consulting services.	Thailand	100.00	100.00
A2 water management Co., Ltd. (Former name “A2 Teeravat joint venture Co., Ltd.”)	Construction project to increase water pumping capability.	Thailand	100.00	100.00
A2 Technologies Vietnam Co., Ltd.	Project consultant and construction	Vietnam	100.00	100.00

4.2 Subsidiary is an entity controlled by the Company. Control exists when the Company has the power, directly or indirectly through other subsidiaries, to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

4.3 Subsidiaries are fully consolidated as from the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.

4.4 The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.

4.5 Material balances and transactions between the Company and its subsidiaries have been eliminated from the consolidated financial statements.

4.6 The assets and liabilities in the financial statements of overseas subsidiary companies are translated to Baht using the exchange rate prevailing on the end of reporting period, and revenues and expenses translated using monthly average exchange rates. The resulting differences are shown under the caption of “Exchange differences on translation of financial statements in foreign currency” in the statements of changes in shareholders’ equity.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

4.7 Non – controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

The separate financial statements, prepared for the public use, present investments in subsidiaries under the cost method.

5. SIGNIFICANT ACCOUNTING POLICIES

5.1 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and at banks, and all highly liquid investments with an original maturity of three months or less and not subject to withdrawal restrictions.

5.2 Finished goods and work in process

Finished goods and work in process are valued at the lower of cost calculated by moving average or net realizable value. The costs of purchased inventories cost directly attributed to the acquisition of goods, direct labor, other direct costs and an appropriate share of production overheads based on normal operating capacity.

Raw materials are valued at the lower of cost calculated by moving average and net realizable value and are charged to production costs and cost of services whenever consumed. The costs of purchased inventories comprise of the purchase price, conversion cost and other costs directly attributed to the acquisition of goods.

Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale.

Allowance for diminution in value of inventories is recorded by considering obsolete inventories and slow – moving inventories.

5.3 Financial instruments

The Group initially measures financial assets at its fair value and plus transaction costs, in the case of financial assets that are not measured at fair value through profit or loss. However, trade receivables, that do not contain a significant financing component, are measured at the transaction price as disclosed in the accounting policy relating to revenue recognition.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

Classification and measurement of financial assets

Financial assets are classified, at initial recognition, as to be subsequently measured at amortized cost, fair value through other comprehensive income (“FVOCI”), or fair value through profit or loss (“FVTPL”). The classification of financial assets at initial recognition is driven by the Group’s business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets at amortized cost

The Group measures financial assets at amortized cost if the financial asset is held in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at amortized cost are subsequently measured using the effective interest rate (“EIR”) method and are subject to impairment. Gains and losses are recognized in profit or loss when the asset is derecognized, modified or impaired.

Financial assets at FVTPL

Financial assets measured at FVTPL are carried in the statement of financial position at fair value with net changes in fair value recognized in profit or loss.

Such financial assets include derivatives.

Classification and measurement of financial liabilities

Except for derivative liabilities, at initial recognition the Group’s financial liabilities are recognized at fair value net of transaction costs and classified as liabilities to be subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. In determining amortized cost, the Group takes into account any discounts or premiums on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in profit or loss.

Derecognition of financial instruments

A financial asset is primarily derecognized when the rights to receive cash flows from the asset have expired or have been transferred and either the Company has transferred substantially all the risks and rewards of the asset, or the Company has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in profit or loss.

Impairment of financial assets

The Group recognizes an allowance for expected credit losses (“ECLs”) for all debt instruments not held at FVTPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate.

For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12 – months (a 12 – month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure (a lifetime ECL).

The Group considers a significant increase in credit risk to have occurred when contractual payments are more than 30 days past due and considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Group may also consider a financial asset to have a significant increase in credit risk and to be in default using other internal or external information, such as credit rating of issuers.

For trade receivables and contract assets, the Group applies a simplified approach in calculating ECLs. Therefore, the Group does not track changes in credit risk, but instead recognizes a loss allowance based on lifetime ECLs at each reporting date. It is based on its historical credit loss experience and adjusted for forward-looking factors specific to the debtors and the economic environment.

A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

5.4 Derivatives and hedge accounting

The Group uses derivatives such as forward foreign exchange contracts to hedge its exposure to fluctuations in foreign exchange rates.

Derivatives are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. The subsequent changes including interest income are recognised in profit or loss. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Derivative is presented as a non-current asset or a non-current liability if the remaining maturity of the instrument is more than 12 months and it is not due to be realised or settled within 12 months. Other derivatives are presented as current assets or current liabilities.

5.5 Investments in subsidiary companies

Investments in subsidiary companies in the separate financial statements are recorded under the cost method net by the allowance for impairment (if any) and the recognition of the change in the investment in profit or loss is recorded when the investment is disposed or the impairment of the investment incurred.

5.6 Disposal assets (liabilities) groups classified as held for sale

Disposal assets (liabilities) groups is classified as held for sale if its carrying value will be recovered principally through a sale transaction rather than through continuing use, such asset (liabilities) is available for immediate sale in its present and its sale is highly probable.

Disposal assets (liabilities) groups classified as held for sale is measured at the lower of its carrying value and fair value less costs to sell.

5.7 Investment property

Investment property is measured initially at cost, including directly attributable costs and borrowing costs. Subsequently, they are carried at cost less accumulated depreciation and impairment. Land is not depreciated.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

5.8 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses of assets (if any).

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self – constructed assets include the cost of materials and direct labor, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalized borrowing costs.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income or other expense in profit or loss.

Subsequent cost, the cost of replacing a part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day – to – day servicing of property, plant and equipment are recognized in profit or loss as incurred.

Depreciation is calculated based on the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

Depreciation is charged to profit or loss on a straight – line basis over the estimated useful lives of each component of an item of property, plant and equipment. The estimated useful lives are as follows:

	Useful life (years)
Building and building improvements	25 – 30
Machinery and equipment	5 – 10
Utilities systems	5 – 10
Furniture and office equipment	4 – 10
Vehicles	4 – 5

No depreciation is provided on land or assets under construction.

Depreciation methods, useful lives and residual values are reviewed at each financial year – end and adjusted if appropriate.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

5.9 Intangible assets

Intangible assets are shown at cost less by accumulated amortized expense and allowance for impairment (if any) of that asset. Amortization is calculated over the cost of the assets less its residual value (if any). Amortization is recognized in profit or loss on a straight – line basis over the estimated useful lives of intangible assets from the date that they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful lives are as follows:

Computer Software	3 – 10	years
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No amortization of intangible assets during installation

Amortization methods, useful lives and residual values are reviewed at each financial year – end and adjusted if appropriate.

5.10 Digital assets

Revenue and expense recognition

Revenue from cryptocurrency mining

The Group, together with the Bitcoin mining pool, provides verification and validation of blockchain transactions and is compensated with cryptocurrencies by the Bitcoin mining pool. Revenue from cryptocurrency mining is recognised when the Group has provided a service and received cryptocurrency from the Bitcoin mining pool, at the fair value of the cryptocurrencies on the date of receipt, measured at the closing price on www.coinmarketcap.com (“CoinMarketCap”), a central source for cryptocurrency prices.

Cryptocurrency assets

The cryptocurrency business is a new business globally and there are not yet any directly applicable financial reporting standards. Therefore, since the Group considers the objective of investing in cryptocurrency assets to be for long-term investment. The Group has adopted the principles of TAS 38, Intangible Assets, and classifies them as non-current assets.

The Group initially recognises cryptocurrency assets at cost, which is the fair value on the asset on the date of receipt. Following initial recognition, the assets are carried at cost (weighted average method) less any accumulated impairment losses (if any). The Group does not amortise cryptocurrency assets because they are indefinite useful lives. The assessment of their status with indefinite useful lives is reviewed annually.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

At the end of each reporting period, the Group performs impairment reviews on cryptocurrency assets. An impairment loss is recognised when the carrying amount is higher than the asset's fair value at the end of the reporting period, with fair value measured using the closing price at the end of the reporting period on CoinMarketCap. and converted into Thai baht at the exchange rate at the end of the period from the Bank of Thailand.

Cryptocurrency assets are derecognised upon disposal or when no future economic benefits are expected from their use or disposal. Any gain or loss arising on disposal of an asset is included in profit or loss when the asset is derecognised.

5.11 Leases

At inception of contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Group as a lessee

The Group applied a single recognition and measurement approach for all leases, except for short – term leases and leases of low – value assets. At the commencement date of the lease (i.e. the date the underlying asset is available for use), the Group recognizes right – of – use assets representing the right to use underlying assets and lease liabilities based on lease payments.

Right – of – use assets

Right – of – use assets are measured at cost, less accumulated depreciation, any accumulated impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right – of – use assets includes the amount of lease liabilities initially recognized, initial direct costs incurred, and lease payments made at or before the commencement date of the lease less any lease incentives received.

Depreciation of right – of – use assets are calculated by reference to their costs, on the straight-line basis over the shorter of their estimated useful lives and the lease term.

Buildings	2.5 – 8	years
Vehicle	3	years

If ownership of the leased asset is transferred to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2022

Lease liabilities

Lease liabilities are measured at the present value of the lease payments to be made over the lease term. The lease payments include fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be payable under residual value guarantees. Moreover, the lease payments include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Group exercising an option to terminate. Variable lease payments that do not depend on an index or a rate are recognized as expenses in the period in which the event or condition that triggers the payment occurs.

The Group discounted the present value of the lease payments by the interest rate implicit in the lease or the Company's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

Short – term leases and leases of low – value assets

A lease that has a lease term less than or equal to 12 months from commencement date or a lease of low – value assets is recognized as expenses on a straight-line basis over the lease term.

5.12 Impairment of assets

Impairment of assets, the carrying amounts of the Group's assets are reviewed at each financial reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. An impairment loss is recognized whenever the carrying amount of an asset or its cash – generating unit exceeds its recoverable amount. The impairment loss is recognized in profit or loss.

The recoverable amount of assets is the greater of the assets' net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre – tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash – generating unit to which the asset belongs.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

5.13 Trade and other accounts payable

Trade and other accounts payable are stated at cost.

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5.14 Employee benefits

Short – term employee benefits

The Group recognizes salaries, wages, bonuses and contributions to Social Security Fund as expense when incurred.

Post – employment benefits (Defined contribution plans)

The Group and its employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Group. The fund's assets are held in a separate trust fund and the Group' contributions are recognized as expenses in profit or loss in the in which they aside.

Post – employment benefits (Defined benefit plans)

The Group has obligations in respect of the severance payments, under labor law and benefits for the long service. The Group treats these severance payment obligations as a defined benefit plan.

The obligation under the defined benefit plans is determined by a professionally qualified actuary based on actuarial techniques, using the projected unit credit method on a regular basis. The projected unit credit method considers each of service as giving rise to an additional unit of benefit entitlement and measures each unit separately to build up the final obligation. Past service costs are recognized on a straight – line basis over the average until the amended benefits become vested.

Actuarial gains and losses arising from post – employment benefits are recognized immediately in other comprehensive income in the in which they arise and accumulated amounts are recognized as retained earnings in equity.

Other long – term employment benefits

The obligation under the defined benefit plan is determined based on actuarial techniques, using the projected unit credit method, in order to determine present value of the obligation and be recognized as a liability in the statements of financial position. Current service cost, past service cost, net interest on the net defined benefit liability are recognized as expenses in profit or loss. Remeasurements of the net other long – term benefit liability or asset, including actuarial gains and losses are recognized in profit or loss immediately.

5.15 Provision

Provision is recognized in the statements of financial position when the Group have a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre – tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

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5.16 Revenue recognized

Revenue is recognized when a customer obtains control of the goods or services in an amount that reflects the consideration to which the Group expects to be entitled, excluding those amounts collected on behalf of third parties, value added tax and is after deduction of any trade discounts and volume rebates with the following policies:

a) Sale of goods

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

b) Revenues from construction contract

Contract revenue includes the initial amount agreed in the contract plus any variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and can be measured reliably. Construction revenue is recognized when the company fulfills an obligation to fulfill a contract over the period by assigning control over the construction assets to the customer. Revenues from construction contract will be recognized over time on an input method based on the proportion of contract costs incurred for work performed to date relative to the estimated total contract costs. It is considered a reasonable method to mirror the transfer of the service.

When the outcome of a construction contract cannot be estimated reliably, revenue from construction contract is recognized only to the extent of contract costs incurred that it is probably will be recoverable.

Contract loss

When it is probable that total contract costs will exceed total contract revenue, the Group will recognize the expected loss on a contract in the statement of profit or loss and other comprehensive income.

Unbilled construction revenues and unearned construction revenues

The Group becomes entitled to invoice customers for construction based on achieving a series of performance – related milestones. When a particular milestone is reached the customer is sent a relevant statement of work signed by a third – party assessor and an invoice for the related milestone payment. The Group recognizes unbilled construction revenues as part of trade and other current receivable in the statement of financial position. Such amount will be classified as trade receivables which it is invoiced to the customer. If the milestone payment exceeds the revenue recognized to date under the input cost method, the Company recognizes different amount as unearned construction revenues in the statement of financial position.

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Work in progress

Costs that relate to future activity on the contract are recognized as work in progress provided it is probable that they will be recovered.

- c) Service income is recognized when the services are completed and delivered.
- d) Interest and other income are recognized on an accrual basis.

5.17 Expenses recognized

Expenses are recognized in profit or loss on an accrual basis.

5.18 Income tax expense

Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognized in profit or loss except to the extent that they relate to a business combination, or items recognized directly in equity or in other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognized for the following temporary differences: the initial recognition of goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries and jointly – controlled entities to the extent that it is probable that they will not reverse in the foreseeable future.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

In determining the amount of current and deferred tax, the Group's takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. The Group's believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgments about future events. New information may become available that causes the Company to change its judgment regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the that such a determination is made.

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Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously. A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realized.

5.19 Segment information

Business segments provide products and services that are subject to risks and returns that are different from those of other business segments. Geographic segments provide products or services within a particular economic environment that is subject to risks and returns that are different from those of components operating in other economic environments.

Segment information is presented in business segments consist of; investment, Manufacture and sale of metal parts, construction, production and distribution of raw water distribution of materials and spare parts for the construction and construction consultation. Revenue less than 10 percent of total revenue, the consolidated financial statements not present information in segment information.

5.20 Basic earnings per share

Earnings per share are calculated by dividing the net profit (loss) for the year by the weighted average number of ordinary shares issued during the year.

5.21 Foreign currency transactions

Foreign currency transactions are translated into Baht at the rates ruling on the occurrence dates. Assets and liabilities or losses are included as incomes or expenses in profit or loss.

5.22 The related parties and related companies

The related parties and related companies with the Group meant individuals or enterprises which have the controlling power over the Group or are controlled by Group either directly or indirectly, or under the same control with the Group. Furthermore, the related parties or related companies also meant the associated companies and the parties whose holding the shares with voting rights, either directly or indirectly, and have significant influence to the Group, important management, directors or the employees of the Group who have the power to plan and control the operations of the Group including the family members close to the said persons which could persuade or power to persuade to act in compliance with the said persons and business that the said persons have control power or significant influence, either directly or indirectly.

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5.23 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Company and its subsidiaries apply a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Company and its subsidiaries measure fair value using valuation technique that are appropriate in the circumstances and maximizes the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy into three levels based on categorize of input to be used in fair value measurement as follows:

Level 1 Use of quoted market prices in an observable active market for such assets or liabilities.

Level 2 Use of other observable inputs for such assets or liabilities, whether directly or indirectly.

Level 3 Use of unobservable inputs such as estimates of future cash flows.

At the end of each reporting, the Company and its subsidiaries determine whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting that are measured at fair value on a recurring basis.

5.24 Significant use of accounting judgments and estimations

In the application of the Company's accounting policies described above, the management is required to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the statement of financial position and the reported amounts of revenue and expense during the reporting. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Although these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates. Significant accounting estimates are as follows:

5.24.1 Revenue from contracts with customers

Identification of performance obligations

In identifying performance obligations, the management is required to use judgement regarding whether each promise to deliver goods or services is considered distinct, taking into consideration terms and conditions of the arrangement. In other words, if a good or service is separately identifiable from other promises in the contract and if the customer can benefit from it, it is accounted for separately.

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Determination of timing of revenue recognition

In determining the timing of revenue recognition, the management is required to use judgement regarding whether performance obligations are satisfied over time or at a point in time, taking into consideration terms and conditions of the arrangement. The Group recognizes revenue over time in the following circumstances:

- The customer simultaneously receives and consumes the benefits provided by the entity's performance as the entity performs.
- The entity's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
- The entity's performance does not create an asset with an alternative use to the entity and the entity has an enforceable right to payment for performance completed to date.

Where the above criteria are not met, revenue is recognized at a point in time. Where revenue is recognised at a point in time, the management is required to determine when the performance obligation under the contract is satisfied.

In calculating the revenue recognized over time, the management is required to use judgement regarding measuring progress towards complete satisfaction of a performance obligation, measuring based on information provided by the Group's project managers and certificates of works from its customers.

5.24.2 The Company estimates costs of each construction project based on details of the construction work taking into account the volume and value of construction materials to be used in the project, including labor costs and other miscellaneous costs to be incurred to complete construction service with consideration of trend of changes in construction materials price, labor and other expenses. The Company reviews estimated construction cost on a regularly basis and whenever actual costs significantly differ from estimated cost of each construction contract. In addition, the Company considers contract loss on each project by comparing total construction costs by contract revenue of each project.

5.24.3 Property, plant and equipment/ Depreciation

In determining depreciation of buildings and equipment, the management is required to make estimates of the useful lives and residual values of the buildings and equipment including asset decommissioning and to review estimate useful lives and residual values when there are any changes.

In addition, the management is required to review property, plant and equipment for impairment on a periodical basis and record impairment losses when it is determined that its recoverable amount is lower than the carrying amount. This requires judgements regarding forecast of future revenues and expenses relating to the asset subject to the review.

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5.24.4 Deferred tax assets

The Group are recognized for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and level of estimate future taxable profits.

5.24.5 Post – employment benefits under defined benefit plans and other long – term employee benefits

The obligation under the defined benefit plan and other long – term employee benefit plans is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate, mortality rate and staff turnover rate.

5.24.6 Leases

Determining the lease term with extension and termination options – The Group as a lessee

In determining the lease term, the management is required to exercise judgment in assessing whether the Group is reasonably certain to exercise the option to extend or terminate the lease, considering all relevant factors and circumstances that create an economic incentive for the Group to exercise either the extension or termination option. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to extend or to terminate.

Lease classification – The Group as a lessor

In determining whether a lease is to be classified as an operating lease or finance lease, the management is required to exercise judgement as to whether significant risk and rewards of ownership of the leased asset has been transferred, taking into consideration terms and conditions of the arrangement.

Allowance for expected credit losses of trade receivables and contract assets

In determining an allowance for expected credit losses of trade receivables and contract assets, the management needs to make judgement and estimates based upon, among other things, past collection history, aging profile of outstanding debts and the forecast economic condition for groupings of various customer segments with similar credit risks. The Group's historical credit loss experience and forecast economic conditions may also not be representative of whether a customer will actually default in the future.

5.24.7 Provisions and contingent liabilities

The Group has contingent liabilities as a result of litigation. The management has used judgment in assessing the outcome of the litigation. And confident that no material losses will be incurred, and no provision for legal liability is recorded in the financial statements.

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6. TRANSACTIONS WITH RELATED PARTIES

The Company had significant business transactions with related parties. Such transactions arose in the ordinary course of business and were concluded on commercial terms and based agreed upon between the Group and those related parties which is normal business.

6.1 Relationship type

Name	Type of Relationship
A2 Technologies Co., Ltd.	Subsidiary by direct shareholding and common management team.
Asia Waste Energy Co., Ltd.	Direct shareholding.
Green Energy Mining Co., Ltd.	Direct shareholding. **
APCS Technologies Co., Ltd.	Indirect shareholder via subsidiary.
A2 Water Management Co., Ltd. (Former name "A2 Teeravat joint venture Co., Ltd.")	Indirect shareholder via subsidiary.
A2 Technologies Vietnam Co., Ltd.	Indirect shareholder via subsidiary.
Cholkij Sakol Co., Ltd.	Indirect shareholder via subsidiary.
Advance Web Studio Co., Ltd.	Major Shareholders in Asia Precision Public Company Limited/ common management team.
AWS Asset Management Co., Ltd.	Major Shareholders in Advance Web Studio Co., Ltd./ common management team in a subsidiary.
Asia Precision A.T. Co., Ltd.	Subsidiary by direct shareholding and common management team. *
Asia Precision Tech Co., Ltd.	Indirect shareholder via subsidiary. *

* The related party transaction ended on January 4, 2023.

** Started as a related party transaction on July 1, 2022 (Note 11.2).

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6.2 The significant balances with related company as at December 31, 2022 and 2021 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
Short-term loans and accrued interest receivables				
<u>A2 Technologies Co., Ltd.</u>				
Principle				
Beginning balance year	-	-	342,300	297,300
Increase during the year	-	-	740,000	60,000
Decrease during the year	-	-	(470,000)	(15,000)
Ending balance year	-	-	612,300	342,300
Accrued interest receivables				
Beginning balance year	-	-	-	-
Increase during the year	-	-	22,196	14,944
Decrease during the year	-	-	(22,196)	(14,944)
Ending balance year	-	-	-	-
Total	-	-	612,300	342,300
<u>APCS Technologies Co., Ltd.</u>				
Principle				
Beginning balance year	-	-	15,000	15,000
Increase during the year	-	-	-	-
Decrease during the year	-	-	(15,000)	-
Ending balance year	-	-	-	15,000
Accrued interest receivables				
Beginning balance year	-	-	-	20
Increase during the year	-	-	252	761
Decrease during the year	-	-	(252)	(781)
Ending balance year	-	-	-	-
Total	-	-	-	15,000

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	(Unit: Thousand Baht)			
	Consolidated		Separate	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
<u>Green Energy Mining Co., Ltd.</u>				
Principle				
Beginning balance year	-	-	-	-
Net assets acquired from business acquisition (Note 11.2)	-	-	385,000	-
Increase during the year	-	-	-	-
Decrease during the year	-	-	(385,000)	-
Ending balance year	-	-	-	-
Accrued interest receivables				
Beginning balance year	-	-	-	-
Net assets acquired from business acquisition (Note 11.2)	-	-	73	-
Increase during the year	-	-	3,368	-
Decrease during the year	-	-	(3,441)	-
Ending balance year	-	-	-	-
Total	-	-	-	-
Grand total	-	-	612,300	357,300

As at December 31, 2022 and 2021, short – term loans are promissory note, due at call, interest at the rate of 3.00% - 7.05% per annum. (2021: 3.40% per annum).

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(Unit: Thousand Baht)

	Consolidated		Separate	
	December	December	December	December
	31, 2022	31, 2021	31, 2022	31, 2021
Short – term loan and interest payables				
<u>Asia Precision A.T. Co., Ltd.</u>				
Principle				
Beginning balance year	-	-	-	-
Increase during the year	-	-	91,500	-
Decrease during the year	-	-	(91,500)	-
Ending balance year	-	-	-	-
Accrued interest payables				
Beginning balance year	-	-	-	-
Increase during the year	-	-	88	-
Decrease during the year	-	-	(88)	-
Ending balance year	-	-	-	-
Total	-	-	-	-

During the year, the Company borrowing from a subsidiary in the amount of 91.50 million baht, due at call. The interest rate is 3.00% - 6.85% per annum.

6.3 The significant transactions with related parties for the years ended December 31, 2022 and 2021 are as follows:

Revenues and expenses with related parties.

(Unit: Thousand Baht)

	Pricing Policy	For the years ended December 31,			
		Consolidated		Separate	
		2022	2021	2022	2021
Income from sales assets					
Asia Precision A.T. Co., Ltd.	Agreement contract	-	-	-	10,026
Interest Income					
A2 Technologies Co., Ltd.	Agreement contract	-	-	22,196	14,944
Green Energy Mining Co., Ltd.	Agreement contract	-	-	3,368	-
APCS Technologies Co., Ltd.	Agreement contract	-	-	252	761
Rental Expense					
Asia Precision A.T. Co., Ltd.	Agreement contract	-	-	24	24
Interest Expense					
Asia Precision A.T. Co., Ltd.	Agreement contract	-	-	88	-

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Management remuneration.

(Unit: Thousand Baht)

	For the years ended December 31,			
	Consolidated		Separate	
	2022	2021	2022	2021
Short – term benefits	38,013	29,293	9,915	9,660
Post – employment benefits	2,215	1,109	1,548	250
Total	40,228	30,402	11,463	9,910

6.4 Guarantee and others

The Group have guarantees of liabilities in accordance with Note 33.2

7. CASH AND CASH EQUIVALENTS

(Unit: Thousand Baht)

	Consolidated		Separate	
	December	December	December	December
	31, 2022	31, 2021	31, 2022	31, 2021
Cash on hand	78	273	22	20
Cash at banks – saving accounts	68,822	376,122	51,625	23,272
Cash at banks – current accounts	144,478	219,992	416	370
Cheque on hand	991	-	-	-
Total	214,369	596,387	52,063	23,662

Savings have floating rates as set by the bank.

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8. TRADE AND OTHER CURRENT RECEIVABLES

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
Trade receivables – others companies	944,945	915,115	-	-
<u>Less</u> expected credit loss	-	(1,647)	-	-
Total trade receivables	944,945	913,468	-	-
Unbilled construction revenues	627,362	576,582	-	-
Other current receivables				
Other receivables – others companies	3,781	312	-	21
Prepaid for contractor	22,038	164,755	-	-
Prepaid for inventories	121,221	1,084	-	-
Prepaid expenses	36,448	56,203	4	77
Advances	93,311	90,183	-	-
Withholding tax	43,494	11,736	1,300	238
Prepaid corporate tax	2,586	1,078	-	-
Revenue Department – Receivable	55,674	24,598	853	16
Input Tax Suspense	20,658	7,367	4	1
Deposit	45	302	-	-
Others	-	240	-	-
Total other current receivables	399,256	357,858	2,161	353
Total trade and other current receivables	1,971,563	1,847,908	2,161	353

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Outstanding balances of receivable classified by ages are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	December	December	December	December
	31, 2022	31, 2021	31, 2022	31, 2021
Trade receivables				
Not yet due receivables	87,522	169,743	-	-
Overdue:				
Over 1 day to 30 days	48,006	105,481	-	-
Over 31 days to 90 days	138,865	168,348	-	-
Over 91 days to 180 days	144,220	70,150	-	-
Over 181 days to 365 days	107,482	86,613	-	-
Over 365 days	85,758	45,547	-	-
Total	611,853	645,882	-	-
Retention receivables to agreement	333,092	269,233	-	-
Total	944,945	915,115	-	-
Less Allowance for expected credit losses	-	(1,647)	-	-
Total trade receivables	944,945	913,468	-	-

9. INVENTORIES

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	December	December	December	December
	31, 2022	31, 2021	31, 2022	31, 2021
Raw materials and supplies	52,684	37,250	-	-
Goods in transit	-	66,367	-	-
Work in process	-	35,953	-	-
Finished goods	994	40,971	-	-
Total	53,678	180,541	-	-
Less Allowance for decline values	-	(2,946)	-	-
	53,678	177,595	-	-

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For the years ended December 31, 2022 and 2021, the movements of allowances for obsolete of inventories are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	2022	2021	2022	2021
Beginning balance as at January 1	2,946	4,167	-	-
Increase	6,188	1,908	-	-
Reversal/ Disposal during the year	(1,886)	(3,129)	-	-
Transfer to assets classified as held for sale	(7,248)	-	-	-
Ending balance as at December 31	-	2,946	-	-

10. OTHER CURRENT FINANCIAL ASSETS (LIABILITIES)

Hedge instruments

The Subsidiaries entered into many foreign currency forward contracts for foreign currency. The term of each contract was 5 to 8 months.

The balance of foreign currency forward contract (bank bought) as at December 31, 2022 and 2021 amounted to USD 5.89 million, amounted to USD 5.05 million and amounted to JPY 400.00 million, respectively.

Fair value of the foreign currency forward contracts and unrealized gain (loss) from hedging as at December 31, 2022 and December 31, 2021 are as follows:

	(Unit: Thousand Baht)	
	Consolidated	
	December 31, 2022	December 31, 2021
Forward contract		
Fair value at end of year	200,850	285,126
Balance as per contract	211,274	283,195
Unrealized gain (losses) from hedging	(10,424)	1,931

Unrealized gains (losses) from hedging as the above mentioned were presented in the statement of financial position in the items of assets (liabilities) under foreign currency forward contracts and aggregately presented in “Other income” and “Other expense” in statement of comprehensive income.

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11. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries in the separate financial statements as at December 31, 2022 and 2021 which are stated at cost are as follow:

	(Unit: Million baht)							
	Paid share capital		Percentage of		Cost		Dividend income	
			shareholding					
	Dec. 31, 2022	Dec. 31, 2021	Dec. 31, 2022	Dec. 31, 2021	Dec. 31, 2022	Dec. 31, 2021	Dec. 31, 2022	Dec. 31, 2021
Subsidiaries directly held by the Company								
A2 Technologies Co., Ltd.	600	600	100	100	600	600	-	-
Asia Precision A.T. Co., Ltd.	550	550	60	100	-	550	-	-
Green Energy Mining Co., Ltd.	647	-	100	-	649	-	-	-
Asia Waste Energy Co., Ltd.	1	-	100	-	1	-	-	-
Subsidiaries held through A2 Technologies Company Limited								
Cholkij Sakol Co., Ltd.	120	120	98	98	-	-	-	-
APCS Technologies Co., Ltd.	10	10	100	100	-	-	-	-
A2 Water Management Co., Ltd.	19	19	100	100	-	-	-	-
A2 Technologies Vietnam Co., Ltd.	1	1	100	100	-	-	-	-
Subsidiaries held through Asia Precision A.T. Company Limited								
Asia Precision Tech Co., Ltd.	1	1	100	100	-	-	-	-
Investments in subsidiaries – net					1,250	1,150	-	-

11.1 Sale of ordinary shares in a subsidiary

Asia Precision A.T. Company Limited

No. 1

On May 6, 2022, accordance with the resolution of the Board of Directors' Meeting No. 3/2022, resolved to approve the sale of ordinary shares that the Company holds in Asia Precision A.T. Company Limited (“APAT”), a subsidiary of the Company (in which the Company holds 54,999,997 shares, representing 99.99% of the total registered capital and paid-up capital of APAT) in the amount of 22,000,000 shares, representing 40% of the total number of shares with voting rights of APAT, at a price of 14 Baht per share, a total trading value of Baht 308 million.

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On June 30, 2022 (disposal date), the Company sold 40% of the ordinary shares in Asia Precision A.T. Company Limited (“APAT”) in cash amounting to Baht 308 million, resulting in a reduction in the interest. decreased from 99.99% to 59.99% without a change in controlling power in the subsidiary The Company recognized the change in the parent company's interest in subsidiaries amounting to Baht 19.30 million and the Company had profited from the sale of such investment in the separate financial statements totaling Baht 88 million.

No. 2

According to the resolution of the Board of Directors Meeting of Asia Precision Public Company Limited No. 10/2022 held on December 2, 2022 which resolved to approve the disposal of assets of all ordinary shares of Asia Precision A.T. Company Limited (“APAT”) which is the Company’s subsidiary. The Company shall sell 32,999,997 shares which is equivalent to 59.99% of APAT’s total paid-up shares to TNA Company Limited (“TNA”) at Baht 15.37 per share, totaling Baht 507,209,954

On December 26, 2022, the company entered into a share purchase agreement. The contract specifies the payment terms as follows.

- a) The buyer will pay the first amount of money 50,720,995.40 baht or 10 percent of the total share purchase price. (The company received payment on January 4, 2023)
- b) The buyer will pay the remaining amount 456,488,958.60 baht or 90 percent of the total share purchase price. The buyer has issued two promissory notes, which agree to use the money to solve the seller. Details are as follows:
 - 1) Promissory note amount 50,720,995.40 baht, with the payment due on February 15, 2023 or any other date as agreed by the parties.
 - 2) Promissory note amount 405,767,963.20 baht, with the payment due on April 15, 2023 or any other date as agreed by the parties.

In such promissory notes, the purchaser has pledged shares of Asia Precision AT Co., Ltd. as collateral.

The Group's management has assessed that it is highly probable that the agreement will be completed. As a result, the Company has reclassified related assets and liabilities of the project as assets and liabilities held-for-sale in the consolidated statement of financial position and measured them at the lower than between carrying amount and fair value less costs of sell. The lower amount is the carrying amount

To comply with the requirements of TFRS 5 “Non-current Assets Held for Sale and Discontinued Operations”, the Company separately presented the assets, liabilities and equities relating to above companies under the caption of “Assets classified as held for sale”, “Liabilities directly associated with assets classified as held for sale” and “Amount recognised in equities relating to assets classified as held for sale” in the statement of financial position as at December 31, 2022. The operating results of the above companies were separately presented under “Profit (Loss) from discontinued operation for the year” in the consolidated profit or loss for the years ended December 31, 2022 and 2021 presented for comparative purposes.

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

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Details of assets, liabilities and equity relating to above companies as at December 31, 2022 and the operating results and cash flow of above companies for the years ended December 31, 2022 and 2021 are as follows:

	(Unit: Thousand Baht)	
	Consolidated	Separate
	December 31, 2022	December 31, 2022
Cash and cash equivalents	397,107	-
Trade and other current receivables	145,685	-
Inventories	91,405	-
Investments in subsidiaries	-	330,000
Property, plant and equipment	239,930	-
Other intangible assets	2,464	-
Other non – current assets	654	-
Current assets or disposal groups classified as held for sale	877,245	330,000
Trade and other current payables	92,594	-
Provisions for employee benefit	23,466	-
Other current liabilities	5	-
Liabilities included in disposal groups classified as held for sale	116,065	-

	(Unit: Thousand Baht)	
	Consolidated	
	2022	2021
Income statement for the year ended December 31		
Income	802,712	823,282
Expenses	(678,895)	(624,339)
Profit before income tax	123,817	198,943
Income tax	(13,285)	(34,377)
Profit for the year from discontinued operation	110,532	164,566

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	(Unit: Thousand Baht)	
	Consolidated	
	2022	2021
Statements of cash flows		
Cash flows provided by (used in) from discontinued operation		
Net cash provided by (used in) operating activities	146,689	243,627
Net cash provided by (used in) investing activities	(4,346)	(15,293)
Net cash provided by (used in) financing activities	(79,387)	(81,509)
Net cash provided by (used in) from discontinued operation	62,956	146,825

11.2 Subsidiary purchase

Green Energy Mining Company Limited (Formerly known as “Super Green Mining Company Limited”)

On June 17, 2022 according to the resolution of the Board of Directors' meeting of Asia Precision Public Company Limited (“the Company”) No. 5/2022 approved the purchase of ordinary shares of Super Green Mining Company Limited (“SGM”) (registered capital of Baht 136 million, paid-up capital of Baht 64 million) in the amount of 13,599,998 shares, representing 100% of the total number of shares with voting rights of SGM from Super Energy Corporation Public Company Limited (“SUPER” or “Seller”) with a total purchase value of Baht 66 million. Then it will proceed to change the name of SGM from Super Green Mining Company Limited to Green Energy Mining Company Limited, and proceed to call for the remaining shares of Baht 72 million and increase the registered capital of Baht 664 million, totaling Baht 736 million. Investment plan for asset acquisition and working capital for mining crypto assets will gradually increase Capital according to the appropriate use of funds.

On June 28, 2022, the Company paid shares in the amounts of Baht 66 million to SUPER, and on July 1, 2022, the transfer of shares has been completed and the change in the list of shareholders has been completed.

On June 30, 2022, the Company have loan to Green energy mining Co., Ltd. In amount of Baht 385.00 million, due at call at an interest rate of 6.85 percent per annum, without collateral.

The total value that the company paid for the purchase was Baht 451 million.

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The acquisition is considered an asset acquisition because the fair value of the total assets acquired is almost entirely concentrated in property, plant and equipment. The value of assets acquired and liabilities assumed as of July 1, 2022 (date of acquisition of assets) consists of the following items:

	(Unit: Thousand Baht)		
	Net book value as of the asset purchase date	Adjust the value according to the purchase price	Realized value at asset purchase date
<u>Assets</u>			
Cash and cash equivalents	9,313	-	9,313
Other current receivables	50	-	50
Property, plant and equipment (work in progress)	445,833	290	446,123
Other non – current assets	9,069	-	9,069
<u>Liabilities</u>			
Trade and other current payables	(12,339)	-	(12,339)
Corporate income tax payable	(1,081)	-	(1,081)
Other – current liabilities	(135)	-	(135)
Purchase value			451,000
<u>Purchase value</u>			
Cash and cash equivalents			66,000
Short term – loan			385,000
			451,000
Net cash received from purchases			(9,313)
Net purchase price			441,687

On July 8, 2022, the Company received a letter requesting for additional payment of shares from Green Energy Mining Company Limited amounting to shares 9.60 million at a par value of Baht 7.5 per share, totaling Baht 72.00 million. The Company has made payment for such shares on 18 July 2022.

According to the resolution of the Board of Directors Meeting No. 6/2022, dated August 11, 2022, it was resolved to approve Green Energy Mining Company Limited to increase the registered capital from the original registered capital of Baht 136 million (shares 13.60 million, at a par value of Baht 10 per share). is a new registered capital of Baht 800 million (shares 80.00 million, at a par value of Baht 10) and approves the Company to purchase additional shares in Green Energy Mining Company Limited according to the existing shareholding proportion.

During the period of 2022, the company paid for the total capital increase of Baht 583.28 million.

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11.3 Establishment of a new subsidiary

Asia Waste Energy Company Limited

According to the resolution of the Executive Committee of Asia Precision Public Company Limited No. 5/2022 held on September 13, 2022, it was resolved to approve Asia Precision Public Company Limited to invest in Asia Waste Energy Co., Ltd., a new company registered on September 16, 2022 with a registered capital of Baht 1 million (10,000 ordinary shares, Baht 100 per share) held by Asia Precision Public Company Limited. 9,997 shares or 99.99% of the registered capital.

12. INVESTMENT PROPERTY

On April 1, 2020, The Subsidiary rented 1 plot of land from private company. It has a total area of 4 Rai with a rental period of 3 years from April 1, 2020 to March 31, 2023.

On December 15, 2020, The Subsidiary rented 1 plot of land from private company. It has a total area of 1-1-0.1 Rai with a rental period of 3 years from December 15, 2020 to December 15, 2023.

The Subsidiary pledged land at cost of Baht 3 million to secure credit with a commercial bank.

As at December 31, 2022, the Subsidiary's land has fair value, not significantly different from cost. According to the summary of appraisal of land capital from a local source the fair value is level 2 of the fair value hierarchy.

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13. PROPERTY, PLANT AND EQUIPMENT

The movements in these items for the years ended December 31, 2022 and 2021 are as follows:

(Unit: Thousand Baht)

	Consolidated							Total
	Land	Building and Building Improvement	Machinery and Equipment	Furniture and Office Equipment	Motor Vehicles	Land Improvement	Construction in progress	
Cost								
Balance as at January 1, 2021	349,522	147,675	1,452,461	18,101	22,565	814	582	1,991,720
Purchase	-	3,569	13,497	2,163	31	-	14,265	33,525
Transfer in (out)	-	-	44,844	(2,346)	-	-	-	42,498
Disposal/ Written off	-	-	(2,710)	(152)	(1,022)	-	-	(3,884)
Exchange differences on translating of financial statement	-	-	-	47	5	-	-	52
Balance as at December 31, 2021	349,522	151,244	1,508,092	17,813	21,579	814	14,847	2,063,911
Purchase	-	24,741	16,955	5,939	1,186	9,432	187,322	245,575
Transfer in (out)	-	6,643	383,651	1,410	(1,650)	-	(392,650)	(2,596)
Disposal/ Written off	-	-	(28,516)	(274)	(86)	-	-	(28,876)
Net assets acquired from business acquisition	-	-	290	-	-	-	445,833	446,123
Transfer to assets classified as held for sale (Note 11)	(35,986)	(118,843)	(1,384,008)	(8,212)	(8,403)	-	(1,200)	(1,556,652)
Balance as at December 31, 2022	313,536	63,785	496,464	16,676	12,626	10,246	254,152	1,167,485

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(Unit: Thousand Baht)

	Consolidated							Total
	Land	Building and Building Improvement	Machinery and Equipment	Furniture and Office Equipment	Motor Vehicles	Land Improvement	Construction in progress	
Accumulated depreciation								
Balance as at January 1, 2021	-	(68,722)	(1,167,059)	(11,011)	(15,679)	(534)	-	(1,263,005)
Depreciation for the year	-	(5,038)	(55,904)	(3,044)	(1,918)	(163)	-	(66,067)
Transfer (in) out	-	-	(37,253)	950	-	-	-	(36,303)
Disposal/ Written off	-	-	2,559	90	913	-	-	3,562
Exchange differences on translating of financial statement	-	-	-	(13)	(2)	-	-	(15)
Balance as at December 31, 2021	-	(73,760)	(1,257,657)	(13,028)	(16,686)	(697)	-	(1,361,828)
Depreciation for the year	-	(6,177)	(85,115)	(2,869)	(1,550)	(221)	-	(95,932)
Transfer (in) out	-	-	-	(250)	615	-	-	365
Disposal/ Written off	-	-	22,183	218	44	-	-	22,445
Exchange differences on translating of financial statement	-	-	-	-	-	-	-	-
Transfer to assets classified as held for sale (Note 11)	-	70,100	1,260,804	6,304	5,761	-	-	1,342,969
Balance as at December 31, 2022	-	(9,837)	(59,785)	(9,625)	(11,816)	(918)	-	(91,981)
Impairment loss on assets								
Balance as at December 31, 2021	-	-	(4,983)	-	-	-	-	(4,983)
Impairment loss on assets	-	-	(7,298)	-	-	-	-	(7,298)
Disposal/ Written off	-	-	6,333	-	-	-	-	6,333
Transfer to assets classified as held for sale (Note 11)	-	-	5,948	-	-	-	-	5,948
Balance as at December 31, 2022	-	-	-	-	-	-	-	-
Net book value as at December 31, 2021	<u>349,522</u>	<u>77,484</u>	<u>245,452</u>	<u>4,785</u>	<u>4,893</u>	<u>117</u>	<u>14,847</u>	<u>697,100</u>
Net book value as at December 31, 2022	<u>313,536</u>	<u>53,948</u>	<u>436,679</u>	<u>7,051</u>	<u>810</u>	<u>9,328</u>	<u>254,152</u>	<u>1,075,504</u>

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(Unit: Thousand Baht)

	Separate				Total
	Land	Building and Improvement	Furniture and Office Equipment	Motor Vehicles	
<u>Cost</u>					
Balance as at January 1, 2021	4,184	1,935	709	6,050	12,878
Purchase	-	-	-	-	-
Disposal/ Written off	-	-	-	-	-
Balance as at December 31, 2021	4,184	1,935	709	6,050	12,878
Purchase	-	-	-	-	-
Disposal/ Written off	-	-	-	-	-
Balance as at December 31, 2022	4,184	1,935	709	6,050	12,878
<u>Accumulated depreciation</u>					
Balance as at January 1, 2021	-	(578)	(709)	(6,050)	(7,337)
Depreciation for the year	-	(56)	-	-	(56)
Disposal/ Written off	-	-	-	-	-
Balance as at December 31, 2021	-	(634)	(709)	(6,050)	(7,393)
Depreciation for the year	-	(57)	-	-	(57)
Disposal/ Written off	-	-	-	-	-
Balance as at December 31, 2022	-	(691)	(709)	(6,050)	(7,450)
Net book value as at December 31, 2021	4,184	1,301	-	-	5,485
Net book value as at December 31, 2022	4,184	1,244	-	-	5,428

As at December 31, 2022 and 2021, the Group has pledged land with a net book value of Baht 285.45 million as collateral against bank overdrafts and short-term borrowings from financial institutions (Note 20) and long-term borrowings (Note 23).

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Measurement of asset units with impaired indications

The Group determines the recoverable amount of any cash-generating unit (CGU) associated with the bitcoin mining business. The subsidiary company's buildings and equipment consisted of two mines considered to be the same cash-generating asset unit (CGU). During the year 2022, the Bitcoin price (Digital assets) has fluctuated, the company, therefore, has assessed the expected recoverable amount of the cash-generating unit (CGU) as of December 31, 2022.

The recoverable amount of this cash-generating unit (CGU) was based on its value in use, determined by discounting the future cash flows to be generated from the continuing use of the cash-generating unit (CGU). As of 31 December 2022, the recoverable amount exceeded the book value of the cash-generating unit (CGU).

The management has considered the key assumptions used in determining value in use based on future Bitcoin price based on www.buybitcoinworldwide.com which is an internationally accepted source of information on future forecasts on the cryptocurrency asset market and a pre-tax discount rate of 20%

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14. RIGHT – OF – USE ASSETS

The movements in these items for the years ended December 31, 2022 and 2021 are as follow:

	(Unit: Thousand Baht)	
	Consolidated	Separate
<u>Cost</u>		
Balance as at January 1, 2021	46,869	-
Addition	15,549	-
Transfer in (out)	2,346	-
Disposal/ Written off	(330)	-
Balance as at December 31, 2021	64,434	-
Addition	23,078	-
Transfer in (out)	(21,891)	-
Disposal/ Written off	1,400	-
Balance as at December 31, 2022	67,021	-
<u>Accumulated depreciation</u>		
Balance as at January 1, 2021	(13,631)	-
Depreciation for the year	(14,594)	-
Transfer (in) out	(950)	-
Disposal/ Written off	330	-
Balance as at January 1, 2021	(28,845)	-
Depreciation for the year	(14,908)	-
Transfer (in) out	21,578	-
Disposal/ Written off	(365)	-
Balance as at December 31, 2022	(22,540)	-
Net book value as at December 31, 2021	35,589	-
Net book value as at December 31, 2022	44,481	-

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15. RIGHT UNDER THE RAW WATER DISTRIBUTION CONTRACT

As at December 31, 2022 and 2021 are as follow:

	(Unit: Thousand Baht)
	Consolidated
Balance as at January 1, 2021	136,911
Amortized during the year	(5,665)
Balance as at December 31, 2021	131,246
Amortized during the year	(5,665)
Balance as at December 31, 2022	125,581

The value of the right under the raw water distribution contract is based on the report of an independent appraiser dated June 23, 2016, using the income approach (based on the minimum volume of water to be supplied throughout the remaining term of the contract of 29 years) less the fair value of the property, plant and equipment.

The Management estimates the estimated duration of the benefit from the right under the raw water distribution contract starting from the date the Company exercises control over the subsidiary throughout the term of the contract of 350 months. The amortization is charged to profit and loss on a straight – line basis.

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16. OTHER INTANGIBLE ASSETS

The movements for the years ended December 31, 2022 and 2021 are as follows:

	(Unit: Thousand Baht)		
	Consolidated		
	Computer program	Intangible assets during installation	Total
Cost			
Balance as at January 1, 2021	12,333	-	12,333
Increase during the year	358	2,722	3,080
Disposal/ Written off	(6,467)	-	(6,467)
Transfer in (out)	(3)	-	(3)
Balance as at December 31, 2021	6,221	2,722	8,943
Increase during the year	953	442	1,395
Disposal/ Written off	-	-	-
Transfer in (out)	2,900	(2,900)	-
Transfer to assets classified as held for sale (Note 11)	(4,774)	-	(4,774)
Balance as at December 31, 2022	5,300	264	5,564
Accumulated amortization			
Balance as at January 1, 2021	(8,248)	-	(8,248)
Amortization charge	(1,320)	-	(1,320)
Disposal/ Written off	6,467	-	6,467
Transfer (in) out	1	-	1
Balance as at December 31, 2021	(3,100)	-	(3,100)
Amortization charge	(1,554)	-	(1,554)
Disposal/ Written off	-	-	-
Transfer (in) out	-	-	-
Transfer to assets classified as held for sale (Note 11)	2,310	-	2,310
Balance as at December 31, 2022	(2,344)	-	(2,344)
Net book value as at December 31, 2021	3,121	2,722	5,843
Net book value as at December 31, 2022	2,956	264	3,220

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	(Unit: Thousand Baht)
	<u>Separate</u>
	<u>Computer program</u>
Cost	
Balance as at January 1, 2021	6,467
Increase during the year	-
Disposal/ Written off	<u>(6,467)</u>
Balance as at December 31, 2021	-
Increase during the year	-
Disposal/ Written off	<u>-</u>
Balance as at December 31, 2022	<u>-</u>
Accumulated amortization	
Balance as at January 1, 2021	(6,467)
Amortization charge	-
Disposal/ Written off	<u>6,467</u>
Balance as at December 31, 2021	-
Amortization charge	-
Disposal/ Written off	<u>-</u>
Balance as at December 31, 2022	<u>-</u>
Net book value as at December 31, 2021	<u>-</u>
Net book value as at December 31, 2022	<u>-</u>

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17. DIGITAL ASSETS

The movements for the years ended December 31, 2022 are as follows:

	(Unit: Thousand Baht)	
	Consolidated	Separate
Beginning balance at January 1, 2022	-	-
Increase during the year	43,395	-
<u>Less</u> Allowance for impairment of digital assets	(6,586)	-
Ending balance at December 31, 2022	<u>36,809</u>	<u>-</u>

The Group measures the fair value of digital assets based on the closing price from CoinMarketCap. The fair value measurement is categorised as level 2 in the fair value hierarchy.

18. DEFERRED TAX

Deferred tax as at December 31, 2022 and 2021 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	For the years ended December 31,			
	2022	2021	2022	2021
Deferred tax assets	40,339	38	-	-
Deferred tax liabilities	(32,327)	(33,507)	-	-
Deferred tax assets (liabilities) – net	<u>8,012</u>	<u>(33,469)</u>	<u>-</u>	<u>-</u>

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Income tax recognized in the statement of income

Income tax expenses for the years ended December 31, 2022 and 2021 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	For the years ended December 31,			
	2022	2021	2022	2021
Current tax:				
Income tax expenses for the year from				
continuing operations	16,249	13,054	16,986	-
Income tax expenses for the year from				
discontinued operation	13,285	34,377	-	-
	<u>29,534</u>	<u>47,431</u>	<u>16,986</u>	<u>-</u>
Deferred income tax:				
Expenses (income) deferred income tax				
from continuing operations	(41,595)	2,014	-	-
Expenses (income) deferred income tax				
from discontinued operation	-	-	-	-
	<u>(41,595)</u>	<u>2,014</u>	<u>-</u>	<u>-</u>
Expenses (income) tax from				
continuing operations	(25,346)	15,068	16,986	-
Expenses (income) tax from				
discontinued operation	13,285	34,377	-	-
Total	<u>(12,061)</u>	<u>49,445</u>	<u>16,986</u>	<u>-</u>

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The reconciliation between accounting profit (loss) and income tax expenses is shown below :

	(Unit: Thousand Baht)	
	Consolidated	
	For the years ended December 31,	
	2022	2021
Profit (loss) before tax	(114,926)	260,132
Corporate income tax rate	20%	20%
Accounting profit (loss) before income tax expense multiply the tax rate	(22,985)	52,026
Deductible temporary differences and unrealized tax losses in prior periods led to a reduction in income tax expenses	(3,279)	-
Tax implications for:		
Forbidden expenses	14,001	3,892
Non – taxable income/ Deductible expenses	(17,881)	(6,460)
Benefits from tax losses carried forward	(988)	-
Unused tax losses	7,314	-
Inter – company transactions	11,687	-
Foreign income tax expenses	-	1,057
Tax on foreign tax rate difference adjustments	-	1,951
Other	70	(3,021)
Total	14,203	(2,581)
Income tax expense (benefit) reported in profit or loss	(12,061)	49,445

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	(Unit: Thousand Baht)	
	Separate	
	For the years ended December 31,	
	2022	2021
Profit (loss) before tax	86,470	(1,188)
Corporate income tax rate	20%	20%
Accounting profit (loss) before income tax expense multiply the tax rate	17,294	(238)
Tax implications for:		
Forbidden expenses	16	4
Expenses that are not considered tax expenditures	318	66
Increased deductible eligible expenses	(472)	(3)
Current year loss not recognized as deferred tax asset	(170)	171
Total	(308)	238
Income tax expenses reported in the income statement	16,986	-

19. OTHER NON – CURRENT ASSETS

		(Unit: Thousand Baht)			
		Consolidated		Separate	
		December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
Deposits at financial institution with commitment					
Type	Guarantee				
– Saving accounts	Credit line	6,147	5,882	-	-
– Fixed deposits	Credit line and letter of guarantee	531	530	-	-
	Raw Water Buy and Sell Contract	4,617	7,582	-	-
	Fleet Card	767	665	-	-
		12,062	14,659	-	-
Other non – current assets		12,946	19,917	-	2
Deposit		4,509	-	-	-
Withholding tax over 1 year		32,849	29,011	179	21
		62,366	63,587	179	23

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20. BANK OVERDRAFTS AND SHORT – TERM LOANS FROM FINANCIAL INSTITUTION

(Unit: Thousand Baht)

	Interest rate (% p.a.)		Consolidated		Separate	
	December	December	December	December	December	December
	31, 2022	31, 2021	31, 2022	31, 2021	31, 2022	31, 2021
Bank overdrafts	MOR	MOR	4,629	4,737	-	-
Promissory note from financial	2.00 – 3.40	2.00 – 3.40	74,800	51,938	-	-
Trust receipts and letter of credit	3.00 – 3.40	3.00 – 3.40	30,288	67,992	-	-
Total			109,717	124,667	-	-

As at December 31, 2022 and 2021 The Group has an overdraft line of Baht 10.00 million and Baht 47.00 million, secured by bank deposits and part of the Subsidiary's land.

Trust receipts and letters of credit / short – term loans from financial institutions guaranteed by the Company and Advance Web Studio Company Limited and APCS Technology Company Limited as discussed in Note 33.2

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21. TRADE AND OTHER CURRENT PAYABLES

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
Trade payable				
Trade payable	535,510	818,691	-	-
Retention payables	143,924	115,662	-	-
Advance payment	577	19,847	-	-
Unearned revenue from construction	27,382	4,704	-	-
Advance received from contract	116,302	109,097	-	-
Unearned revenue from services	918	513	-	-
Unearned revenue from land rental	184	179	-	-
Advances received from goods	3	3	-	-
Other current payable				
Other payable	73,796	12,713	62	23
Revenue department payables	4,088	2,675	-	-
Withholding tax-payable	911	447	911	69
Accrued employee benefits	2,037	19,188	1,375	1,729
Accrued expenses	314,906	6,462	4,122	787
Suspense output tax	31,739	30,739	-	-
Other	-	3	-	-
Total trade and other current payables	1,252,277	1,140,923	6,470	2,608

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22. SHORT – TERM LOAN AND ACCRUED INTEREST PAYABLES

As at December 31, 2022 and 2021 are as follow:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
Short – term loan and accrued interest payables				
Loans from former shareholders	48,033	48,033	-	-
Accrued interest payables	33,639	31,727	-	-
Total loans and accrued interest payables	81,672	79,760	-	-

As at December 31, 2022 and 2021, the above short – term loans are loans from former shareholders of two subsidiaries in the form of promissory notes. The payment was due at call with interest rates of 5.50% - 7.75 per annum. On December 18, 2020, a former shareholder of the subsidiary sued the subsidiary for repayment. Details as mentioned in Note 32.

23. LONG – TERM BORROWINGS

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	December 31, 2022	December 31, 2021	December 31, 2022	December 31, 2021
Long – term borrowings from financial institutions	34,402	47,902	-	-
Current portion of long – term liabilities	(18,000)	(47,902)	-	-
	16,402	-	-	-

Movements of long – term borrowings for years ended December 31, 2022 are as follows:

	(Unit: Thousand Baht)	
	Consolidated	Separate
Balance as at January 1, 2022	47,902	-
<u>Add</u> Additional	-	-
<u>Less</u> Repayment	(13,500)	-
Balance as at December 31, 2022	34,402	-

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Long – term borrowing has detail of interest and repayment term which can be summarized as follows:

Credit limit	Credit limit		Period	Interest rate	Amount (Per Installments)
	December 31, 2022	December 31, 2021			
1	210	210	September 2017 to December 2024	MLR p.a.	<ul style="list-style-type: none"> - Shall monthly repay at least 1,500,000 Baht from January 2021 to July 2022 - Shall monthly repay from at least 1,500,000 Baht November 2021 to December 2022 - Shall monthly repay at least 2,000,000 Baht from January 2023 to July 2024 - Shall monthly repay from at least 2,000,000 Baht November 2023 to December 2024 and remaining debts must be repaid within December 2024.

Long-term loan from financial institutions, credit line of Baht 210 million, interest rate MLR per annum. Subsidiary's land (Note 12, 13) Subsidiary's fixed deposit (Note 19) Subsidiary's directors jointly guarantee and authorize to receive money from a company to a lender.

The above loan agreement contains certain requirements that must be met in relation to dividend payments. Maintaining financial ratios for borrowing from related parties or parties Increasing liabilities and maintaining shareholder structure, etc.

24. LEASE LIABILITIES

The carrying amount of leases liabilities and movements for the years ended December 31, 2022 and 2021 is as follows:

	(Unit: Thousand Baht)	
	Consolidated	
	2022	2021
As at January 1	114,251	187,736
Increases	28,116	18,203
Increases interest under finance lease agreements	(5,039)	(1,838)
Decrease from contract termination	(325)	-
Payment	(90,745)	(89,850)
As at December 31	46,258	114,251
Less: Current portion	(12,154)	(88,358)
Lease liabilities – net of current portion	34,104	25,893

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As at December 31, 2022 and 2021, the Group has leases liabilities which arises from the right – of – use assets Baht 46.26 million and Baht 37.81 million, respectively.

As at December 31, 2021, lease agreement machinery Baht 76.44 million.

The Group has commitments to pay the minimum lease payments as follows:

	(Unit: Thousand Baht)	
	Consolidated	
	2022	2021
Over 1 and up to 5 years	27,675	109,602
Over 5 years	6,429	4,649
Total	34,104	114,251

25. DEBENTURES

During the year, the Group issued long-term unsubordinated and unsecured debentures. The value is Baht 1,000 per unit, with details as follows:

Debentures	Number of shares	Deal date	Due date	Interest rate (%)
APCS246A	385,100	June 16, 2022	June 16, 2024	6.00
APCS24NA	306,600	November 11, 2022	November 11, 2024	6.20

Movements of debentures for the year ended December 31, 2022 are as follows:

	(Unit: Thousand Baht)
	Consolidated/ Separate
As at January 1, 2022	-
Increases	691,700
Cost of issuing debentures	(11,117)
Cost of issuing debentures - amortization	2,025
As at December 31, 2022	682,608

Such debentures There are certain important conditions that the company must comply with throughout the bond life, such as maintenance of the debt-to-equity ratio shareholders, etc.

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26. EMPLOYEE BENEFITS OBLIGATION

Movements of the present value of employee benefits obligation and employee benefit expenses for the years ended December 31, 2022 and 2021 included in the statement of profit or loss and other comprehensive income are as follows:

(Unit: Thousand Baht)

	Consolidated					
	For the years ended					
	December 31, 2022			December 31, 2021		
	Severance benefits	Other long – term employee benefits	Total	Severance benefits	Other long – term employee benefits	Total
Beginning balance	31,943	2,399	34,342	22,587	2,384	24,971
<i>Amounts recognized in profit or loss:</i>						
Service cost – Compensation	1,250	-	1,250	-	-	-
Current service cost	3,513	406	3,919	3,712	962	4,674
Interest cost	870	31	901	455	23	478
Current provisions for employee benefit	(2,885)	-	(2,885)	-	-	-
<i>Recognized in other comprehensive income:</i>						
(Gain) loss from actuarial assumptions	(650)	-	(650)	5,687	-	5,687
Benefits paid during the years	(287)	(875)	(1,162)	(498)	(970)	(1,468)
Transfer to assets classified as held for sale (Note 11)	(21,504)	(1,961)	(23,465)	-	-	-
Ending balance	12,250	-	12,250	31,943	2,399	34,342

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(Unit: Thousand Baht)

	Separate					
	For the years ended					
	December 31, 2022			December 31, 2021		
	Severance benefits	Other long – term employee benefits	Total	Severance benefits	Other long – term employee benefits	Total
Beginning balance	7,101	17	7,118	5,135	76	5,211
<i>Amounts recognized in profit or loss:</i>						
Service cost – Compensation	1,250	-	1,250	-	-	-
Current service cost	271	2	273	305	(45)	260
Interest cost	69	-	69	69	1	70
Current provisions for employee benefit	(2,885)	-	(2,885)	-	-	-
<i>Recognized in other comprehensive income:</i>						
(Gain) loss from actuarial assumptions	-	-	-	1,592	-	1,592
Cash paid to transfer employee benefits	(2,340)	(19)	(2,359)	-	-	-
Benefits paid during the years	-	-	-	-	(15)	(15)
Ending balance	3,466	-	3,466	7,101	17	7,118

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Long – term employee benefit expenses included in the statement of profit or loss and other comprehensive income are as follows:

	(Unit: Thousand Baht)	
	Consolidated	
	For the years ended	
	December 31, 2022	December 31, 2021
Recognized in profit or loss:		
Costs of sales	910	1,190
Selling expenses	81	63
Administrative expenses	3,288	3,534
Executive compensation	1,791	365
Total	<u>6,070</u>	<u>5,152</u>
Recognized in other comprehensive income:		
Actuarial (profit) loss arising from defined benefit plan	(650)	5,687

	(Unit: Thousand Baht)	
	Separate	
	For the years ended	
	December 31, 2022	December 31, 2021
Recognized in profit or loss:		
Administrative expenses	43	81
Executive compensation	1,547	250
Total	<u>1,590</u>	<u>331</u>
Recognized in other comprehensive income:		
Actuarial (profit) loss arising from defined benefit plan	-	1,592

Significant actuarial assumptions are summarised below :

	Consolidated	
	December 31, 2022	December 31, 2021
Discount rate (% per annum)	1.20 – 3.46	1.20 – 3.03
Average salary increases rate (% per annum)	3.65 – 6.19	3.65 – 6.69
Turnover Rate	Age band	Age band
Retirement age	60 years old	60 years old

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	Separate	
	December 31, 2022	December 31, 2021
Discount rate (% per annum)	1.20	1.20
Average salary increases rate (% per annum)	6.04	6.04
Turnover Rate	Age band	Age band
Retirement age	60 years old	60 years old

The result of sensitivity analysis for significant assumptions that affect the present value of the long – term employee benefit obligations as at December 31, 2022 are summarized below:

	(Unit: Million Baht)			
	Change of the present value of the employee benefit obligations increase (decrease)			
	Consolidated		Separate	
	Increase 0.5%	Decrease 0.5%	Increase 0.5%	Decrease 0.5%
Discount rate	(0.9)	1.7	(0.1)	0.1
Salary increase rate	1.6	(0.9)	0.2	(0.2)

The sensitivity analysis presented above may not be representative of the actual change in employee benefit obligations as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

As at December 31, 2022, the maturity analyses of undiscounted cash flows of benefit payments are as follows:

	(Unit: Million Baht)	
	Consolidated	Separate
Within 1 year	6.00	3.60
Over 1 and up to 5 years	21.40	4.60
Over 5 years	22.80	0.40

27. LEGAL RESERVE

Under the provisions of the Public Company Limited Act B.E. 2535, the Company is required to set aside as legal reserve at least 5% of its net income at each dividend declaration until the reserve reaches an amount not less than 10% of the authorized common share capital. The legal reserve is not available for dividend distribution.

28. DIVIDEND

On April 25, 2021 according to the minute of Annual General of Shareholders' Meeting 2021 has approved dividend in the rate of Baht 0.06 per share amounting to Baht 39.60 million. The payment made on May 21, 2021.

On April 30, 2022 according to the minute of Annual General of Shareholders' Meeting 2022 has approved dividend in the rate of Baht 0.06 per share amounting to Baht 39.60 million. The payment made on May 30, 2022.

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29. BASIC EARNINGS (LOSS) PER SHARE

Basic earnings (loss) per share is calculated by dividing earnings (loss) for the year attributable to equity holders of the Company (excluding other comprehensive income) by the number of issued and paid – up ordinary shares during the year.

	(Unit : Thousand Baht / Thousand Share)			
	Consolidated		Separate	
	For the years ended December 31,			
	2022	2021	2022	2021
Profit (loss) of parent Company for the years				
Profit (loss) used to calculate earnings per share from continuing operations	(213,422)	46,041	69,483	(1,188)
Profit (loss) used to calculate earnings per share from discontinued operations	101,133	164,567	-	-
	(112,289)	210,608	69,483	(1,188)
The number of ordinary shares by the weighted average method	660,000	660,000	660,000	660,000
Basic earnings (loss) per share (Baht : share)				
Basis Earnings (loss) per share from continuing operations	(0.3234)	0.0698	0.1053	(0.0018)
Basis Earnings (loss) per share from discontinued operations	0.1532	0.2493	-	-
	(0.1702)	0.3191	0.1053	(0.0018)

30. SEGMENT INFORMATION

The Group presents financial information by business segments. Based on the management system. The Group's management and internal reporting structure is a component of segment reporting.

Performance by segment and segment assets Include items directly related to the division. Or that can be rationalized to the segment. Most unallocated items consist of assets, other income, selling expenses, administrative expenses and financial costs.

The Group operates in two geographic segments are Thailand and Vietnam.

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Details of information classified by operating segments of the Company and its subsidiaries. For the year ended December 31, 2022 and 2021 are as follows:

(Unit: Million Baht)

	Consolidated											
	For the years ended December 31											
	Revenues from digital assets		Revenues from sales and services						Revenues from construction contract			
	Mining		Precision Part		Sales of building materials and administration		Water resources management		Engineering and Construction (EPC)		Total	
2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	
<i>Timing of revenue recognition</i>												
Point in Time	43	-	-	-	229	105	38	35	223	-	533	140
Over Time	-	-	-	-	37	147	-	-	1,247	1,073	1,284	1,220
Total revenues	43	-	-	-	266	252	38	35	1,470	1,073	1,817	1,360
Revenues	43	-	-	-	266	252	38	35	1,470	1,073	1,817	1,360
Costs	(73)	-	-	-	(296)	(215)	(24)	(14)	(1,494)	(958)	(1,887)	(1,187)
Gross profit (loss)	(30)	-	-	-	(30)	37	14	21	(24)	115	(70)	173
Unallocated income and expenses:												
Other income											6	33
Administrative expenses											(128)	(126)
Other expenses											(20)	(10)
Financial costs											(27)	(9)
Profit (loss) before income tax expense											(239)	61
Tax (expense) income											26	(15)
Profit (loss) for the year from continuing operation											(213)	46
Profit (loss) for the year from discontinued operation											110	165

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(Unit: Million Baht)

	Consolidated	
	Dec. 31, 2022	Dec. 31, 2021
Assets classified by business segments of the Company and its subsidiaries as at December 31, 2022 and 2021 are as follows:		
Property, plant and equipment	1,076	697
Other assets	3,432	2,863
Total assets	4,508	3,560

ASIA PRECISION PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**NOTES TO FINANCIAL STATEMENTS****DECEMBER 31, 2022****Geographical segments information**

Revenue of the Group's Geographical segments information for the years ended December 31, 2022 and 2021 are as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	For the years ended December 31,			
	2022	2021	2022	2021
<u>Segment revenue</u>				
Thailand	1,757	931	8	-
Foreign	60	429	-	-
	<u>1,817</u>	<u>1,360</u>	<u>8</u>	<u>-</u>

Gross profit for each segment

Geography is based on sales minus cost of sales. This is calculated based on the gross profit of the Company and its subsidiaries. Other assets Most of them consist of cash and cash equivalents, trade receivable, inventories and others.

Major customer

For the year ended December 31, 2022 and 2021, the Group has 5 major customers amounting to approximately Baht 650 million, Baht 357 million, Baht 250 million, Baht 214 million and Baht 213 million, which come from the service segment under the contract for the construction of solar power plants, services under construction contracts for power stations, services under construction contracts related to water and sales of building materials. (2021: revenue from 2 major customers amounting to Baht 203 million and Baht 218 million, which came from the services under construction contracts for power stations and services under construction contracts for waste power plants).

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31. EXPENSES BY NATURE

Significant expenses by nature of expense for years ended December 31, 2022 and 2021 are as follow:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	For the years ended December 31,			
	2022	2021	2022	2021
Construction cost, costs of service				
and cost of sales	1,836,270	1,186,580	-	-
Change in finished goods and work in process	116	(18,558)	-	-
Raw material and consumables used	297,392	279,349	-	-
Salary, wages and other employee benefits	292,357	304,631	7,201	13,406
Depreciation	79,179	82,561	57	2,004
Amortization – intangible assets	872	1,320	-	-

32. LAWSUIT

On December 18, 2020, a former shareholder of subsidiary sued the subsidiary to repay the promissory note (Note 22) plus interest totalling Baht 71.97 million. (Principal amount Baht 44.93 million and accrued interest of Baht 27.04 million), On September 23, 2021, the Civil Court has ordered the subsidiary to pay the amount of Baht 71.97 million to the former shareholder with interest at a rate of 5% per annum of the principal amounting to Baht 44.93 million from December 18, 2020 until the payment is completed.

Subsequently, On August 17, 2022, the Court of Appeal pronounced a judgement ordering the subsidiary to repay only loan principal of Baht 44.93 million. The subsidiary and the claimant filed a petition against the ruling of the Court of Appeal on October 17, 2022 and October 19, 2022, respectively.

Currently, the Supreme Court is considering whether to accept the petitions filed by the subsidiary and the claimant.

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33. LIABILITIES AND COMMITMENTS

33.1 Contractor agreement commitments

As at December 31, 2022, the subsidiary company has commitment as follows:

	(Unit: Million Baht)		
	Consolidated		
	Contract Amount	Payment	Outstanding
Construction agreement	1,408	(496)	912

33.2 Guarantee of liabilities related and other

As at December 31, 2022, A2 Technologies Co., Ltd., has guaranteed credit facilities to Cholkij Sakol Co., Ltd. received from banks in the total amount of Baht 210 million.

As at December 31, 2022, the Group has outstanding letters of guarantee issued by banks on behalf of the group, amounting to Baht 282 million in relation to the group's normal performance obligations.

The Group didn't charge any guarantee fees among its related parties.

33.3 Contingent liabilities.

In 2021, the Subsidiary Company had contingent liabilities as a result of the Subsidiary Company being notified by a hirer regarding the damages incurred from the Subsidiary Company's provision of services under service agreement. Subsequently, on February 21, 2022, August 4, 2022, October 21, 2022, December 8, 2022, December 28, 2022 and January 12, 2023, the hirer sent letters to the Subsidiary Company seeking payment of damages in connection with the Subsidiary Company's provision of services under service agreement amounting to Baht 490 million. The Subsidiary Company is currently negotiating such claim with the hirer, meanwhile, the Subsidiary Company is negotiating with its subcontractors to demand responsibility for such claim. The Subsidiary Company's management were of the opinion that no significant effect as a result thereof.

33.4 Stopping operations on community waste power plants

On April 8, 2022, the Subsidiary Company received an order to cease operations on the community waste power plant. The Subsidiary Company has a management service agreement with an employer. As a result, the Subsidiary Company is unable to provide management services to such power plants from the date of receiving the order by the department. The Subsidiary Company's management believes that the Subsidiary Company will not suffer material damage from such an event. On August 1, 2022, the Subsidiary Company was allowed to resume operations on the community waste power plant.

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Subsequently, on February 16, 2023, the Subsidiary Company was ordered to stop operating at the municipal waste power plant. However, the Subsidiary Company can appeal or dispute such order within 30 days. the Subsidiary Company's management believes that the Subsidiary Company will not suffer material losses from the event.

34. FINANCIAL INSTRUMENT

Policy on financial risk management

The Group is exposed to normal risk regarding to the change of market interest rate and currency exchange rate and non – performance of contractual obligations by counter parties. The Group will consider to use appropriate financial instruments when it considers necessary to manage such risks. However, the Group has no policy to use financial instruments for speculating or for trading.

Risk on credit provision

The Group is exposed to credit risk primarily with respect to trade accounts receivable. The Group manages the risk by adopting appropriate credit control policies and procedures and therefore do not expect to incur material financial losses. In addition, The Group does not have high concentrations of credit risk since they have a large customer base. The maximum exposure to credit risk is limited to the carrying amounts of trade accounts receivable and notes receivable as stated in the statement of financial position.

Risk on interest rate

Interest rate risk is occurred from changes in market interest rates which will affect the results of the Group operations and its cash flows. The Group exposure to interest rate risk relates to their cash at banks and loans. However, since most of the Company's financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate, the interest rate risk is expected to be minimal, Details are as follows:

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(Unit: Million Baht)

Consolidated					
For the year ended December 31, 2022					
	Fixed interest rate		Floating interest bearing	Non – interest bearing	Total
	Within 1 year	More than 1 year to 5 years			
Financial assets:					
Cash and cash equivalents	-	-	86	128	214
Trade and other current receivables	-	-	-	1,971	1,971
Other non – current assets	5	-	7	50	62
Total	5	-	93	2,149	2,247
Financial liabilities:					
Bank overdrafts and Short – term loans from financial institution	105	-	5	-	110
Trade and other current payable	-	-	-	1,252	1,252
Short-term loan and interest payables	48	-	-	34	82
Long – term borrowings	-	-	34	-	34
Debenture	-	683	-	-	683
Lease liabilities	-	-	46	-	46
Total	153	683	85	1,286	2,207

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(Unit: Million Baht)

	Consolidated				
	For the year ended December 31, 2021				
	Fixed interest rate		Floating interest	Non – interest	
	Within 1 year	More than 1 year to 5 years	bearing	bearing	Total
Financial assets:					
Cash and cash equivalents	-	-	376	220	596
Trade and other current receivables	-	-	-	1,848	1,848
Other non – current assets	9	-	6	49	64
Total	9	-	382	2,117	2,508
Financial liabilities:					
Bank overdrafts and Short – term loans from financial institution	52	-	5	68	125
Trade and other current payable	-	-	-	1,141	1,141
Short-term loan and interest payables	48	-	-	32	80
Long – term borrowings	-	-	48	-	48
Lease liabilities	-	-	114	-	114
Total	100	-	167	1,241	1,508

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(Unit: Million Baht)

Separate					
For the year ended December 31, 2022					
	Fixed interest rate		Floating interest bearing	Non – interest bearing	Total
	Within 1 year	More than 1 year to 5 years			
	Financial assets:				
Cash and cash equivalents	-	-	51	1	52
Trade and other current receivables	-	-	-	2	2
Short-term loan and interest receivables	-	-	612	-	612
Total	-	-	663	3	666
Financial liabilities:					
Trade and other current payable	-	-	-	6	6
Debenture	-	683	-	-	683
Total	-	683	-	6	689

(Unit: Million Baht)

Separate					
For the year ended December 31, 2021					
	Fixed interest rate		Floating interest bearing	Non – interest bearing	Total
	Within 1 year	More than 1 year to 5 years			
	Financial assets:				
Cash and cash equivalents	-	-	23	1	24
Trade and other current receivables	-	-	-	-	-
Short – term loans and interest receivables	-	-	357	-	357
Total	-	-	380	1	381
Financial liabilities:					
Trade and other current payable	-	-	-	3	3
Total	-	-	-	3	3

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Risk on exchange rate

The Group has a foreign currency risks in respect of the sales purchase transactions. The Group Company manages its exposure to foreign currency risk by natural balancing net position of receipt and payment of the foreign currency transactions. In each period, The Group seeks to reduce the risk on net position by entering into forward exchange contracts when it considers appropriate. Generally, the forward contracts mature within one year.

As at December 31, 2022 and 2021, the outstanding balances of the Group's financial assets and liabilities denominated in foreign currencies which did not perform the forward contract so as hedge against risk of currencies are as follows:

	(Unit: Million)			
	Consolidated			
	Financial assets		Financial liabilities	
	December	December	December	December
	31, 2022	31, 2021	31, 2022	31, 2021
Currencies:				
USD	0.04	5.36	7.00	4.43
EUR	-	0.24	-	-
JYP	-	-	-	225.30
VND	-	45.03	-	-

	(Unit: Million)			
	Separate			
	Financial assets		Financial liabilities	
	December	December	December	December
	31, 2022	31, 2021	31, 2022	31, 2021
Currencies:				
USD	0.04	-	-	-

Determination of fair values

A number of the Group's accounting policies and disclosures require the determination of fair value, for both financial and non – financial assets and liabilities. The fair value is the price at which an orderly transaction to sell an asset or to transfer a liability would take place between market participants at the measurement date. Fair values have been determined for measurement and/ or disclosure purposes based on the following methods:

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The fair value of cash and cash equivalents, trade and other accounts receivable, short – term loans, other current assets, bank overdrafts, short – term borrowings, trade and other accounts payable and other current liabilities is taken to approximate the carrying value.

The fair value of long – term borrowings is taken to approximate the carrying value because most of these financial instruments bear interest at market rates.

Risk on credit provision

The Group is exposed to credit risk primarily with respect to trade accounts receivable. The Company manages the risk by adopting appropriate credit control policies and procedures and therefore do not expect to incur material financial losses. In addition, The Company does not have high concentrations of credit risk since they have a large customer base. The maximum exposure to credit risk is limited to the carrying amounts of trade accounts receivable and notes receivable as stated in the statement of financial position.

35. PROVIDENT FUND

The Group and their employees have jointly established a provident fund in accordance with the Provident Fund Act B.E. 1987. The Group and their employees will contribute the same amount at 2% of staffs' salary to this fund. A local financial institution is managing the provident fund and will be paid to the employees upon termination in accordance with the fund rules. For the years ended December 31, 2022 and 2021, in the consolidated financial statements, the Group contributions amounted to approximately Baht 1.69 million and Baht 2.13 million, respectively and separate financial statements amounted to approximately Baht 0.16 million and Baht 0.20 million, respectively.

36. CAPITAL MANAGEMENT

The Board's policy is to maintain a strong capital base so as to maintain assurance of shareholder, investor, creditor and market confidence and to sustain future development of the business. The Board monitors the return on capital which the Company defines as result from operating activities divided by total shareholders' equity, excluding non – controlling interests and also monitors the level of dividends to ordinary shareholders.

As at December 31, 2022 and 2021, in the consolidated financial statements, debt to equity ratio is 1.1194 : 1 and 0.8147 : 1 respectively and the separate financial statements, debt to equity ratio is 0.4467 : 1 and 0.0064 : 1 respectively.

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37. RECLASSIFICATION OF ACCOUNTS

The Group has reclassified some accounting entries in the consolidated financial statements as at December 31, 2021 to conform to the current period accounting classification. which has no effect on shareholders' equity.

	(Unit: Baht)		
	As reported in the previous period	Reclassified	As reported in the new classification
Current portion of long – term borrowings	13,500,000.00	34,401,768.19	47,901,768.19
Long – term borrowings	34,401,768.19	(34,401,768.19)	-
Shareholder’s equity	1,962,002,741.48	-	1,962,002,741.48

38. SUBSEQUENT EVENT

According to the resolution of the Company's Board of Directors Meeting No. 1/2023 dated February 28, 2023, it was resolved to approve A2 Technology Co., Ltd., a subsidiary of the Company to increase its registered capital by no more than 400 million baht from the registered capital of 600 million baht to a registered capital of no more than 1,000 million baht.

39. APPROVAL OF FINANCIAL STATEMENTS

These financial statements have been approved to be issued by the Company’s board of directors on February 28, 2023.