

INFRASET PUBLIC COMPANY LIMITED
INTERIM FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT
ON REVIEW OF INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021

Independent auditor’s report on review of interim financial information

To the Shareholders and the Board of Directors of Infraset Public Company Limited

I have reviewed the accompanying financial position of Infraset Public Company Limited as at September 30, 2021, the statements of comprehensive income for the three-month and nine-month periods then ended, statements of changes in shareholders’ equity and statements of cash flows for the nine-month period then ended, and the condensed notes to the interim financial statements (“Interim financial information”). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34, “Interim Financial Reporting”. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, “Interim Financial Reporting”.

Other Matter

The financial statements for the year ended December 31, 2020 of Infraset Public Company Limited presented herein as comparative information, were audited by another auditor of the same firm, whose report dated February 17, 2021 express an unmodified opinion on those statements. The statements of comprehensive income for the three-month and nine-month periods ended September 30, 2020, statements of changes in shareholders' equity and statements of cash flows for the nine-month period then ended, presented herein as comparative information, were reviewed by another auditor of the same firm whose report dated November 4, 2020, provided an unqualified conclusion.

(Kanittha Siripattanasomchai)

Certified Public Accountant

Registration Number 10837

ANS Audit Co., Ltd.

Bangkok, November 3, 2021

INFRASET PUBLIC COMPANY LIMITED
STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021

		Unit : Baht	
		Unaudited	
		but reviewed	Audited
	Notes	September 30, 2021	December 31, 2020
Assets			
Current assets			
Cash and cash equivalents	5	57,974,533.29	110,849,519.51
Trade and other current receivables - net	6	820,430,078.78	485,043,634.29
Current contract assets	7.1, 21	395,710,853.44	497,885,559.22
Current financial assets - net	8	130,541,767.30	80,074,086.54
Total current assets		1,404,657,232.81	1,173,852,799.56
Non-current assets			
Non-current financial assets	20.2	51,276,694.86	51,407,066.64
Non-current contract assets	7.1	1,060,335.83	852,902.70
Property, plant and equipment - net	9	81,864,627.18	86,294,723.48
Right-of-use assets - net	4, 9	9,941,914.61	10,706,897.35
Intangible assets - net	9	498,451.19	597,367.56
Deferred tax assets	10	2,614,652.41	1,712,148.29
Other non-current assets	4	812,360.00	6,515,497.59
Total non-current assets		148,069,036.08	158,086,603.61
Total assets		1,552,726,268.89	1,331,939,403.17

INFRASET PUBLIC COMPANY LIMITED
STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2021

		Unit : Baht	
		Unaudited	
		but reviewed	Audited
Notes	September 30, 2021	December 31, 2020	
Liabilities and shareholders' equity			
Current liabilities			
Trade and other current payables	11	592,547,008.62	439,533,706.39
Contract liabilities	7.2	154,897.31	9,966,459.82
Current portion of long-term loan from a financial institution	12	6,120,002.08	8,970,628.21
Current portion of lease liabilities	4, 13	3,710,562.33	3,848,646.33
Income tax payables		1,995,387.38	2,867,469.88
Total current liabilities		604,527,857.72	465,186,910.63
Non-current liabilities			
Retention payables		5,783,603.55	8,312,426.19
Long-term loan from a financial institution - net	12	-	3,880,907.13
Lease liabilities - net	4, 13	7,771,548.82	7,214,374.75
Non-current provisions for employee benefits	14	10,016,720.00	8,203,125.00
Total non-current liabilities		23,571,872.37	27,610,833.07
Total liabilities		628,099,730.09	492,797,743.70
Shareholders' equity			
Share capital	15		
Registered			
616,000,000 ordinary shares at Baht 0.50 each		308,000,000.00	
560,000,000 ordinary shares at Baht 0.50 each			280,000,000.00
Issued and fully paid-up			
615,999,966 ordinary shares at Baht 0.50 each		307,999,983.00	
560,000,000 ordinary shares at Baht 0.50 each			280,000,000.00
Premium on ordinary shares		370,596,731.62	370,596,731.62
Surplus on share-based payment transactions		6,430,993.00	6,430,993.00
Retained earnings			
Appropriated			
Legal reserve		30,800,000.00	28,000,000.00
Unappropriated		208,798,831.18	154,113,934.85
Total shareholders' equity		924,626,538.80	839,141,659.47
Total liabilities and shareholders' equity		1,552,726,268.89	1,331,939,403.17

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

INFRASET PUBLIC COMPANY LIMITED

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

		Unit : Baht	
		Unaudited but reviewed	
	Notes	2021	2020
	4		
Revenues from services		379,525,561.84	529,750,107.97
Cost of services		(274,833,918.32)	(445,549,390.61)
Gross profit		104,691,643.52	84,200,717.36
Other income		215,268.48	336,566.54
Distribution costs		(2,470,157.21)	(3,754,712.76)
Administrative expenses		(13,782,615.83)	(15,553,054.79)
Profit from operating activities		88,654,138.96	65,229,516.35
Finance costs		(194,323.10)	(214,985.00)
Profit before income tax expenses		88,459,815.86	65,014,531.35
Income tax expenses		(17,681,102.71)	(12,975,010.04)
Profit for the period		70,778,713.15	52,039,521.31
Other comprehensive income		-	-
Total comprehensive income for the period		70,778,713.15	52,039,521.31
Basic earnings per share	17	0.11	0.08
Weighted average number of issued and fully paid-up ordinary shares (shares)	17	615,999,966.00	615,999,966.00

INFRASET PUBLIC COMPANY LIMITED

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

		Unit : Baht	
		Unaudited but reviewed	
	Notes	2021	2020
	4, 18		
Revenues from services		1,010,378,509.07	1,057,357,744.01
Cost of services		(797,515,669.66)	(880,837,816.62)
Gross profit		212,862,839.41	176,519,927.39
Other income		690,531.70	2,942,137.06
Distribution costs		(7,381,238.45)	(7,230,548.50)
Administrative expenses		(41,933,625.83)	(43,815,785.22)
Profit from operating activities		164,238,506.83	128,415,730.73
Finance costs		(677,772.06)	(858,226.30)
Profit before income tax expenses		163,560,734.77	127,557,504.43
Income tax expenses	10	(32,715,838.51)	(25,356,373.22)
Profit for the period		130,844,896.26	102,201,131.21
Other comprehensive income		-	-
Total comprehensive income for the period		130,844,896.26	102,201,131.21
Basic earnings per share	17	0.21	0.17
Weighted average number of issued and fully paid-up ordinary shares (shares)	17	615,999,966.00	615,999,966.00

INFRASET PUBLIC COMPANY LIMITED

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

		Unit : Baht					
		Unaudited but reviewed					
		Share capital		Surplus on	Retained earnings		
		Issued and	Premiums	share-based payment	Appropriated		Total
Notes		fully paid-up	on ordinary shares	transactions	Legal reserve	Unappropriated	Total
Balance as at January 1, 2021		280,000,000.00	370,596,731.62	6,430,993.00	28,000,000.00	154,113,934.85	839,141,659.47
Legal reserve		-	-	-	2,800,000.00	(2,800,000.00)	-
Stock dividend		27,999,983.00	-	-	-	(27,999,983.00)	-
Dividend paid		-	-	-	-	(45,360,016.93)	(45,360,016.93)
Total comprehensive income for the period		-	-	-	-	130,844,896.26	130,844,896.26
Balance as at September 30, 2021		307,999,983.00	370,596,731.62	6,430,993.00	30,800,000.00	208,798,831.18	924,626,538.80
Balance as at January 1, 2020		280,000,000.00	370,596,731.62	6,430,993.00	26,706,060.37	96,579,193.08	780,312,978.07
Legal reserve		-	-	-	1,293,939.63	(1,293,939.63)	-
Dividend paid		-	-	-	-	(85,675,410.32)	(85,675,410.32)
Total comprehensive income for the period		-	-	-	-	102,201,131.21	102,201,131.21
Balance as at September 30, 2020		280,000,000.00	370,596,731.62	6,430,993.00	28,000,000.00	111,810,974.34	796,838,698.96

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

INFRASET PUBLIC COMPANY LIMITED

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

	Unit : Baht	
	Unaudited but reviewed	
	2021	2020
Cash flows from operating activities:		
Profit for the period	130,844,896.26	102,201,131.21
Adjustments to reconcile profit for the periods to cash provided by (used in) operating activities:		
Depreciation and amortization	8,768,990.04	7,676,997.68
Allowance for expected credit losses	924,660.78	-
Difference from rental reduction	-	(722,900.08)
(Gain) loss on disposal of assets	47,094.34	(1,534.91)
Gain on disposal of current financial assets	(212,767.73)	(1,243,559.77)
Unrealized gain on current financial assets revaluation	(254,913.03)	-
Interest income	(197,850.94)	(1,681,846.13)
Interest expenses	677,772.06	858,226.30
Non-current provisions for employee benefits	1,813,595.00	2,939,408.00
Income tax expenses	32,715,838.51	25,356,373.22
Profit from operating activities before changes in operating assets and liabilities	175,127,315.29	135,382,295.52
Operating assets (increase) decrease:		
Trade and other current receivables	(336,202,770.32)	(191,466,910.85)
Contract assets	102,174,705.78	(371,528,088.87)
Non-current contract assets	(207,433.13)	(415,997.93)
Other non-current assets	5,703,137.59	(2,526,055.73)
Operating liabilities increase (decrease):		
Trade and other current payables	152,791,721.20	263,432,252.18
Contract liabilities	(9,811,562.51)	(24,763,321.11)
Retention payables	(2,528,822.64)	(14,192,132.93)
Cash from (used in) operating activities	87,046,291.26	(206,077,959.72)
Interest income	89,515.99	1,609,638.25
Interest paid	(677,772.06)	(858,226.30)
Income tax paid	(34,490,425.13)	(18,216,588.56)
Net cash from (used in) operating activities	51,967,610.06	(223,543,136.33)

INFRASET PUBLIC COMPANY LIMITED

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2021

	Unit : Baht	
	Unaudited but reviewed	
	2021	2020
Cash flows from investing activities:		
Cash received from disposal of current financial assets	80,000,000.00	452,076,984.11
Cash paid for acquisition of current financial assets	(130,000,000.00)	(200,000,000.00)
Cash received from disposal of fixed assets	747.66	20,147.38
Cash paid for acquisition of fixed assets	(244,635.86)	(6,976,565.02)
Cash paid for acquisition of intangible assets	(142,000.00)	(48,400.00)
(Increase) decrease in restricted non-current financial assets	130,371.78	(472,111.06)
Net cash from (used in) investing activities	(50,255,516.42)	244,600,055.41
Cash flows from financing activities:		
Cash paid for long-term loan from a financial institution	(6,731,533.26)	(6,434,422.80)
Cash paid for lease liabilities	(2,495,529.67)	(2,296,850.90)
Cash paid for dividend	(45,360,016.93)	(85,675,410.32)
Net cash used in financing activities	(54,587,079.86)	(94,406,684.02)
Net decrease in cash and cash equivalents	(52,874,986.22)	(73,349,764.94)
Cash and cash equivalents at the beginning of the period	110,849,519.51	223,048,227.90
Cash and cash equivalents at the end of the period	57,974,533.29	149,698,462.96

Supplemental Disclosures of Cash Flows Information

Non-cash flows items consist of:

Increase in accounts payables for purchase of fixed assets	221,581.03	1,829,329.98
Increase in right-of-use assets from lease liabilities	4,571,075.60	15,393,746.99
Decrease in right-of-use assets from change in condition of lease agreement	(1,656,455.86)	(303,325.02)
Stock dividend payment	27,999,983.00	-

INFRASET PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2021
(UNAUDITED BUT REVIEWED)

1. GENERAL INFORMATION

Infrasnet Public Company Limited (the "Company") was incorporated in Thailand on May 8, 2006 in accordance with the Civil and Commercial Code and transformed the Company into a public company on March 22, 2019. The Company is principally engaged in the construction of data center and information technology, infrastructure telecommunications and transportation infrastructure and maintenance and service. The Company has its head office at 165/37-39 Ramintra Road, Anusawari, Bang Khen, Bangkok.

2. BASIS FOR PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements have been prepared in accordance with Thai Accounting Standard No. 34, Interim Financial Reporting.

The interim financial statements consist of primary financial information (i.e. statement of financial position, statement of comprehensive income, statement of changes in shareholders' equity, and statement of cash flows). The Company has chosen to present the interim financial statements in a format consistent with the annual financial statements, in compliance with Thai Accounting Standard No. 1, Presentation of Financial Statements. The notes to the interim financial statements are prepared in a condensed format. Additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim financial statements have been prepared in the Thai language and expressed in Thai Baht. Such interim financial statements have been prepared for domestic reporting purposes. For convenience only, for the readers not conversant with the Thai language, an English version of the interim financial statements has been provided by translating from the Thai version of the interim financial statements.

The interim financial statements have been prepared to provide information in addition to that included in the financial statements for the year ended December 31, 2020. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2020.

The preparation of the interim financial statements in conformity with Thai Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying amounts of assets and liabilities that are not readily apparent from other sources. Subsequent actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, and in the period of the revision and future periods, if the revision affects both current and future periods.

Coronavirus Pandemic 2019 (COVID-19)

The COVID-19 pandemic has caused an economic slowdown adversely affecting most businesses and industries. This situation may bring uncertainties and affect the environment in which the Company operates. These uncertainties may have a financial impact on the valuation of assets, provisions and contingent liabilities.

New financial reporting standards

a. Financial reporting standards that became effective in the current period

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

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

b. Financial reporting standards that will become effective for fiscal years beginning on or after January 1, 2022

The Federation of Accounting Professions issued certain revised financial reporting standards, which are effective for fiscal years beginning on or after January 1, 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, for some standards, providing temporary reliefs or temporary exemptions for users.

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

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2020 except the followings:

The Company applied accounting guidance on temporary accounting relief measures for additional accounting options in response to impact from the situation of COVID-19 in preparing the financial statement for the year ended December 31, 2020 on the followings:

- Not to consider forward-looking information to measure the expected credit losses of trade receivables when using simplified approach.
- Not to consider the COVID-19 situation as an indication that an asset may be impaired in accordance with TAS 36, Impairment of Assets.

As the accounting guidance already expired on December 31, 2020, the Company have assessed the impact and there was no material impact to financial statements. Therefore, the Company did not adjust the value of trade receivables and impairment of assets in 2021.

4. TRANSACTIONS WITH RELATED PARTIES

The Company had significant business transactions with related parties for the three-month and nine-month periods ended September 30, as follows:

	Unit : Baht	
	2021	2020
Related parties		
for the three-month periods ended September 30,		
Right-of-use assets		
Depreciations	406,944.30	510,472.78
Interest expenses	66,021.54	17,401.46
Related parties		
for the nine-month periods ended September 30,		
Right-of-use assets		
Depreciations	1,220,832.90	1,531,418.34
Interest expenses	196,609.12	147,108.46

Such transactions are on commercial terms and bases agreed upon price between the Company and those related parties in the normal course of business.

Significant balances with related parties can be summarized as follows:

	Unit : Baht	
	September 30, 2021	December 31, 2020
Related parties		
Other non-current assets - deposit paid	540,000.00	540,000.00
Right-of-use assets - cost	8,552,999.82	10,209,455.68
Lease liabilities	6,743,244.50	8,473,091.24

Management compensation

Management compensation for the nine-month periods ended September 30, consisted of:

	Unit : Baht	
	2021	2020
Short-term benefits	17,567,561.64	19,054,036.19
Post-employment benefits	827,563.00	1,077,157.00
Total management compensation	18,395,124.64	20,131,193.19

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consisted of:

	Unit : Baht	
	September 30, 2021	December 31, 2020
Cash on hand	44,771.00	50,000.00
Cash at banks - savings accounts	57,622,294.27	110,752,905.88
Cash at banks - current accounts	9,532.88	34,613.63
Cheque due	297,935.14	12,000.00
Total cash and cash equivalents	57,974,533.29	110,849,519.51

6. TRADE AND OTHER CURRENT RECEIVABLES - NET

Trade and other current receivables consisted of:

	Unit : Baht	
	September 30, 2021	December 31, 2020
Trade receivables	792,208,744.18	453,657,209.69
<u>Less</u> allowance for expected credit losses	(924,660.78)	-
Trade receivables - net	791,284,083.40	453,657,209.69
Other current receivables		
Advance payment for goods and services	3,787,115.88	5,203,759.88
Advance payments other	1,225,032.48	1,121,267.79
Revenue Department receivable	4,243,341.12	14,081,227.60
Undue input tax	18,511,571.45	9,945,081.92
Other	1,378,934.45	1,035,087.41
Total other current receivables	29,145,995.38	31,386,424.60
Total trade and other current receivables - net	820,430,078.78	485,043,634.29

The Company has trade receivables classified by age analysis as follows:

	Unit : Baht	
	September 30, 2021	December 31, 2020
Trade receivables		
Current	213,702,641.84	337,667,239.65
Not over 3 months	568,569,469.93	35,925,882.54
Over 3 - 6 months	614,064.98	79,472,912.50
Over 6 - 12 months	8,555,912.43	591,175.00
Over 12 months	766,655.00	-
Total trade receivables	792,208,744.18	453,657,209.69

7. CONTRACT ASSETS/CONTRACT LIABILITIES

7.1 CONTRACT ASSETS

Contract assets consisted of:

	Unit : Baht	
	September 30, 2021	December 31, 2020
	(9 month period)	(12 month period)
Revenues recognition from percentage of completion method	850,942,172.83	1,327,514,487.98
Contract assets		
Project value as per contract	3,457,513,085.08	3,446,424,083.54
Accumulated amount recognized as revenues under the percentage of completion basis	3,101,923,662.69	2,549,958,244.89
<u>Less</u> value of total billed	(2,722,472,655.32)	(2,065,828,860.27)
Unbilled receivables	379,451,007.37	484,129,384.62
Retention receivables	16,259,846.07	13,756,174.60
Total current contract assets	395,710,853.44	497,885,559.22
Non-current contract assets		
Retention receivables	1,060,335.83	852,902.70
Total contract assets	396,771,189.27	498,738,461.92

7.2 CONTRACT LIABILITIES

Contract liabilities consisted of:

	Unit : Baht	
	September 30, 2021	December 31, 2020
	(9 month period)	(12 month period)
Contract liabilities		
Project value as per contract	31,982,757.99	537,467,998.80
Value of total billed	15,324,205.48	520,722,441.49
<u>Less</u> accumulated amount recognized as revenues under the percentage of completion basis	(15,169,308.17)	(510,834,981.67)
Advances received from contract	154,897.31	9,887,459.82
Advances received from service	-	79,000.00
Total	154,897.31	9,966,459.82

8. CURRENT FINANCIAL ASSETS - NET

Movements in current financial assets are as follows:

	Unit : Baht	
	September 30, 2021 (9 month period)	December 31, 2020 (12 month period)
Net book value as at January 1, 2021	80,074,086.54	250,833,424.34
Purchase of investments during the period	130,000,000.00	330,000,000.00
Disposal of investments during the period	(80,000,000.00)	(502,130,397.41)
Gain on disposal of investments to profit or loss	212,767.73	1,296,973.07
Change in fair value to profit or loss	254,913.03	74,086.54
Net book value as at September 30, 2021	130,541,767.30	80,074,086.54

9. PROPERTY, PLANT AND EQUIPMENT, RIGHT-OF-USE ASSETS, AND INTANGIBLE ASSETS - NET

Movements in property, plant and equipment, right-of-use assets and intangible assets during the period were as follows:

	Unit : Baht		
	Property, plant and equipment	Right-of-use assets	Intangible assets
Net book value as at January 1, 2021	86,294,723.48	10,706,897.35	597,367.56
Acquisitions during the period (Cost)	466,216.89	4,571,075.60	142,000.00
Depreciation during the period	(4,848,471.19)	(3,679,602.48)	-
Amortization during the period	-	-	(240,916.37)
Reduction of change in condition of lease agreement	-	(1,656,455.86)	-
Disposal during the period (Book value)	(47,842.00)	-	-
Net book value as at September 30, 2021	81,864,627.18	9,941,914.61	498,451.19

Depreciation and amortization for the nine-month periods ended September 30, 2021 and 2020 amounted to Baht 8.77 million and Baht 7.68 million, respectively, were included in profit or loss.

As at September 30, 2021 and December 31, 2020, the Company's equipment which have been fully depreciated but are still in use, amounted to Baht 5.51 million and Baht 5.44 million, respectively.

As at September 30, 2021 and December 31, 2020, all of the Company's land and buildings have been mortgaged as collateral for loans from financial institutions (Note 12) and letters of guarantee for business of the Company.

10. DEFERRED TAX ASSETS

Movements in deferred tax assets during the period were as follows:

	Unit : Baht		
	As at	Movement increase	As at
	January 1, 2021	Profit or loss	September 30, 2021
Deferred tax assets			
Trade and other current receivables	-	184,932.16	184,932.16
Right-of-use assets (depreciation)	71,523.29	236,814.56	308,337.85
Litigation provisions	-	118,038.40	118,038.40
Non-current provisions for employee benefits	1,640,625.00	362,719.00	2,003,344.00
Total deferred tax assets	1,712,148.29	902,504.12	2,614,652.41

Income tax expenses for the nine-month periods ended September 30, were as follows:

	Unit : Baht	
	2021	2020
Current tax expenses	33,618,342.63	26,000,887.26
Deferred tax	(902,504.12)	(644,514.04)
Income tax expenses	32,715,838.51	25,356,373.22

The Company used income tax rate of 20% for the calculation of corporate income tax for the nine-month periods ended September 30, 2021 and 2020.

11. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables consisted of:

	Unit : Baht	
	September 30, 2021	December 31, 2020
Trade payables	487,272,535.32	355,554,524.90
Other current payables		
Payable for purchase of fixed assets	251,622.51	30,041.48
Accrued incentive expenses	36,064,174.84	30,004,040.39
Accrued other expenses	4,295,993.81	2,189,521.73
Withholding tax payables	604,240.86	2,361,107.48
Undue output VAT	48,978,478.11	26,640,898.09
Retention payables	13,433,455.25	22,393,237.96
Other	1,646,507.92	360,334.36
Total other current payables	105,274,473.30	83,979,181.49
Total trade and other current payables	592,547,008.62	439,533,706.39

12. LONG-TERM LOAN FROM A FINANCIAL INSTITUTION - NET

Long-term loan from a financial institution consisted of:

	Unit : Baht	
	September 30, 2021	December 31, 2020
Long-term loan from a financial institution	6,120,002.08	12,851,535.34
<u>Less</u> current portion of long-term loan		
from a financial institution	(6,120,002.08)	(8,970,628.21)
Long-term loan from a financial institution - net	-	3,880,907.13

Movements in the long-term loan from a financial institution for the periods are as follows:

	Unit : Baht	
	September 30, 2021	December 31, 2020
	(9 month period)	(12 month period)
Balance as at beginning of the period	12,851,535.34	21,487,291.49
Repayment during the period	(6,731,533.26)	(8,635,756.15)
Balance as at ending of the period	<u>6,120,002.08</u>	<u>12,851,535.34</u>

As at September 30, 2021 and December 31, 2020, the Company has long-term loan from a financial institution for the line not exceeding Baht 40 million. The loan carries an interest at the MLR minus a certain rate, according to agreement. The loan principle is to be repaid in 60 monthly instalments. The loan is guaranteed by a mortgage of the Company's land and constructions (Note 9).

13. LEASE LIABILITIES - NET

Lease liabilities consisted of:

	Unit : Baht	
	September 30, 2021	December 31, 2020
Due within 1 year		
Future minimum leases payment	4,093,900.00	4,255,500.00
Deferred interest expenses	(383,337.67)	(406,853.67)
Present value of future minimum leases payment	<u>3,710,562.33</u>	<u>3,848,646.33</u>
Due over 1 year but not over 5 years		
Future minimum leases payment	8,132,400.00	7,690,000.00
Deferred interest expenses	(360,851.18)	(475,625.25)
Present value of future minimum leases payment	<u>7,771,548.82</u>	<u>7,214,374.75</u>
Net book value of assets under lease agreements	<u>9,941,914.61</u>	<u>10,706,897.35</u>

The Company has entered into the property lease agreements and vehicles with related parties and other company, the terms of the agreements are generally between 1 to 5 years. The Company uses its incremental borrowing rate of 3.875% to 4.000% per annum in calculating the present value of lease payments.

14. NON-CURRENT PROVISIONS FOR EMPLOYEE BENEFITS

Movements of the present value of non-current provisions for employee benefits for the periods are as follows:

	Unit : Baht	
	September 30, 2021	December 31, 2020
	(9 month period)	(12 month period)
Non-current provisions for employee benefits at beginning of the period	8,203,125.00	15,550,888.00
Included in profit or loss:		
Current service costs	1,722,542.00	3,458,931.00
Cost of interest	91,053.00	460,288.00
Loss from benefit paid	1,282,566.67	-
Included in other comprehensive income:		
Actuarial gains arising from		
Demographic assumptions changes	-	(3,056,413.00)
Financial assumptions changes	-	(3,201,928.00)
Experience adjustments	-	(5,008,641.00)
Benefit paid during the period	(1,282,566.67)	-
Non-current provisions for employee benefits at ending of the period	10,016,720.00	8,203,125.00

Employee benefit expenses for the nine-month periods ended September 30, consisted of:

	Unit : Baht	
	2021	2020
Current service costs	1,722,542.00	2,594,192.00
Cost of interest	91,053.00	345,216.00
Total employee benefits expenses	1,813,595.00	2,939,408.00

Employee benefit expenses for the nine-month periods ended September 30, as shown in the statements of comprehensive income are as follows:

	Unit : Baht	
	2021	2020
Costs of service	656,032.00	1,382,693.99
Distribution costs and administrative expenses	1,157,563.00	1,556,714.01
Total employee benefits expenses	1,813,595.00	2,939,408.00

15. SHARE CAPITAL

Movements of the share capital are as follows:

	Par value (Baht)	Number of share		Unit : Baht	
		September 30, 2021	December 31, 2020	September 30, 2021	December 31, 2020
		(9 month period)	(12 month period)	(9 month period)	(12 month period)
Registered					
Share capital at beginning of the period	0.50	560,000,000.00	560,000,000.00	280,000,000.00	280,000,000.00
Share capital increased	0.50	56,000,000.00	-	28,000,000.00	-
Share capital at ending of the period		<u>616,000,000.00</u>	<u>560,000,000.00</u>	<u>308,000,000.00</u>	<u>280,000,000.00</u>
Issued and fully paid-up					
Share capital at beginning of the period	0.50	560,000,000.00	560,000,000.00	280,000,000.00	280,000,000.00
Dividend paid	0.50	55,999,966.00	-	27,999,983.00	-
Share capital at ending of the period		<u>615,999,966.00</u>	<u>560,000,000.00</u>	<u>307,999,983.00</u>	<u>280,000,000.00</u>

The resolutions of the Annual General Meeting of Shareholders for the year 2021 held on April 21, 2021, approved the registered capital increase of Baht 28.00 million from the existing registered capital of Baht 280.00 million to Baht 308.00 million by issuing not exceeding 56.00 million new ordinary shares, at a par value of Baht 0.50 per share. The capital increase is intended to support the ordinary shares dividend. The Company registered the increase in registered capital with the Ministry of Commerce on April 26, 2021.

16. DIVIDEND

16.1 The resolutions of the Annual General Meeting of Shareholders for the year 2021 held on April 21, 2021, approved to pay a dividend from the Company's operating performance for the period from July 1, 2020 to December 31, 2020 which is a rate of Baht 0.131 per share or not exceeding of Baht 73.36 million, are as follows:

16.1.1 Approved to pay an ordinary shares dividend at the rate 10 existing shares per 1 ordinary share dividend which is not exceeding shares 56.00 million at a par value of Baht 0.50 per share. The totaling is not exceeding of Baht 28.00 million or convert to a dividend payment at Baht 0.05 per share. In case of any shareholder holds in the indivisible share remaining after the allocation on the dividend, the Company shall pay in cash at the rate of Baht 0.05 per share.

16.1.2 Approved to pay cash dividend at the rate of Baht 0.081 per share or not exceeding of Baht 45.36 million

Dividends were paid to the shareholders of the Company in May 2021. The Company registered the paid-up capital with the Ministry of Commerce on May 20, 2021.

16.2 The resolutions of the Board of Directors Meeting No. 4/2020, held on August 6, 2020, approved the allotment of net profit for six-month period ended June 30, 2020 for interim dividend payment to shareholders of Baht 0.038 for each share, totaling of Baht 21.28 million to shareholders in proportion to their share held. The interim dividends were paid to shareholders on September 4, 2020.

16.3 The resolutions of the Board of Directors Meeting No. 2/2020 held on April 7, 2020, has resolved to pay an interim dividend instead of paying dividend for the year 2019 at the rate of Baht 0.115 per share, totaling of Baht 64.40 million to shareholders in proportion to their share held. Dividends were paid to shareholders on May 5, 2020. The interim dividend has been proposed to the Annual General Meeting of Shareholders acknowledged on June 17, 2020.

17. BASIC EARNINGS PER SHARE

Basic earnings per share is calculated by dividing profit for the periods attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the periods, after adjusting the number of ordinary shares in proportion to the change in the number of shares as a result of the distribution of the stock dividend (Note 15 and 16.1.1). The number of ordinary shares of the prior period used for the calculation, as presented for comparative purposes, has been adjusted in proportion to the change in the number of shares as a result of the stock dividends, as if the shares comprising such stock dividends had been issued at the beginning of the earliest period reported.

Basic earnings per share are calculated as follows:

	Unit : Baht	
	2021	2020
Profit for the three-month periods ended September 30	70,778,713.15	52,039,521.31
Weighted average number of ordinary share (shares)		
Number of ordinary shares at beginning of period	560,000,000.00	560,000,000.00
Effect of shares dividend issued	55,999,966.00	55,999,966.00
Weighted average number of issued and fully paid-up ordinary shares	615,999,966.00	615,999,966.00
Basic earnings per share	0.11	0.08
Profit for the nine-month periods ended September 30	130,844,896.26	102,201,131.21
Weighted average number of ordinary share (shares)		
Number of ordinary shares at beginning of period	560,000,000.00	560,000,000.00
Effect of shares dividend issued	55,999,966.00	55,999,966.00
Weighted average number of issued and fully paid-up ordinary shares	615,999,966.00	615,999,966.00

Basic earnings per share

0.21

0.17

18. OPERATING SEGMENTS

The Company operates in three business segments, construction of data center and information technology, infrastructure, telecommunications and transportation infrastructure and maintenance and services. Revenues and expenses relate to business segments and geographical segments for the nine-month periods ended September 30, as follows:

Unit : Baht

	Construction of data center and information technology		Infrastructure, telecommunications and transportation infrastructure		Maintenance and services		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
Revenues	115,922,056.15	535,682,483.48	735,020,116.68	383,953,712.44	159,436,336.24	137,721,548.09	1,010,378,509.07	1,057,357,744.01
Costs	(57,107,243.02)	(435,224,586.21)	(602,836,673.16)	(323,838,031.01)	(108,095,935.26)	(92,029,369.09)	(768,039,851.44)	(851,091,986.31)
Segment gross profit	58,814,813.13	100,457,897.27	132,183,443.52	60,115,681.43	51,340,400.98	45,692,179.00	242,338,657.63	206,265,757.70
Unallocated costs							(29,475,818.22)	(29,745,830.31)
Gross profit							212,862,839.41	176,519,927.39
Other income							690,531.70	2,942,137.06
Distribution costs							(7,381,238.45)	(7,230,548.50)
Administrative expenses							(41,933,625.83)	(43,815,785.22)
Finance costs							(677,772.06)	(858,226.30)
Tax expenses							(32,715,838.51)	(25,356,373.22)
Profit for the periods							130,844,896.26	102,201,131.21
Assets consisted of:								
Property, plant and equipment - net							81,864,627.18	87,636,313.23
Right-of-use assets - net							9,941,914.61	11,787,508.82
Other							1,460,919,727.10	1,204,400,676.36
Total assets							1,552,726,268.89	1,303,824,498.41

19. LITIGATION

As at September 30, 2021 and December 31, 2020, the Company has been sued by an other company in cases of a breach of agreements and prosecution claims totaling Baht 6.92 million. As at February 10, 2021, the Court of First Instance already rendered its judgment, calling the Company to pay the payable amounting to Baht 0.97 million, plus interest to such other company. On June 23, 2021, the Company lodged an appeal with the judgment of the Court of First Instance. Presently, the cases are being considered by the Appeal court. The management of the Company has believed that the result of the legal cases will not be any material affecting to the financial statement.

20. COMMITMENTS AND CONTINGENT LIABILITIES

20.1 As at September 30, 2021 and December 31, 2020, the Company has obligations under leased service charges amounting to Baht 2.09 million and Baht 2.02 million, respectively.

20.2 As at September 30, 2021 and December 31, 2020, the Company had the loan credit facilities, bank overdraft, promissory note, letter of credit, forward contracts and letters of guarantee for the business of the Company, totaling Baht 1,131.00 million and Baht 356.00 million, respectively. The credit facilities are guaranteed by a mortgage of the Company's land and constructions (Note 9) and non-current financial assets.

20.3 As at September 30, 2021 and December 31, 2020, the Company has a commitment with banks for the letters of guarantees issued by bank amounting to Baht 92.51 million and Baht 97.15 million, respectively.

20.4 As at December 31, 2020, the Company was committed to pay under construction contracts amounting to approximately Baht 0.05 million

21. RECLASSIFICATION OF ACCOUNTS

During the period, the Company has reclassified certain accounts in the statement of financial position as at December 31, 2020 to conform to presentation of the financial statement of current year which does not have any significant impact on net profit for period or shareholders' equity are as follows:

	Unit : Baht		
	Before reclassification	Reclassification	After reclassification
Statement of financial position as at December 31, 2020			
Contract assets	395,710,853.44	(395,710,853.44)	-
Current contract assets	-	395,710,853.44	395,710,853.44

22. EVENT AFTER THE REPORTING PERIOD

22.1 The resolutions of the Extraordinary General Shareholders' Meeting of the Company's shareholders No. 1/2021 held on October 6, 2021, approved following matters:

22.1.1 Approved the reduction of registered capital in the amount of Baht 17.00 from the existing registered capital of Baht 308,000,000.00 to Baht 307,999,983.00 by cancelling 34 unissued ordinary shares, at a par value of Baht 0.50 per share. The Company registered the reduction of capital with the Ministry of Commerce on October 7, 2021.

22.1.2 Approved the issuance and offering warrants to purchase ordinary shares of the Company No.1 (INSET-W1) of not exceeding 307,999,983 units without charge (Baht zero). The significant details are as follows:

Term: 2 years from the issuance and offering date of the Warrants.

Exercise Ratio: 1 unit of the Warrant has rights to purchase 1 ordinary share. (Maybe change following the conditions for adjustment of rights).

Exercise Price: Baht 2.00 per share (at par value of Baht 0.50 per share) except to change following the conditions for adjustment of rights.

Allocation Method: Allocation to existing shareholders of the Company in a proportion of 2 ordinary shares per 1 warrant. In case, there is a fraction of the Warrant from calculation of the Warrant Allocation, a fraction will be discarded.

Exercise Period: Last business day of March and September of each calendar year throughout the term of the Warrants. The first exercise date is in March 2022 and the last exercise date is a date of the 2nd anniversary from the issuance date.

On October 25, 2021, the Company allotted the exercise of warrants to purchase ordinary shares of the Company No.1 (INSET-W1) of 307,087,207 units.

22.1.3 Approved the registered capital increase of Baht 153,999,991.50 from the existing registered capital of Baht 307,999,983.00 to Baht 461,999,974.50 by issuing 307,999,983 new ordinary shares, at a par value of Baht 0.50 per share. The capital increase is intended to support the issuance and offering warrants No.1 to the existing shareholders of the Company in a proportion of shareholding (Rights Offering). The Company registered the paid-up capital with the Ministry of Commerce on October 11, 2021.

23. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements have been approved by the Company's authorized directors to be issued on November 3, 2021.