

# **Fine Metal Technologies Public Company Limited**

Condensed interim financial statements  
for the three-month and nine-month periods ended  
30 September 2024  
and  
Independent auditor's review report



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## Independent Auditor's Report on Review of Interim Financial Information

### To the Board of Directors of Fine Metal Technologies Public Company Limited

I have reviewed the accompanying statement of financial position of Fine Metal Technologies Public Company Limited as at 30 September 2024; the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2024, changes in equity and cash flows for the nine-month period ended 30 September 2024; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

#### *Scope of Review*

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

#### *Conclusion*

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

(Jamjuree Sathapornchaiwat)  
Certified Public Accountant  
Registration No. 11567

KPMG Phoomchai Audit Ltd.  
Bangkok  
11 November 2024

# Fine Metal Technologies Public Company Limited

## Statement of financial position

		30 September	31 December
Assets	Note	2024	2023
		(Unaudited)	
		(in thousand Baht)	
<b>Current assets</b>			
Cash and cash equivalents		24,502	63,563
Trade accounts receivable	3, 4	1,597,092	1,128,887
Other receivables	3	142,070	25,987
Inventories		1,241,865	1,073,892
Other current financial assets	8	48,935	75,959
<b>Total current assets</b>		<b>3,054,464</b>	<b>2,368,288</b>
<b>Non-current assets</b>			
Property, plant and equipment		343,963	348,308
Right-of-use assets		15,469	20,760
Intangible assets		32,979	26,450
Deferred tax assets		42,434	26,119
Other non-current assets		2,465	2,456
<b>Total non-current assets</b>		<b>437,310</b>	<b>424,093</b>
<b>Total assets</b>		<b>3,491,774</b>	<b>2,792,381</b>

The accompanying notes form an integral part of the interim financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of financial position

		30 September	31 December
	<i>Note</i>	2024	2023
<b>Liabilities and equity</b>		(Unaudited)	
		<i>(in thousand Baht)</i>	
<b><i>Current liabilities</i></b>			
Short-term borrowings from financial institutions	5	1,350,000	700,000
Trade accounts payable		380,277	172,526
Other payables	3	91,139	23,863
Current portion of lease liabilities		6,878	7,386
Income tax payable		-	6,109
Other current financial liabilities	8	62,851	74,309
Other current liabilities		12,092	16,942
<b>Total current liabilities</b>		<b>1,903,237</b>	<b>1,001,135</b>
<b><i>Non-current liabilities</i></b>			
Lease liabilities		9,037	13,863
Provision for employee benefits		120,322	127,315
<b>Total non-current liabilities</b>		<b>129,359</b>	<b>141,178</b>
<b>Total liabilities</b>		<b>2,032,596</b>	<b>1,142,313</b>

The accompanying notes form an integral part of the interim financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of financial position

	30 September 2024 (Unaudited)	31 December 2023
<i>(in thousand Baht)</i>		
<b>Liabilities and equity</b>		
<i>Equity</i>		
Share capital		
Authorised share capital <i>(48,000,000 ordinary shares, par value at Baht 10 per share)</i>	<u>480,000</u>	<u>480,000</u>
Issued and paid-up share capital <i>(48,000,000 ordinary shares, par value at Baht 10 per share)</i>	480,000	480,000
Share premium :		
Share premium on ordinary shares	507,500	507,500
Retained earnings		
Appropriated		
Legal reserve	48,000	48,000
Unappropriated	425,899	618,229
Other components of equity		
Loss on cash flow hedges	<u>(2,221)</u>	<u>(3,661)</u>
<b>Total equity</b>	<u><b>1,459,178</b></u>	<u><b>1,650,068</b></u>
<b>Total liabilities and equity</b>	<u><b>3,491,774</b></u>	<u><b>2,792,381</b></u>

The accompanying notes form an integral part of the interim financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of comprehensive income (Unaudited)

		Three-month period ended	
		30 September	
	Note	2024	2023
		(in thousand Baht)	
<b>Income</b>			
Revenue from sale of goods	6	1,947,924	1,431,317
Gain on copper hedging and service fee		18,341	-
Other income		1,270	338
<b>Total income</b>		<b>1,967,535</b>	<b>1,431,655</b>
<b>Expenses</b>			
Cost of sale of goods		1,944,759	1,363,863
Distribution costs		34,302	23,065
Administrative expenses		25,201	26,505
Net loss on foreign exchange		16,053	682
Loss on copper hedging and service fee		-	2,992
<b>Total expenses</b>		<b>2,020,315</b>	<b>1,417,107</b>
<b>Profit (loss) from operating activities</b>		<b>(52,780)</b>	<b>14,548</b>
Finance costs		(17,552)	(11,045)
Hedging gain (loss) for hedge of group of items with off-setting risk positions		(25,086)	5,909
<b>Profit (loss) before income tax expense</b>		<b>(95,418)</b>	<b>9,412</b>
Tax income (expense)		19,169	(1,887)
<b>Profit (loss) for the period</b>		<b>(76,249)</b>	<b>7,525</b>
<b>Other comprehensive income</b>			
<b>Items that will be reclassified subsequently to profit or loss</b>			
Loss on cash flow hedges		(2,831)	(2,179)
Income tax relating to items that will be reclassified subsequently to profit or loss		566	435
<b>Other comprehensive expense for the period, net of tax</b>		<b>(2,265)</b>	<b>(1,744)</b>
<b>Total comprehensive income (expense) for the period</b>		<b>(78,514)</b>	<b>5,781</b>
<b>Basic earnings (loss) per share (in Baht)</b>		<b>(1.59)</b>	<b>0.16</b>

The accompanying notes form an integral part of the interim financial statements.



# Fine Metal Technologies Public Company Limited

## Statement of comprehensive income (Unaudited)

		Nine-month period ended	
		30 September	
	Note	2024	2023
		(in thousand Baht)	
<b>Income</b>			
Revenue from sale of goods	6	5,783,381	5,352,799
Gain on copper hedging and service fee		109,287	-
Other income		3,016	1,481
<b>Total income</b>		<b>5,895,684</b>	<b>5,354,280</b>
<b>Expenses</b>			
Cost of sale of goods		5,745,917	5,053,782
Distribution costs		92,747	84,864
Administrative expenses		75,713	85,545
Net loss on foreign exchange		6,697	1,991
Loss on copper hedging and service fee		-	13,966
<b>Total expenses</b>		<b>5,921,074</b>	<b>5,240,148</b>
<b>Profit (loss) from operating activities</b>		<b>(25,390)</b>	<b>114,132</b>
Finance costs		(40,249)	(28,506)
Hedging gain (loss) for hedge of group of items with off-setting risk positions		(17,366)	9,837
<b>Profit (loss) before income tax expense</b>		<b>(83,005)</b>	<b>95,463</b>
Tax income (expense)		16,675	(19,009)
<b>Profit (loss) for the period</b>		<b>(66,330)</b>	<b>76,454</b>
<b>Other comprehensive income</b>			
<b>Items that will be reclassified subsequently to profit or loss</b>			
Gain on cash flow hedges		1,800	13,559
Income tax relating to items that will be reclassified subsequently to profit or loss		(360)	(2,712)
<b>Other comprehensive income for the period, net of tax</b>		<b>1,440</b>	<b>10,847</b>
<b>Total comprehensive income (expense) for the period</b>		<b>(64,890)</b>	<b>87,301</b>
<b>Basic earnings (loss) per share (in Baht)</b>		<b>(1.38)</b>	<b>1.59</b>

The accompanying notes form an integral part of the interim financial statements.

**Fine Metal Technologies Public Company Limited**  
**Statement of changes in equity (Unaudited)**

		Issued and paid-up share capital	Share premium	Retained earnings		Other components of equity	Total equity
	<i>Note</i>			Legal reserve	Unappropriated <i>(in thousand Baht)</i>	Gain (loss) on cash flow hedges	
Nine-month period ended 30 September 2023							
Balance at 1 January 2023		480,000	507,500	48,000	653,774	(9,180)	1,680,094
Transaction with owners, recorded directly in equity							
Dividends to owners of the Company	7	-	-	-	(132,000)	-	(132,000)
Total transaction with owners, recorded directly in equity		-	-	-	(132,000)	-	(132,000)
Comprehensive income for the period							
Profit		-	-	-	76,454	-	76,454
Other comprehensive income		-	-	-	-	10,847	10,847
Total comprehensive income for the period		-	-	-	76,454	10,847	87,301
Balance at 30 September 2023		480,000	507,500	48,000	598,228	1,667	1,635,395

The accompanying notes form an integral part of the interim financial statements.



**Fine Metal Technologies Public Company Limited**  
**Statement of changes in equity (Unaudited)**

		Issued and paid-up share capital	Share premium	Retained earnings		Other components of equity	Total equity
	Note			Legal reserve	Unappropriated (in thousand Baht)	Gain (loss) on cash flow hedges	
Nine-month period ended 30 September 2024							
Balance at 1 January 2024		480,000	507,500	48,000	618,229	(3,661)	1,650,068
Transaction with owners, recorded directly in equity							
Dividends to owners of the Company	7	-	-	-	(126,000)	-	(126,000)
Total transaction with owners, recorded directly in equity		-	-	-	(126,000)	-	(126,000)
Comprehensive income for the period							
Loss		-	-	-	(66,330)	-	(66,330)
Other comprehensive income		-	-	-	-	1,440	1,440
Total comprehensive income (expense) for the period		-	-	-	(66,330)	1,440	(64,890)
Balance at 30 September 2024		480,000	507,500	48,000	425,899	(2,221)	1,459,178

The accompanying notes form an integral part of the interim financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of cash flows (Unaudited)

	Nine-month period ended	
	30 September	
	2024	2023
	<i>(in thousand Baht)</i>	
<b><i>Cash flows from operating activities</i></b>		
Profit (loss) for the period	(66,330)	76,454
<i>Adjustments to reconcile profit to cash receipts (payments)</i>		
Tax expense (income)	(16,675)	19,009
Finance costs	40,249	28,506
Depreciation and amortisation	42,953	39,255
Provision for employee benefits	7,562	7,694
Unrealised loss on foreign exchange	17,677	4,455
Unrealised (gain) loss on derivatives	17,366	(9,836)
Reversal of inventories devaluation	(45)	-
Gain on disposal of equipment	(1)	(45)
	<u>42,756</u>	<u>165,492</u>
<i>Changes in operating assets and liabilities</i>		
Trade accounts receivable	(487,318)	146,444
Other receivables	(115,993)	(3,744)
Inventories	(167,928)	(319,925)
Other non-current assets	(9)	(9)
Trade accounts payable	209,187	(46,805)
Other payables	67,566	35,070
Other current liabilities	<u>(6,038)</u>	<u>(5,113)</u>
Net cash used in operations	(457,777)	(28,590)
Employee benefit paid	(14,555)	(12,124)
Income tax paid	<u>(6,199)</u>	<u>(25,027)</u>
<b>Net cash used in operating activities</b>	<b><u>(478,531)</u></b>	<b><u>(65,741)</u></b>

The accompanying notes form an integral part of the interim financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of cash flows (Unaudited)

	Nine-month period ended	
	30 September	
	2024	2023
	<i>(in thousand Baht)</i>	
<b><i>Cash flows from investing activities</i></b>		
Cash payments to purchase of plant and equipment	(33,476)	(27,886)
Cash payments to purchase of intangible assets	(9,654)	(5,758)
Cash receipts from sale of equipment	1	45
<b>Net cash used in investing activities</b>	<b>(43,129)</b>	<b>(33,599)</b>
<b><i>Cash flows from financing activities</i></b>		
Interest paid	(36,965)	(28,825)
Dividends paid	(124,812)	(131,973)
Proceeds from borrowings from financial institutions	2,895,000	7,150,000
Repayments of borrowings from financial institutions	(2,245,000)	(6,880,000)
Payment of lease liabilities	(5,624)	(4,843)
<b>Net cash from financing activities</b>	<b>482,599</b>	<b>104,359</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(39,061)</b>	<b>5,019</b>
Cash and cash equivalents at beginning of the period	63,563	27,014
<b>Cash and cash equivalents at ending of the period</b>	<b>24,502</b>	<b>32,033</b>
<b><i>Non-cash transactions</i></b>		
Payable for fixed assets purchased	-	2,663
Increased in right-of-use assets	290	12,710

The accompanying notes form an integral part of the interim financial statements.

**Fine Metal Technologies Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

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**Fine Metal Technologies Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements and were approved and authorised for issue by the Board of Directors on 11 November 2024.

## **1 General information**

The principal activity of the Company is the manufacturing and distributing of seamless copper tube, which is a significant component for air-conditioner and refrigerator equipment.

The Company's major shareholder during the financial period was CTJ Holdings2, Ltd. (42.25% shareholding), a company incorporated in Japan.

## **2 Basis of preparation of the interim financial statements**

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis ("interim financial statements") in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission. The interim financial statements focus on new activities, events and circumstances to avoid repetition of information previously reported in annual financial statements. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company for the year ended 31 December 2023.

In preparing these interim financial statements, judgements and estimates are made by management in applying the Company's accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2023.

## **3 Related parties**

Significant transactions for the three-month and nine-month periods ended 30 September with related parties were as follows:

<i>Three-month period ended 30 September</i>	2024	2023
	<i>(in thousand Baht)</i>	
<b>Other related parties</b>		
Revenue from sale of goods	362,720	227,211
Purchase of raw material and factory supplies	9,269	5,499
Technical assistance fee	2,659	2,853
Service fee and others	967	1,139
<b>Key management personnel</b>		
Key management personnel compensation		
Short-term employee benefits	8,516	6,917
Post-employment benefits	-	80
<b>Total key management personnel compensation</b>	<b>8,516</b>	<b>6,997</b>



**Fine Metal Technologies Public Company Limited**  
**Notes to the condensed interim financial statements**  
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<i>Nine-month period ended 30 September</i>	2024	2023
	<i>(in thousand Baht)</i>	
<b>Other related parties</b>		
Revenue from sale of goods	1,039,827	1,014,661
Purchase of raw material and factory supplies	28,144	5,499
Technical assistance fee	7,617	8,363
Service fee and others	3,077	3,390
<b>Key management personnel</b>		
Key management personnel compensation		
Short-term employee benefits	23,097	28,775
Post-employment benefits	-	239
<b>Total key management personnel compensation</b>	<b>23,097</b>	<b>29,014</b>
 <i>Balances with related parties as at</i>	30 September 2024	31 December 2023
	<i>(in thousand Baht)</i>	
<b>Trade accounts receivable</b>		
Other related parties	<b>371,286</b>	<b>269,842</b>
 <b>Other receivables</b>		
Other related parties	<b>2,205</b>	<b>800</b>
 <b>Other payables</b>		
Other related parties	<b>4,824</b>	<b>4,116</b>

**4 Trade accounts receivable**

	Note	30 September 2024	31 December 2023
		<i>(in thousand Baht)</i>	
<b>Related parties</b>			
Within credit terms		370,619	269,842
Overdue:			
Less than 90 days		667	-
	3	<b>371,286</b>	<b>269,842</b>
 <b>Other parties</b>			
Within credit terms		1,206,158	854,744
Overdue:			
Less than 90 days		19,648	4,301
		<b>1,225,806</b>	<b>859,045</b>
 <b>Total</b>		<b>1,597,092</b>	<b>1,128,887</b>

As at 30 September 2024 and 31 December 2023, the Company has no allowance for impairment loss of trade accounts receivable.



**Fine Metal Technologies Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

*Accounts receivable supplier agreement*

For the nine-month period ended 30 September 2024, the Company has assigned its right over collection from account receivable amounted of Baht 984.1 million (*31 December 2023: Baht 1,236.9 million*) to a financial institution according to the accounts receivable supplier agreement. The Company has already received from the financial institution amounted of Baht 962.7 million (*31 December 2023: Baht 1,217.0 million*). In this regards, the financial institution shall not have any rights of recourse against the Company.

**5 Short-term borrowings from financial institutions**

	30 September 2024	31 December 2023
	<i>(in thousand Baht)</i>	
<b>Current</b>		
<b>Unsecured</b>		
Short-term borrowings from financial institutions	<u>1,350,000</u>	<u>700,000</u>

*Short-term borrowings from financial institutions*

As at 30 September 2024, short-term borrowings from financial institutions amounted to Baht 1,350 million (*31 December 2023: Baht 700 million*) shall be repayable at call. These loans bear interest at the rate of 3.08% - 3.30% per annum (*31 December 2023: 1.83% - 3.30% per annum*).

*Unutilised credit facilities*

As at 30 September 2024, the Company had unutilised credit facilities totalling U.S. Dollars 6 million and Baht 1,010 million (*31 December 2023: U.S. Dollars 6 million and Baht 1,660 million*).

**6 Segment information and disaggregation of revenue**

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2024	2023	2024	2023
	<i>(in thousand Baht)</i>			
<b>Disaggregation of revenue</b>				
<b>Primary geographical markets</b>				
Thailand	999,271	788,476	3,156,694	3,338,456
Japan	127,852	128,206	336,422	313,660
Malaysia	116,809	81,318	318,913	292,109
Other countries	703,992	433,317	1,971,352	1,408,574
<b>Total revenue</b>	<u>1,947,924</u>	<u>1,431,317</u>	<u>5,783,381</u>	<u>5,352,799</u>

Timing of revenue recognition of the Company comes from sales entirely which are recognised at a point in time.

**Fine Metal Technologies Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

**7 Dividends**

The shareholders of the Company have approved dividends as follows:

	Approval date	Payment schedule	Dividend rate per share (Baht)	Amount (in thousand Baht)
<b>2024</b>				
2023 Annual dividend	29 April 2024	May 2024	<u>2.625</u>	<u>126,000</u>
<b>2023</b>				
2022 Annual dividend	28 April 2023	May 2023	<u>2.750</u>	<u>132,000</u>

**8 Financial instruments**

***Carrying amount and fair values***

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy, but does not include fair value information for financial assets and financial liabilities measured at amortised cost if the carrying amount is a reasonable approximation of fair value.

	Carrying amount Hedging instruments	Level 1	Level 2	Level 3	Total
			Fair value (in thousand Baht)		
<b>At 30 September 2024</b>					
<b>Financial assets</b>					
Forward exchange contract used for hedging	9,587	-	9,587	-	9,587
Copper future contract used for hedging	<u>39,348</u>	-	<u>39,348</u>	-	<u>39,348</u>
<b>Total financial assets</b>	<u><b>48,935</b></u>				
<b>Financial liabilities</b>					
Forward exchange contract used for hedging	(15,764)	-	(15,764)	-	(15,764)
Copper future contract used for hedging	<u>(47,087)</u>	-	<u>(47,087)</u>	-	<u>(47,087)</u>
<b>Total financial liabilities</b>	<u><b>(62,851)</b></u>				
<b>At 31 December 2023</b>					
<b>Financial assets</b>					
Forward exchange contract used for hedging	2,461	-	2,461	-	2,461
Copper future contract used for hedging	<u>73,498</u>	-	<u>73,498</u>	-	<u>73,498</u>
<b>Total financial assets</b>	<u><b>75,959</b></u>				
<b>Financial liabilities</b>					
Forward exchange contract used for hedging	(4,936)	-	(4,936)	-	(4,936)
Copper future contract used for hedging	<u>(69,373)</u>	-	<u>(69,373)</u>	-	<u>(69,373)</u>
<b>Total financial liabilities</b>	<u><b>(74,309)</b></u>				

**Fine Metal Technologies Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

The following table presents valuation technique of financial instruments measured at fair value in statement of financial position.

<b>Type</b>	<b>Valuation technique</b>
Forward exchange contracts	<i>Forward pricing:</i> The fair value is determined using quoted forward exchange rates at the reporting date and present value calculations based on high credit quality yield curves in the relevant currencies.
Copper future contract	<i>Market comparison technique:</i> The fair value is determined using broker quoted. Similar contracts are traded in an active market and the quotes reflect the actual transactions on similar instruments.

**9 Commitments with non-related parties**

	30 September 2024 (in thousand Baht)
<b><i>Other commitments</i></b>	
Short-term lease and low-value assets commitments	1,390
Bank guarantees for electricity use	14,761
<b>Total</b>	<b>16,151</b>