

COMANCHE INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
MARCH 31, 2021

1. GENERAL INFORMATION

Comanche International Public Company Limited (“the Company”) was incorporated as a limited company under the Thai Civil and Commercial Code on January 10, 2003. The Company registered the conversion of a private company into a public company on June 10, 2016 and registered with the Market for Alternative Investments (MAI) on October 19, 2016.

To engage in the business of selling computers and computer software as well as providing maintenance services and other services relating to computer software.

The Company’s registered office is located at 252/118 unit G, 23rd Floor, Muangthai Phatra Office Tower 2, Ratchadaphiseak Road, Khwaeng Huai Khwang, Khet Huai Khwang, Bangkok.

2. BASIS FOR PREPARATION OF FINANCIAL STATEMENTS

2.1 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, and the requirements of the Securities and Exchange Commission (SEC). The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and situations and not intended to re-emphasize on the information previously reported. The interim financial statements should therefore, be read in conjunction with the financial statements for the year ended December 31, 2020.

The interim financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the financial statements in Thai language version.

2.2 Basis of consolidated interim financial statements preparation

- a) The consolidated interim financial statements include the interim financial statements of Comanche International Public Company Limited and its subsidiaries are as follows:-

Name of Subsidiaries	Type of business	Head office	Percentage of shareholding (%)	
			As at	As at
			March	December
			31, 2021	31, 2020
1. Synature Technology Co., Ltd.	Service for Computer Software	Bangkok	51.00	51.00
2. Win Star Tech Co., Ltd.	Service for Computer Software	Bangkok	99.99	99.99
3. AI Soft Co., Ltd.	Service for Computer Software	Nonthaburi	51.00	51.00
4. Roomz International Co., Ltd.	Consulting for Hotel Revenue Management	Bangkok	51.00	51.00
5. Comanche Gogoji Co., Ltd. (Formerly ; Gogoji Corporation Co., Ltd.)	Service for Accommodation Reservation and Other Reservation Related to Tourism	Bangkok	99.99	99.99

- b) These consolidated interim financial statements are prepared by including the financial statements of its subsidiaries under control by Comanche International Public Company Limited after eliminating inter-company transactions between Comanche International Public Company Limited and its subsidiaries. Investment in subsidiaries and the shareholders’ equity of the subsidiary has been eliminated from the consolidated financial statements.
- c) Accounting policy for subsidiary company will utilize the same policy as the parent company.
- d) 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 from the portion of owners of the parent.

The Company prepared the separate interim financial statements for the benefit of the public which presented investments in subsidiaries under the cost method.

2.3 Financial reporting standards that become effective in the current year

The Federation of Accounting Professions issued a notification of the Federation of Accounting Professions and published in the Government Gazette for the conceptual framework of financial reporting (new) and several revised financial reporting standards from the year 2019 by becomes effective for the accounting period beginning on or after January 1, 2021 onwards. Which such adjustments are improve/revise principles the financial reporting is as follows:

Adjustment is reference to the conceptual framework in the financial reporting standards

Several financial reporting standards are reference to “IASC’s Framework for the Preparation and Presentation of Financial Statements.” The adjustment of reference project on the conceptual framework in the financial reporting standards has updated reference or partial reference adjustment and other to describe clearly whether each document is reference to “the conceptual framework” of which year.

Conceptual Framework for Financial Reporting

The conceptual framework for financial reporting consisted of revised definitions of assets and liabilities. Criteria for recognition assets and liabilities in the financial statements. It also includes the following new principles and guidance:

1. Measurement, including factors that must be considered in selecting the valuation criteria.
2. Presentation and disclosure which includes when the income and expenses are classified into other comprehensive income.
3. Reporting entities
4. When the assets and liabilities derecognition from the financial statements.

In addition, this Conceptual Framework for Financial Reporting clearly clarifies management’s stewardship of the entity’s economic resources, prudence, and measurement uncertainty of financial information.

Definition of Business

Business definition revised in the financial reporting standard No. 3 “Business Combination” describes more clearly on definition of business. The objective is for the business to establish that such transaction has to be recorded as “business combination” or “purchase of assets” or not. Adjustments are as follows:

1. Describe clearly on the consideration of “business”, activity group and acquired assets must include input data factor, key process that at least combined will significantly generate outputs.
2. Eliminate the assessment that the market partner can substitute input factor or missing process and generate further outputs from the standards.
3. Add practice guide and example to support understanding and help the company assess whether the key process is acquired.
4. Narrow down the definition of business and definition of outputs by placing interest in the product and service provided to the customer and eliminate the reference on ability to reduce cost from the standards.
5. Add the intention test as an alternative which allows to make assessment easily whether the activity group and acquired assets are business or not.

Definition of significance

The definition of significance resulted in revising the accounting standard No.1 “Presentation of Financial Statements, Presentation of Financial Statements and Accounting Standards No.8- Accounting Policy, Change of Accounting Estimates and Error and the revision that resulted in other financial reporting standards. The adjustment creates better understanding of the definition of significance by

1. For the definition to follow the same direction of the financial reporting standards and conceptual framework to avoid the confusion that may arise from the definition difference.

2. Include the requirements together of the accounting standard No.1 “Presentation of financial statements” in the definition for it to become clearer and describe how the materiality can be clearly applied.
3. Applying existing practice guidance of the definition of the materiality in the same place as the definition.

Reform of swap interest rate

The reform of swap interest rate resulted in the adjustment of the financial reporting standards No. 9 financial instruments and financial reporting standards No. 7 financial instrument disclosure. Such adjustment has changed the hedge accounting requirements, especially to reduce the impact arising from the uncertainty as a result of the swap interest rate reform such as interbank offer rates-IBORs. In addition, the adjustment requires the business to provide additional information to investors regarding the relation of hedging directly impacted from any uncertainties.

Thai Financial Reporting Standard No.16 “Leases”

The Federation of Accounting Professions has revised TFRS 16 lease agreements and published in the Government Gazette on January 27, 2021 with the following revisions.

1. The Rent Concessions related to COVID-19, which is effective from June 1, 2020 with earlier application permitted. The amendment permits lessees, as a practical expedient, not to assess whether rent concessions that occur as a direct consequence of the COVID-19 pandemic and meet specified conditions are lease modifications and, instead, to account for those rent concessions as if they were not lease modifications. Such Rent Concessions related to COVID-19 due within June 30, 2021.
2. Added the requirements for the temporary exception arising from interest rate benchmark reform, which an entity shall apply these amendments for annual reporting periods beginning on or after January 1, 2022 with earlier application permitted.

The management of the Company and its subsidiaries have assessed that such adjustments do not have any significant impact on the financial statements in the current year.

3. 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.

4. RELATED PARTIES TRANSACTIONS

The Company and its subsidiaries have certain transactions with its related parties. These companies are related through common shareholdings and/or directorships. The effects of these transactions are reflected in the accompanying financial statements on the basis mutual determined by the Company and related parties.

Relationships with related parties that control the Company or are being controlled by the Company or have transactions with the Company and its subsidiaries are as follows:

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Related parties	Nature of relationships
1. Subsidiaries	
1.1 Synature Technology Co., Ltd.	51.00% shareholding
1.2 Win Star Tech Co., Ltd.	99.99% shareholding
1.3 AI Soft Co., Ltd.	51.00% shareholding
1.4 Roomz International Co., Ltd.	51.00% shareholding
1.5 Comanche Gogoji Co., Ltd. (Formerly ; Gogoji Corporation Co., Ltd.)	99.99% shareholding
2. Related person	The Company’s directors

The pricing policies for particular types of transactions are explained as follows:

	Pricing Policies
Service fee paid	Market Rates
Interest income	2.5% per annum
Directors and managements remuneration represent meeting allowance, salary, and bonus	The amounts are approved by the Company’s directors and shareholders

Related parties significant transactions in the statements of financial position at the end periods are as follows:

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Trade receivables				
Roomz International Co., Ltd.	-	-	374,179	374,179
<u>Less Allowance for doubtful debts</u>	-	-	(374,179)	(374,179)
Total	-	-	-	-
Other receivables				
Win Star Tech Co., Ltd.	-	-	650,500	645,900
Total	-	-	650,500	645,900
Short-term loans to				
Win Star Tech Co., Ltd.	-	-	1,500,000	1,500,000
Total	-	-	1,500,000	1,500,000
Trade payables				
AI Soft Co., Ltd.	-	-	-	235,400
Total	-	-	-	235,400

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Related parties’ transactions in the statements of comprehensive income for the three-month periods ended March 31, 2021 and 2020 are as follows:

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Sale and rendering service				
Roomz International Co., Ltd.	-	-	-	82,313
Total	-	-	-	82,313
Management income				
Synature Technology Co., Ltd.	-	-	105,000	114,000
Win Star Tech Co., Ltd.	-	-	15,000	15,000
AI Soft Co., Ltd.	-	-	45,000	45,000
Roomz International Co., Ltd.	-	-	-	60,000
Comanche Gogoji Co., Ltd.	-	-	15,000	50,000
Total	-	-	180,000	284,000
Dividend income				
Synature Technology Co., Ltd.	-	-	5,100,000	6,630,000
AI Soft Co., Ltd.	-	-	510,000	3,060,000
Total	-	-	5,610,000	9,690,000
Interest income				
Win Star Tech Co., Ltd.	-	-	9,375	12,466
Total	-	-	9,375	12,466
Other income				
Win Star Tech Co., Ltd.	-	-	175	9,722
Total	-	-	175	9,722
Other expenses				
Synature Technology Co., Ltd.	-	-	9,000	9,000
Total	-	-	9,000	9,000
Directors and key managements remuneration				
Short-term benefits	7,069,860	7,776,783	4,062,025	3,420,056
Long-term benefits	756,515	659,844	375,051	340,328
Total	7,826,375	8,436,627	4,437,076	3,760,384

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The Company has entered into service agreement with its subsidiaries. This contract requires the Company to provide services, including management and other business operation support, to the subsidiaries. The Company charged service fees as agreed by both parties based on estimated time spent and cost incurred plus margin. Service fee for the years 2021 and 2020, are as follows:

Name of companies	Period of contracts	Unit : Baht
		Service fee
Synature Technology Co., Ltd.	January 1 - June 30, 2020	228,000
	July 1 - December 31, 2020	210,000
	January 1 - December 31, 2021	420,000
Win Star Tech Co., Ltd.	January 1 - December 31, 2020	60,000
	January 1 - December 31, 2021	60,000
AI Soft Co., Ltd.	January 1 - December 31, 2020	180,000
	January 1 - December 31, 2021	180,000
Roomz International Co., Ltd.	January 1 - December 31, 2020	120,000
Comanche Gogoji Co., Ltd. (Formerly ; Gogoji Corporation Co., Ltd.)	January 1 - March 31, 2020	50,000
	April 1 - December 31, 2020	45,000
	January 1 - March 31, 2021	15,000

Remark: The Company has temporarily waived the management fee from Roomz International Co., Ltd. since July 2020 to relieve the impact of the coronavirus disease epidemic situation (COVID-19).

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consisted of:

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Cash on hand	125,406	170,774	79,500	141,737
Cash at banks - current accounts	13,290,506	21,792,056	47,186	75,152
Cash at banks - savings accounts	234,298,752	236,496,248	217,890,443	215,338,471
Total cash and cash equivalents	247,714,664	258,459,078	218,017,129	215,555,360

As at March 31, 2021 and December 31, 2020, cash at banks has the effective interest rate at 0.05% per annum to 0.49% per annum and 0.05% per annum to 0.60% per annum, respectively.

6. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables consisted of:

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
	31, 2021	31, 2020	31, 2021	31, 2020
Trade receivables net - other companies	14,454,475	16,609,886	4,544,830	5,392,144
Other receivables - other companies	339,017	253,317	-	-
Other receivables - related companies	-	-	650,500	645,900
Accrued income	4,017,348	4,126,509	2,759,658	3,125,909
Accrued interest receivables	1,596,824	1,214,207	1,596,823	1,211,916
Prepaid expenses	1,616,293	1,186,610	904,415	561,133
Retention receivables	138,017	137,417	136,817	136,817
Deposits	302,559	293,139	302,559	293,139
Total trade and other current receivables - net	<u>22,464,533</u>	<u>23,821,085</u>	<u>10,895,602</u>	<u>11,366,958</u>

Trade receivables can be classified by age analysis as follows:-

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
	31, 2021	31, 2020	31, 2021	31, 2020
Trade receivables				
Current	6,209,271	8,500,194	733,063	2,689,913
Overdue less than 3 months	7,827,080	7,858,909	2,996,319	2,374,407
Overdue 3 - 6 months	1,805,502	649,308	1,472,524	253,371
Overdue 6 - 12 months	5,175,721	5,517,684	799,776	2,296,787
Overdue over 12 months	4,943,341	4,817,040	2,886,656	1,524,195
	<u>25,960,915</u>	<u>27,343,135</u>	<u>8,888,338</u>	<u>9,138,673</u>
<u>Less</u> Allowance for doubtful debts	<u>(11,506,440)</u>	<u>(10,733,249)</u>	<u>(4,343,508)</u>	<u>(3,746,529)</u>
Total trade receivables net	<u>14,454,475</u>	<u>16,609,886</u>	<u>4,544,830</u>	<u>5,392,144</u>

7. SHORT-TERM LOANS TO RELATED PARTIES

As at March 31, 2021 and December 31, 2020, the Company has short-term loans to related party of Baht 1.5 million, which carried interest rates of 2.5% per annum, were unsecured and due within 12 months from the agreement date.

8. SHORT-TERM LOANS TO OTHER COMPANY

As at March 31, 2021 and December 31, 2020, the Company has short-term loans to other company of Baht 5.35 million, which carried interest rates of 3% per annum, no guaranteed and due on April 9, 2021.

Subsequently, the said company had submitted a letter negotiating an extension of the repayment period from the original maturity date on April 9, 2021, with a 5-month installment starting from August 2021 to December 2021 and carried the interest at the rate of 7.5% per annum which the Board of Directors' Meeting No. 2/2021, held on May 14, 2021, had passed a resolution approving the extension of the said loan repayment.

9. OTHER FINANCIAL ASSETS

Other financial assets consisted of :

	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
	31, 2021	31, 2020	31, 2021	31, 2020
Other current financial assets				
Debt instruments at amortized cost				
Time deposit	103,107,094	103,107,094	103,107,094	103,107,094
Debt instruments at fair value to profit or loss				
Unit trust mutual funds	12,088,296	12,081,439	-	-
Total other current financial assets	<u>115,195,390</u>	<u>115,188,533</u>	<u>103,107,094</u>	<u>103,107,094</u>
Other non - current financial assets				
Debt instruments at amortized cost				
Debenture	9,115,916	8,030,851	8,019,425	8,030,851
Total other non - current financial assets	<u>9,115,916</u>	<u>8,030,851</u>	<u>8,019,425</u>	<u>8,030,851</u>

As at March 31, 2021 and December 31, 2020, other financial assets have the effective interest rate at 0.625% per annum to 6% per annum and 0.625% per annum to 3.05% per annum, respectively.

10. OTHER CURRENT ASSETS

Other current assets consisted of:

	Consolidated financial statements		Separate financial statements	
	As at March	As at December	As at March	As at December
	31, 2021	31, 2020	31, 2021	31, 2020
Withholding tax	190,473	28,079	8,441	-
Undue input value added tax	35,584	27,560	3,246	25,634
Revenue department receivables	1,482,886	1,438,762	-	-
Total other current assets	<u>1,708,943</u>	<u>1,494,401</u>	<u>11,687</u>	<u>25,634</u>

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11. BANK DEPOSIT USING FOR GUARANTEE

As at March 31, 2021 and December 31, 2020, the two subsidiaries had the savings bank deposit amounted Baht 0.40 million. The amount of Baht 0.20 million had been used as collateral for the bank to issue the letters of guarantee related to tourism business and tour guide operations and the amount of Baht 0.20 million had been used as guarantee and obligations with banks to guarantee the debt settlement.

12. INVESTMENTS IN SUBSIDIARIES

12.1 Investments in subsidiaries consisted of:

Name of subsidiaries	Paid up share capital (Baht)		Percentage of shareholding (%)		Separate financial statements	
	As at March	As at December	As at March	As at December	Cost method	
	31, 2021	31, 2020	31, 2021	31, 2020	As at March	As at December
1. Synature Technology Co., Ltd.	10,000,000	10,000,000	51.00	51.00	52,020,000	52,020,000
2. Win Star Tech Co., Ltd.	3,300,000	3,300,000	99.99	99.99	14,580,000	14,580,000
3. AI Soft Co., Ltd.	3,000,000	3,000,000	51.00	51.00	10,200,000	10,200,000
4. Roomz International Co., Ltd.	3,750,000	3,750,000	51.00	51.00	1,529,925	1,529,925
5. Comanche Gogoji Co., Ltd. (Formerly ; Gogoji Corporation Co., Ltd.)	40,000,000	40,000,000	99.99	99.99	39,999,700	39,999,700
Total investment in subsidiaries					118,329,625	118,329,625
<u>Less</u> Provision for impairment of investments						
- Win Star Tech Co., Ltd.					(14,580,000)	(14,580,000)
- Roomz International Co., Ltd.					(1,529,925)	(1,529,925)
Investment in subsidiaries - net					102,219,700	102,219,700

12.2 Goodwill

Goodwill consisted of :

Name of subsidiaries	Unit : Baht	
	Consolidated financial statements	
	As at March	As at December
	31, 2021	31, 2020
Synature Technology Co., Ltd.	40,789,850	40,789,850
AI Soft Co., Ltd.	5,572,454	5,572,454
Total goodwill	46,362,304	46,362,304

12.3 Dividend income

Dividend income from subsidiary company for the three-month periods ended March 31, 2021 and 2020 were as follows :

Name of subsidiaries	Unit : Baht	
	Separate financial statements	
	2021	2020
Synature Technology Co., Ltd.	5,100,000	6,630,000
AI Soft Co., Ltd.	510,000	3,060,000
Total dividend income	5,610,000	9,690,000

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13. EQUIPMENT

Movements of equipment account for the three-month period ended March 31, 2021 are summarized as follows.

	Unit : Baht	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
At cost		
Balance as at December 31, 2020	13,954,780	6,442,165
Addition during the period	41,682	5,271
Balance as at March 31, 2021	<u>13,996,462</u>	<u>6,447,436</u>
Accumulated depreciation		
Balance as at December 31, 2020	(10,634,606)	(4,691,930)
Depreciation for the period	(569,614)	(322,624)
Balance as at March 31, 2021	<u>(11,204,220)</u>	<u>(5,014,554)</u>
Net book value		
Balance as at December 31, 2020	<u>3,320,174</u>	<u>1,750,235</u>
Balance as at March 31, 2021	<u>2,792,242</u>	<u>1,432,882</u>

14. RIGHT-OF-USE ASSETS

Movement of right-of-use assets account for the three-month period ended March 31, 2021 are summarized as follows.

	Unit : Baht	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
Net book value		
As at December 31, 2020	16,005,522	6,802,961
Additions during the period	181,373	181,373
Depreciation for the period	(450,698)	(185,424)
Net book value		
As at March 31, 2021	<u>15,736,197</u>	<u>6,798,910</u>

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15. OTHER INTANGIBLE ASSETS

Movements of other intangible assets account for the three-month period ended March 31, 2021 are summarized as follows.

	Unit : Baht	
	Consolidated financial statements	Separate financial statements
At cost		
Balance as at December 31, 2020	49,428,766	12,327,641
Additions during the period	453,842	209,801
Balance as at March 31, 2021	49,882,608	12,537,442
Accumulated amortization		
Balance as at December 31, 2020	(18,267,204)	(3,671,809)
Amortization for the period	(1,467,920)	(328,485)
Balance as at March 31, 2021	(19,735,124)	(4,000,294)
Net book value		
Balance as at December 31, 2020	31,161,562	8,655,832
Balance as at March 31, 2021	30,147,484	8,537,148

16. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities as follows:-

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Deferred tax assets	3,491,349	3,317,319	652,652	646,298
Deferred tax liabilities	(1,329,787)	(1,504,616)	-	-
	2,161,562	1,812,703	652,652	646,298

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Changes for the three-month period ended March 31, 2021 are summarized as follows:

	Consolidated financial statements			Unit : Baht
	Revenue (expenses)			
	As at December	Recognized in	Recognized	As at March
	31, 2020	profit or loss	in other	31, 2021
			comprehensive	
			income	
Deferred tax assets:				
Trade receivables	1,397,344	29,417	-	1,426,761
Inventories	23,293	-	-	23,293
Provisions for employee benefit	1,861,186	40,533	93,376	1,995,095
Lease liabilities	35,496	10,704	-	46,200
Total	<u>3,317,319</u>	<u>80,654</u>	<u>93,376</u>	<u>3,491,349</u>
Deferred tax liabilities:				
The difference for fair value adjustment of subsidiary's asset regarding business acquisition	<u>(1,504,616)</u>	<u>174,829</u>	<u>-</u>	<u>(1,329,787)</u>
Total	<u>(1,504,616)</u>	<u>174,829</u>	<u>-</u>	<u>(1,329,787)</u>

	Separate financial statements			Unit : Baht
	Revenue			
	As at December	Recognized in	Recognized	As at March
	31, 2020	profit or loss	in other	31, 2021
			comprehensive	
			income	
Deferred tax assets:				
Provision for employee benefit	646,155	3,076	699	649,930
Lease liabilities	143	2,579	-	2,722
Total	<u>646,298</u>	<u>5,655</u>	<u>699</u>	<u>652,652</u>

17. OTHER NON-CURRENT ASSETS

Other non-current assets as follows:-

	Consolidated financial statements		Separate financial statements		Unit : Baht
	As at March	As at December	As at March	As at December	
	31, 2021	31, 2020	31, 2021	31, 2020	
Deposits	278,338	278,338	2,100	2,100	
Deposits for office and equipment rental	696,957	676,887	458,417	438,347	
Withholding tax	340,446	959,533	-	-	
Retention	-	305,000	-	-	
Others	230,700	230,700	230,700	230,700	
Total other non-current assets	<u>1,546,441</u>	<u>2,450,458</u>	<u>691,217</u>	<u>671,147</u>	

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18. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as follows:-

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Trade payables - other companies	689,164	1,539,851	-	-
Other current payables				
Deposit from customers	867,046	2,164,315	-	-
Accrued salary and bonus	893,650	4,738,642	63,900	140,810
Accrued expenses	848,309	4,319,668	290,000	2,894,281
Unearned revenue	23,623,385	20,109,095	17,594,912	15,618,653
Others	359,543	520,931	223,425	548,108
Total other current payables	26,591,933	31,852,651	18,172,237	19,201,852
Total trade and other current payables	27,281,097	33,392,502	18,172,237	19,201,852

19. LEASE LIABILITIES

Movement of lease liabilities account for the three-month period ended March 31, 2021 are summarized as follows:

	Unit : Baht	
	Consolidated financial statements	Separate financial statements
Net book value as at December 31, 2020	15,861,496	6,737,176
Additions during the period	205,851	205,851
Payments for the period	(335,143)	(110,490)
Net book value as at March 31, 2021	15,732,204	6,832,537
<u>Less</u> Current portion	(1,430,536)	(515,199)
Lease liabilities - net of current portion	14,301,668	6,317,338

The following are the leases related expenses recognized in profit or loss:

	Unit : Baht	
	Consolidated financial statements	Separate financial statements
Depreciation of right-of-use assets	450,698	185,424
Interest expense on lease liabilities	102,504	44,361
Total	553,202	229,785

“UNAUDITED”

“REVIEWED”

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20. PROVISION FOR EMPLOYEE BENEFIT

The statements of financial position

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	As at March 31, 2021	As at December 31, 2020	As at March 31, 2021	As at December 31, 2020
Defined benefit obligations at the beginning balance	19,102,926	19,791,701	13,027,769	14,270,304
(Gains) losses on actuarial remeasurements	565,421	(2,156,563)	90,945	(2,145,342)
Current service costs and interests	592,559	2,286,022	400,469	1,599,095
Decrease from dismissal of employees of subsidiaries	-	(121,946)	-	-
Benefits paid by the plan	-	(696,288)	-	(696,288)
Defined benefit obligations at the ending balance	<u>20,260,906</u>	<u>19,102,926</u>	<u>13,519,183</u>	<u>13,027,769</u>

Expenses recognized in statements of income

For the three-month periods ended March 31, 2021 and 2020

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Current service costs				
Cost of sales and rendering services	286,407	538,908	190,655	368,703
Distribution costs	33,706	67,767	25,568	27,795
Administrative expenses	189,753	362,495	129,848	160,575
Interest on obligations	82,693	101,994	54,398	85,150
Total	<u>592,559</u>	<u>1,071,164</u>	<u>400,469</u>	<u>642,223</u>

The principle of actuarial assumptions

For the three-month periods ended March 31, 2021 and 2020

	Unit : Percentage			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Discount rate (p.a.)	1.81 - 1.82	1.94 - 1.98	1.81	1.94 - 1.98
Expected rate of salary increase (p.a.)	5.00 - 6.00	5.00 - 6.33	6.00	5.00 - 6.33
Voluntary resignation rate (Depended on employee's age) (p.a.)				
- Monthly employees	1.91 - 22.92	1.91 - 22.92	1.91 - 22.92	1.91 - 22.92

21. INCOME TAX (EXPENSES)

Major components of income tax (expenses) for the three-month periods ended March 31, 2021 and 2020 as follows:-

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Income tax (expenses) shown in profit or loss :				
Current tax expenses:				
Income tax expenses for the period	(1,363,936)	(1,143,191)	-	(434,831)
Deferred tax expense :				
Changes in temporary differences relating to the original recognition and reversal	255,483	229,260	5,655	1,803
Total	<u>(1,108,453)</u>	<u>(913,931)</u>	<u>5,655</u>	<u>(433,028)</u>

22. PREMIUM ON ORDINARY SHARES

Section 51 of the Public Limited Companies Act B.E. 2535 requires a company to set aside share subscription monies received in excess amount of the par value of the shares issued to a reserve account (“share premium”). This share premium is not available for dividend distribution.

23. BASIC EARNINGS (LOSS) PER SHARE

Basic earnings (loss) per share is calculated by dividing the profit (loss) for the period attributable to owners of the parent (excluded other comprehensive income) by the weighted average number of ordinary shares which are issued and paid-up during the period.

For the three-month periods ended March 31, 2021 and 2020

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Profit (loss) attributable to owners of the parent (Baht)	(5,376,175)	(3,384,425)	2,305,004	10,803,704
Number of weighted ordinary shares (Shares)	134,000,000	134,000,000	134,000,000	134,000,000
Basic earnings (loss) per share (Baht per shares)	(0.040)	(0.025)	0.017	0.081

24. DIVIDEND PAID

Synature Technology Co., Ltd.

On February 17, 2021, the Annual General of Shareholders’ Meeting No. 1/2021 has passed the resolutions for approval the dividend payment for 100,000 ordinary shares at Baht 100 each, totaling Baht 10.00 million. Such dividend paid on March 1, 2021.

AI Soft Co., Ltd.

On February 16, 2021, the Annual General of Shareholders’ Meeting No. 1/2021 has passed the resolutions for approval the dividend payment for 300,000 ordinary shares at Baht 3.33 each, totaling Baht 1.00 million. Such dividend paid on March 31, 2021.

25. INVESTMENT PROMOTION CERTIFICATE

On November 20, 2017, the subsidiary was granted the privileges according to the Promotional Certificate No. 60-1302-1-00-2-0 by the Board of Investment for business type 5.7.2 of Enterprise Software and/or Digital Content which is under the Investment Promotion Act B.E. 2520 for the exemption from corporate income tax on profits from the operation was for a period of 5 years, from the first date of that income from the operation is derived from such business which was on January 22, 2021.

On May 17, 2018, the Company was granted the privileges according to the Promotional Certificate No. 61-0565-1-01-2-0 by the Board of Investment for business type 5.7.2 of Enterprise Software and/or Digital Content which is under the Investment Promotion Act B.E. 2520 for the exemption from corporate income tax on profits from the operation was for a period of 7 years, from the first date of that income from the operation is derived from such business which was on June 6, 2018.

The Company and its subsidiaries revenue from sales and rendering services for the three-month periods ended March 31, 2021 and 2020 classified under promoted and non-promoted businesses are as follows:

Unit : Baht						
Consolidated financial statements						
	2021			2020		
	Promoted Business	Non-Promoted Business	Total	Promoted Business	Non-Promoted Business	Total
Revenue from sales and rendering services						
domestic	9,023,989	17,439,810	26,463,799	22,108,410	17,907,881	40,016,291
overseas	1,331,429	153,172	1,484,601	1,035,305	176,115	1,211,420
Total	<u>10,355,418</u>	<u>17,592,982</u>	<u>27,948,400</u>	<u>23,143,715</u>	<u>18,083,996</u>	<u>41,227,711</u>
Unit : Baht						
Separate financial statements						
	2021			2020		
	Promoted Business	Non-Promoted Business	Total	Promoted Business	Non-Promoted Business	Total
Revenue from sales and rendering services						
domestic	9,152,220	237,100	9,389,320	22,190,722	179,047	22,369,769
overseas	613,838	153,172	767,010	1,035,306	-	1,035,306
Total	<u>9,766,058</u>	<u>390,272</u>	<u>10,156,330</u>	<u>23,226,028</u>	<u>179,047</u>	<u>23,405,075</u>

26. OPERATING SEGMENT INFORMATION

Operating segment information is consistent with the internal report the chief operating decision maker used for making decisions and reviewed regularly about the allocation of resources and assess its performance of the Company and its subsidiaries.

The Company and its subsidiaries operates in only one segment which is in the business of selling computer software which includes installation, and maintenance services and other services relating to computer software.

Geographic segment

Business operation by geographic segment in the consolidated financial statements for the three-month periods ended March 31, 2021 and 2020 are as follow:

	Unit : Baht					
	2021			2020		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Revenue from sales and rendering services	26,463,798	1,484,602	27,948,400	40,016,291	1,211,420	41,227,711
Cost of sales and rendering services	18,899,446	5,124	18,904,570	19,716,061	24,000	19,740,061
Gross profit	7,564,352	1,479,478	9,043,830	20,300,230	1,187,420	21,487,650

Information about major customers

For the three-month periods ended March 31, 2021 and 2020, the Company and its subsidiaries have no revenue from sales and rendering services from each external customer over 10% of total revenue.

27. COMMITMENTS

As at March 31, 2021, the Company and its subsidiaries have the service agreements covering the period of 3 years. The future will be payments service fee are summarized as follows:

	Unit : Baht	
	Consolidated	Separate
	financial statements	financial statements
Within 1 year	1,222,229	1,037,813
Over 1 year, but less than 5 years	126,247	126,247
Total	1,348,476	1,164,060

28. SIGNIFICANT AGREEMENTS

The Company has made the distribution agreement to distribute the Company’s computer software in foreign countries which the main objective is to have a distributor to do a distribution, marketing, installation and customer services. The agreement is for 2 years and the fee is agreed between the Company and the agents in each country.

29. FINANCIAL INSTRUMENT

29.1 Fair value of financial instrument

Most of the Group’s financial instruments are classified as short-term or have interest rates that are close to market rate. Therefore, the carrying amounts of these financial instruments are estimated to approximate their fair value.

29.2 Fair value hierarchy

As at 31 March 2021 and 31 December 2020, the Group had certain assets and liabilities that were measured using different levels inputs as follows:

	Consolidated financial statements			Unit: Baht
	As at March 31, 2021			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Unit trust mutual funds	-	12,088,296	-	12,088,296

	Consolidated financial statements			Unit: Baht
	As at December 31, 2020			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Unit trust mutual funds	-	12,081,439	-	12,081,439

30. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Company’s Board of directors on May 14, 2021.