

**COMANCHE INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**JUNE 30, 2021**

**1. GENERAL INFORMATION**

- 1.1 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, Ratchadaphisek Road, Khwang Huai Khwang, Khet Huai Khwang, Bangkok.

- 1.2 Coronavirus disease 2019 pandemic

The Coronavirus disease 2019 pandemic is a new wave and continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries as a whole. This situation may affect the results of operations of business. Nevertheless, the management of the Company and its subsidiaries have continuously monitored ongoing developments and regularly assess the financial impact in respect of the valuation of assets, provisions and contingent liabilities.

**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 June 30, 2021	As at December 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 became effective in the current period

During the period, the Company and its subsidiaries have 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.

However, COVID-19 Related Rent Concessions beyond June 30, 2021 were adjusted in the financial reporting standard No.16 lease effective from April 1, 2021. Therefore, it is permitted for the company to adopt before the effective date. Such adjustment is a relief of practice, the lessee does not necessarily have to assess that the consent to reduce the rent is a change of lease agreement or not. The consent to reduce the rent is a direct result of the Coronavirus 2019 pandemic (COVID-19) and that falls under the condition specified (revised paragraph 46 khor.2 from formerly June 30, 2021 to June 30, 2022). The recording of the consent to reduce the rent is as if “not a change of the lease”, which during the period, the Federation of Accounting Professions has issued and published in the Government Gazette.

The adoption of these financial reporting standards does not have any significant impact on the financial statements in the current period.

**2.4 Financial reporting standards that will become effective in the future**

The Federation of Accounting Professions has issued several revised financial reporting standards and has been published in the Government Gazette, which are effective for fiscal years beginning on or after 1 January 2022. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and for some financial reporting standards, providing temporary reliefs or temporary exemptions for users.

The management of the Company and its subsidiaries are currently evaluating the impact of these standards to the financial statements in the year when they are adopted.

**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:

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

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

	Consolidated financial statements		Separate financial statements	
	As at June	As at December	As at June	As at December
	30, 2021	31, 2020	30, 2021	31, 2020
<b>Trade receivables</b>				
Roomz International Co., Ltd.	-	-	374,179	374,179
<u>Less</u> Allowance for doubtful debts	-	-	(374,179)	(374,179)
Total	-	-	-	-
<b>Other receivables</b>				
Win Star Tech Co., Ltd.	-	-	678,300	645,900
Total	-	-	678,300	645,900
<b>Short-term loans to</b>				
Win Star Tech Co., Ltd.	-	-	1,500,000	1,500,000
Total	-	-	1,500,000	1,500,000
<b>Trade payables</b>				
AI Soft Co., Ltd.	-	-	-	235,400
Total	-	-	-	235,400
<b>Other current liabilities</b>				
Roomz International Co., Ltd.	-	-	24,479	24,479
Total	-	-	24,479	24,479

Related parties' transactions in the statements of comprehensive income for the three-month and six-month periods ended June 30, 2021 and 2020 are as follows:

	Consolidated financial statements		Separate financial statements	
	For the three-month periods	For the six-month periods	For the three-month periods	For the six-month periods
	ended June 30,	ended June 30,	ended June 30,	ended June 30,
	2021	2020	2021	2020
<b>Directors and key management remunerations</b>				
Short-term benefits	6,978,609	6,106,430	14,048,469	13,883,213
Long-term benefits	481,249	233,388	1,237,764	893,231
Total	7,459,858	6,339,818	15,286,233	14,776,444

	Consolidated financial statements		Separate financial statements	
	For the three-month periods	For the six-month periods	For the three-month periods	For the six-month periods
	ended June 30,	ended June 30,	ended June 30,	ended June 30,
	2021	2020	2021	2020
<b>Management income</b>				
Synature Technology Co., Ltd.	105,000	114,000	210,000	228,000
Win Star Tech Co., Ltd.	15,000	15,000	30,000	30,000
AI Soft Co., Ltd.	45,000	45,000	90,000	90,000

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Unit: Baht

	Separate financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Roomz International Co., Ltd.	-	60,000	-	120,000
Comanche Gogoji Co., Ltd.	15,000	15,000	30,000	65,000
Total	180,000	249,000	360,000	533,000
<b>Sales and rendering service income</b>				
Roomz International Co., Ltd.	-	82,313	-	164,626
Total	-	82,313	-	164,626
<b>Dividend income</b>				
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
<b>Interest income</b>				
Win Star Tech Co., Ltd.	9,375	12,466	18,750	24,932
Total	9,375	12,466	18,750	24,932
<b>Other income</b>				
Win Star Tech Co., Ltd.	27,800	4,800	32,400	14,522
Total	27,800	4,800	32,400	14,522
<b>Other expenses</b>				
Synature Technology Co., Ltd.	9,000	9,000	18,000	18,000
Total	9,000	9,000	18,000	18,000
<b>Directors and key managements remuneration</b>				
Short-term benefits	4,074,138	2,640,984	8,136,163	6,061,040
Long-term benefits	375,051	243,877	750,103	584,205
Total	4,449,189	2,884,861	8,886,266	6,645,245

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, are as follows:

Name of companies	Period of contracts	Unit: Baht
		Service fee
Synature Technology Co., Ltd.	January 1 - June 30, 2021	210,000
	July 1 - December 31, 2021	150,000
Win Star Tech Co., Ltd.	January 1 - June 30, 2021	30,000
	July 1 - December 31, 2021	90,000
AI Soft Co., Ltd.	January 1 - June 30, 2021	90,000
	July 1 - December 31, 2021	240,000
Comanche Gogoji Co., Ltd. (Formerly, Gogoji Corporation Co., Ltd.)	January 1 - June 30, 2021	30,000
	July 1 - December 31, 2021	2,490,000

## 5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consisted of:

	Consolidated financial statements		Separate financial statements	
	As at June	As at December	As at June	As at December
	30, 2021	31, 2020	30, 2021	31, 2020
Cash on hand	171,482	170,774	119,746	141,737
Cash at banks - current accounts	15,243,557	21,792,056	47,179	75,152
Cash at banks - savings accounts	227,541,619	236,496,248	211,774,913	215,338,471
Total cash and cash equivalents	242,956,658	258,459,078	211,941,838	215,555,360

Unit: Baht

As at June 30, 2021 and December 31, 2020, cash at banks has the effective interest rate at 0.05% per annum to 0.45% 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:

	Consolidated financial statements		Separate financial statements	
	As at June	As at December	As at June	As at December
	30, 2021	31, 2020	30, 2021	31, 2020
Trade receivables net - other companies	12,565,197	16,609,886	3,469,391	5,392,144
Other receivables - other companies	464,917	253,317	-	-
Other receivables - related companies	-	-	678,300	645,900
Accrued income	3,912,841	4,126,509	2,600,421	3,125,909
Accrued interest receivables	1,256,840	1,214,207	1,236,318	1,211,916
Prepaid expenses	1,415,185	1,186,610	819,638	561,133
Retention receivables	138,017	137,417	136,817	136,817
Deposits	284,004	293,139	284,004	293,139
Total trade and other current receivables - net	20,037,001	23,821,085	9,224,889	11,366,958

Unit: Baht

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

	Consolidated financial statements		Separate financial statements	
	As at June	As at December	As at June	As at December
	30, 2021	31, 2020	30, 2021	31, 2020
Trade receivables				
Current	6,314,001	8,500,194	399,133	2,689,913
Overdue less than 3 months	4,035,845	7,858,909	562,241	2,374,407
Overdue 3 - 6 months	3,447,697	649,308	3,229,235	253,371
Overdue 6 - 12 months	1,718,377	5,517,684	1,498,619	2,296,787
Overdue over 12 months	10,176,990	4,817,040	3,863,784	1,524,195
	25,692,910	27,343,135	9,553,012	9,138,673
Less Allowance for doubtful debts	(13,127,713)	(10,733,249)	(6,083,621)	(3,746,529)
Total trade receivables net	12,565,197	16,609,886	3,469,391	5,392,144

Unit: Baht

## 7. SHORT-TERM LOANS TO RELATED PARTIES

As at June 30, 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 June 30, 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 3% 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 :

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020
Other current financial assets				
Debt instruments at amortized cost				
Time deposit	103,477,644	103,107,094	103,477,644	103,107,094
Debt instruments at fair value to profit or loss				
Unit trust mutual funds	12,096,314	12,081,439	-	-
Total other current financial assets	<u>115,573,958</u>	<u>115,188,533</u>	<u>103,477,644</u>	<u>103,107,094</u>
Other non - current financial assets				
Debt instruments at amortized cost				
Debenture	9,104,362	8,030,851	8,007,871	8,030,851
Total other non - current financial assets	<u>9,104,362</u>	<u>8,030,851</u>	<u>8,007,871</u>	<u>8,030,851</u>

As at June 30, 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:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	As at June	As at December	As at June	As at December
	30, 2021	31, 2020	30, 2021	31, 2020
Withholding tax	39,699	28,079	25,609	-
Undue input value added tax	3,994	27,560	2,182	25,634
Revenue department receivables	1,531,489	1,438,762	-	-
Total other current assets	1,575,182	1,494,401	27,791	25,634

## 11. BANK DEPOSIT USING FOR GUARANTEE

As at June 30, 2021 and December 31, 2020, the two subsidiaries had the savings bank deposit amounted Baht 0.20 million and Baht 0.40 million, respectively. As at June 30, 2021, the amount of Baht 0.20 million had been used as guarantee and obligations with banks to guarantee the debt settlement, and as at December 31, 2020, 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	Unit: Baht					
	Paid up share capital (Baht)		Percentage of shareholding (%)		Separate financial statements	
	As at June	As at December	As at June	As at December	Cost method	
	30, 2021	31, 2020	30, 2021	31, 2020	As at June	As at December
	30, 2021	31, 2020	30, 2021	31, 2020	30, 2021	31, 2020
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

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## 12.2 Goodwill

Goodwill consisted of :

Name of subsidiaries	Unit: Baht	
	Consolidated financial statements	
	As at June 30, 2021	As at December 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 six-month periods ended June 30, 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

## 13. EQUIPMENT

Movements of equipment account for the six-month period ended June 30, 2021, are summarized as follows.

	Unit: Baht	
	Consolidated	Separate
	financial statements	financial statements
<b>At cost</b>		
Balance as at December 31, 2020	13,954,780	6,442,165
Additions during the period	96,870	5,271
Disposals during the period	(55,803)	(55,803)
Balance as at June 30, 2021	13,995,847	6,391,633
<b>Accumulated depreciation</b>		
Balance as at December 31, 2020	(10,634,606)	(4,691,930)
Depreciation for the period	(1,098,860)	(615,197)
Disposals during the period	41,767	41,767
Balance as at June 30, 2021	(11,691,699)	(5,265,360)
<b>Net book value</b>		
Balance as at December 31, 2020	3,320,174	1,750,235
Balance as at June 30, 2021	2,304,148	1,126,273

#### 14. RIGHT-OF-USE ASSETS

Movement of right-of-use assets account for the six-month period ended June 30, 2021, are summarized as follows.

	Unit: Baht	
	Consolidated	Separate
	financial statements	financial statements
<b>Net book value</b>		
As at December 31, 2020	16,005,522	6,802,961
Additions during the period	200,635	200,635
Depreciation for the period	(920,657)	(390,111)
As at June 30, 2021	<u>15,285,500</u>	<u>6,613,485</u>

#### 15. OTHER INTANGIBLE ASSETS

Movements of other intangible assets account for the six-month period ended June 30, 2021, are summarized as follows.

	Unit: Baht	
	Consolidated	Separate
	financial statements	financial statements
<b>At cost</b>		
Balance as at December 31, 2020	49,428,766	12,327,641
Additions during the period	2,126,020	331,534
Balance as at June 30, 2021	<u>51,554,786</u>	<u>12,659,175</u>
<b>Accumulated amortization</b>		
Balance as at December 31, 2020	(18,267,204)	(3,671,809)
Amortization for the period	(3,501,733)	(660,620)
Balance as at June 30, 2021	<u>(21,768,937)</u>	<u>(4,332,429)</u>
<b>Net book value</b>		
Balance as at December 31, 2020	<u>31,161,562</u>	<u>8,655,832</u>
Balance as at June 30, 2021	<u>29,785,849</u>	<u>8,326,746</u>

#### 16. DEFERRED TAX ASSETS AND LIABILITIES

Deferred tax assets and liabilities as follows:-

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	As at June	As at December	As at June	As at December
	30, 2021	31, 2020	30, 2021	31, 2020
Deferred tax assets	3,521,743	3,317,319	654,745	646,298
Deferred tax liabilities	(1,154,957)	(1,504,616)	-	-
	<u>2,366,786</u>	<u>1,812,703</u>	<u>654,745</u>	<u>646,298</u>

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Changes for the six-month period ended June 30, 2021, are summarized as follows:

				Unit: Baht
Consolidated financial statements				
Revenue (expenses)				
Recognized in other comprehensive income				
As at December 31, 2020	Recognized in profit or loss		As at June 30, 2021	
Deferred tax assets:				
Trade receivables	1,397,344	10,504	-	1,407,848
Inventories	23,293	-	-	23,293
Provisions for employee benefit	1,861,186	82,011	93,376	2,036,573
Lease liabilities	35,496	18,533	-	54,029
Total	3,317,319	111,048	93,376	3,521,743
Deferred tax liabilities:				
The difference for fair value adjustment of subsidiary's asset regarding business acquisition	(1,504,616)	349,659	-	(1,154,957)
Total	(1,504,616)	349,659	-	(1,154,957)

				Unit: Baht
Separate financial statements				
Revenue (expenses)				
Recognized in other comprehensive income				
As at December 31, 2020	Recognized in profit or loss		As at June 30, 2021	
Deferred tax assets:				
Provisions for employee benefit	646,155	5,175	699	652,029
Lease liabilities	143	2,573	-	2,716
Total	646,298	7,748	699	654,745

## 17. OTHER NON-CURRENT ASSETS

Other non-current assets as follows:-

				Unit: Baht
Consolidated financial statements		Separate financial statements		
As at June 30, 2021	As at December 31, 2020	As at June 30, 2021	As at December 31, 2020	
Deposits	278,338	278,338	2,100	2,100
Deposits for office and equipment rental	698,266	676,887	459,727	438,347
Withholding tax	987,498	959,533	-	-
Retention	-	305,000	-	-
Others	230,700	230,700	230,700	230,700
Total other non-current assets	2,194,802	2,450,458	692,527	671,147

# 18. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as follows:-

	Consolidated financial statements		Separate financial statements	
	As at June	As at December	As at June	As at December
	30, 2021	31, 2020	30, 2021	31, 2020
Trade payables - other companies	193,464	1,539,851	-	-
Other current payables				
Deposit from customers	688,239	2,164,315	-	-
Accrued salary and bonus	1,444,118	4,738,642	35,418	140,810
Accrued expenses	832,699	4,319,668	276,000	2,894,281
Unearned revenue	22,660,636	20,109,095	15,823,265	15,618,653
Others	576,500	520,931	367,919	548,108
Total other current payables	26,202,192	31,852,651	16,505,602	19,201,852
Total trade and other current payables	26,395,656	33,392,502	16,505,602	19,201,852

# 19. LEASE LIABILITIES

Movement of lease liabilities account for the six-month period ended June 30, 2021 are summarized as follows:

	Unit: Baht	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at December 31, 2020	15,861,496	6,737,176
Additions during the period	200,635	200,635
Change of lease contracts	5,219	5,219
Payments for the period	(680,640)	(229,889)
Net book value as at June 30, 2021	15,386,710	6,713,141
<u>Less Current portion</u>	<u>(1,465,098)</u>	<u>(532,339)</u>
Lease liabilities - net of current portion	13,921,612	6,180,802

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

	Unit: Baht	
	Consolidated	Separate
	financial statements	financial statements
Depreciation of right-of-use assets	920,657	390,111
Interest expenses on lease liabilities	202,862	88,022
Total	1,123,519	478,133

## 20. PROVISION FOR EMPLOYEE BENEFIT

The statements of financial position

Unit: Baht

	Consolidated financial statements		Separate financial statements	
	As at June	As at December	As at June	As at December
	30, 2021	31, 2020	30, 2021	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	1,185,119	2,286,022	800,937	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>20,853,466</u>	<u>19,102,926</u>	<u>13,919,651</u>	<u>13,027,769</u>

Expenses recognized in statements of income

For the three-month and six-month periods ended June 30, 2021 and 2020

Unit: Baht

	Consolidated financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Current service costs				
Cost of sales and rendering services	286,406	14,464	572,813	553,372
Distribution costs	33,705	19,973	67,411	87,740
Administrative expenses	189,754	(123,930)	379,507	238,565
Interest on obligations	82,695	39,394	165,388	141,388
Total	<u>592,560</u>	<u>(50,099)</u>	<u>1,185,119</u>	<u>1,021,065</u>

Unit: Baht

	Separate financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Current service costs				
Cost of sales and rendering services	190,654	6,830	381,308	375,533
Distribution costs	25,568	45,368	51,136	73,163
Administrative expenses	129,848	76,053	259,697	236,628
Interest on obligations	54,398	29,074	108,796	114,224
Total	<u>400,468</u>	<u>157,325</u>	<u>800,937</u>	<u>799,548</u>

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The principle of actuarial assumptions

For the three-month and six-month periods ended June 30, 2021 and 2020

	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
Expected rate of salary increase (p.a.)	5.00 - 6.00	5.00 - 6.33	6.00	6.00
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 and six-month periods ended June 30, 2021 and 2020 as follows:-

	Consolidated financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Income tax (expenses) presented in profit or loss:				
Current tax expenses:				
Income tax expenses for the period	(435,268)	(132,510)	(1,799,204)	(1,275,701)
Deferred tax expenses:				
Changes in temporary differences relating to the original recognition and reversal	205,224	809,686	460,707	1,038,947
Total	(230,044)	677,176	(1,338,497)	(236,754)
Income tax relating to components of other comprehensive income:				
Deferred tax relating to:				
Actuarial loss	-	-	93,376	(4,647)
Total	(230,044)	677,176	(1,245,121)	(241,401)

	Separate financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Income tax (expenses) presented in profit or loss:				
Current tax expenses:				
Income tax expenses for the period	-	434,830	-	-
Deferred tax expenses:				
Changes in temporary differences relating to the original recognition and reversal	2,093	(753)	7,748	1,049
Total	2,093	434,077	7,748	1,049

Unit: Baht

	Separate financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Income tax relating to components of other comprehensive income:				
Deferred tax relating to:				
Actuarial loss	-	-	699	(2,403)
Total	2,093	434,077	8,477	(1,354)

## 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 LOSS PER SHARE

Basic loss per share is calculated by dividing the 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.

	Consolidated financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Loss attributable to owners of the parent (Baht)	(5,584,959)	(13,026,959)	(10,961,134)	(16,411,385)
Number of weighted ordinary shares (Shares)	134,000,000	134,000,000	134,000,000	134,000,000
Basic loss per share (Baht per shares)	(0.042)	(0.097)	(0.082)	(0.123)

	Separate financial statements			
	For the three-month periods		For the six-month periods	
	ended June 30,		ended June 30,	
	2021	2020	2021	2020
Loss attributable to owners of the parent (Baht)	(6,415,147)	(12,039,655)	(4,110,044)	(1,235,951)
Number of weighted ordinary shares (Shares)	134,000,000	134,000,000	134,000,000	134,000,000
Basic loss per share (Baht per shares)	(0.048)	(0.090)	(0.031)	(0.009)

## 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 and six-month periods ended June 30, 2021, and 2020 classified under promoted and non-promoted businesses are as follows:

Unit: Baht

Consolidated financial statements						
For the three-month periods ended June 30,						
	2021			2020		
	Promoted	Non-Promoted		Promoted	Non-Promoted	
	Business	Business	Total	Business	Business	Total
Revenue from sales and rendering services						
domestic	7,460,230	15,254,723	22,714,953	12,095,850	14,557,437	26,653,287
overseas	1,406,350	157,401	1,563,751	932,114	-	932,114
Total	8,866,580	15,412,124	24,278,704	13,027,964	14,557,437	27,585,401

Unit: Baht

Consolidated financial statements						
For the six-month periods ended June 30,						
	2021			2020		
	Promoted	Non-Promoted		Promoted	Non-Promoted	
	Business	Business	Total	Business	Business	Total
Revenue from sales and rendering services						
domestic	17,201,810	32,593,837	49,795,647	34,204,259	32,465,318	66,669,577
overseas	2,020,188	411,269	2,431,457	1,967,420	176,115	2,143,535
Total	19,221,998	33,005,106	52,227,104	36,171,679	32,641,433	68,813,112

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Unit: Baht

Separate financial statements						
For the three-month periods ended June 30,						
	2021			2020		
	Promoted	Non-Promoted		Promoted	Non-Promoted	
	Business	Business	Total	Business	Business	Total
Revenue from sales and rendering services						
domestic	6,610,372	196,944	6,807,316	12,178,162	23,824	12,201,986
overseas	1,406,350	6,500	1,412,850	932,114	-	932,114
Total	8,016,722	203,444	8,220,166	13,110,276	23,824	13,134,100

Unit: Baht

Separate financial statements						
For the six-month periods ended June 30,						
	2021			2020		
	Promoted	Non-Promoted		Promoted	Non-Promoted	
	Business	Business	Total	Business	Business	Total
Revenue from sales and rendering services						
domestic	15,762,592	434,044	16,196,636	34,368,885	202,871	34,571,756
overseas	2,020,188	159,672	2,179,860	1,967,420	-	1,967,420
Total	17,782,780	593,716	18,376,496	36,336,305	202,871	36,539,176

## 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 operate 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 and six-month periods ended June 30, 2021 and 2020 are as follow:

Unit: Baht

For the three-month periods ended June 30,						
	2021			2020		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Revenue from sales and rendering services	22,714,953	1,563,751	24,278,704	26,653,287	932,114	27,585,401
Cost of sales and rendering services	16,420,578	-	16,420,578	16,471,484	-	16,471,484
Gross profit	6,294,375	1,563,751	7,858,126	10,181,803	932,114	11,113,917

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Unit: Baht

For the six-month periods ended June 30,

	2021			2020		
	Domestic	Overseas	Total	Domestic	Overseas	Total
Revenue from sales and rendering services	49,795,647	2,431,457	52,227,104	66,669,577	2,143,535	68,813,112
Cost of sales and rendering services	35,325,148	-	35,325,148	36,187,545	24,000	36,211,545
Gross profit	14,470,499	2,431,457	16,901,956	30,482,032	2,119,535	32,601,567

Information about major customers

For the three-month and six-month periods ended June 30, 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 June 30, 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 financial statements	Separate financial statements
Within 1 year	1,575,066	908,977
Over 1 year, but less than 5 years	240,000	-
Total	1,815,066	908,977

## 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.

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29.2 Fair value hierarchy

As at June 30, 2021 and December 31, 2020, the Group had certain assets and liabilities that were measured using different levels inputs as follows:

				Unit: Baht
				Consolidated financial statements
				As at June 30, 2021
	Level 1	Level 2	Level 3	Total
<b>Assets measured at fair value</b>				
Unit trust mutual funds	-	12,096,314	-	12,096,314

				Unit: Baht
				Consolidated financial statements
				As at December 31, 2020
	Level 1	Level 2	Level 3	Total
<b>Assets measured at fair value</b>				
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 August 6, 2021.