

# **Alucon Public Company Limited**

Condensed interim financial statements  
for the three-month and nine-month periods ended  
30 September 2023  
and  
Independent Auditor's review report

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

## **To the Board of Directors of Alucon Public Company Limited**

I have reviewed the accompanying statement of financial position of Alucon Public Company Limited as at 30 September 2023; the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2023; the statement of changes in equity and cash flows for the nine-month period ended 30 September 2023; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standards 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".

(Piyatida Tangdenchai)  
Certified Public Accountant  
Registration No. 11766

KPMG Phoomchai Audit Ltd.  
Bangkok  
10 November 2023

**Alucon Public Company Limited**  
**Statement of financial position**

<b>Assets</b>	<i>Note</i>	30 September 2023 (Unaudited)	31 December 2022
<i>(in thousand Baht)</i>			
<b><i>Current assets</i></b>			
Cash and cash equivalents		812,283	1,263,085
Current investments in time deposits		1,554,182	-
Trade accounts receivable	2, 6	1,062,261	1,089,460
Inventories		1,591,946	2,337,105
Refundable value added tax		9,329	52,222
Other current assets		41,101	27,994
<b>Total current assets</b>		<b><u>5,071,102</u></b>	<b><u>4,769,866</u></b>
<b><i>Non-current assets</i></b>			
Other non-current financial assets	6	52,011	51,468
Property, plant and equipment	3	2,293,190	2,483,106
Intangible assets		4,304	5,291
Deferred tax assets		39,424	29,939
Other non-current assets		215	294
<b>Total non-current assets</b>		<b><u>2,389,144</u></b>	<b><u>2,570,098</u></b>
<b>Total assets</b>		<b><u><u>7,460,246</u></u></b>	<b><u><u>7,339,964</u></u></b>

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

**Alucon Public Company Limited**  
**Statement of financial position**

		30 September 2023 (Unaudited)	31 December 2022
<b>Liabilities and equity</b>	<i>Note</i>		
		<i>(in thousand Baht)</i>	
<b><i>Current liabilities</i></b>			
Trade accounts payable	2	189,130	116,456
Contract liabilities	4	27,269	29,289
Other payables to related parties	2	6,752	9,619
Other payables to other parties		185,042	100,051
Corporate income tax payable		52,848	80,201
Current provisions for employee benefits		51,619	30,410
Other current liabilities		5,613	14,539
<b>Total current liabilities</b>		<b>518,273</b>	<b>380,565</b>
<b><i>Non-current liability</i></b>			
Non-current provisions for employee benefits		444,528	461,975
<b>Total non-current liability</b>		<b>444,528</b>	<b>461,975</b>
<b>Total liabilities</b>		<b>962,801</b>	<b>842,540</b>
<b><i>Equity</i></b>			
Share capital			
Authorised share capital <i>(43,200,000 ordinary shares, par value at Baht 10 per share)</i>		432,000	432,000
Issued and paid-up share capital <i>(43,199,986 ordinary shares, par value at Baht 10 per share)</i>		432,000	432,000
Share premium			
Share premium on ordinary shares		254,000	254,000
Retained earnings			
Appropriated			
Legal reserve		43,200	43,200
Unappropriated		5,768,245	5,768,224
<b>Total equity</b>		<b>6,497,445</b>	<b>6,497,424</b>
<b>Total liabilities and equity</b>		<b>7,460,246</b>	<b>7,339,964</b>

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

**Alucon Public Company Limited**  
**Statement of comprehensive income (Unaudited)**

		Three-month period ended		Nine-month period ended	
		30 September		30 September	
	<i>Note</i>	2023	2022	2023	2022
		<i>(in thousand Baht)</i>			
<b><i>Income</i></b>					
Revenue from sales of goods	2, 4	1,485,664	1,800,174	4,610,005	5,297,028
Net foreign exchange gain		84,278	75,805	86,160	123,055
Other income		54,126	50,762	151,114	158,712
<b>Total income</b>		<b><u>1,624,068</u></b>	<b><u>1,926,741</u></b>	<b><u>4,847,279</u></b>	<b><u>5,578,795</u></b>
<b><i>Expenses</i></b>					
Cost of sales of goods	2	1,303,455	1,552,785	4,134,546	4,599,405
Distribution costs	2	32,239	60,127	110,299	200,238
Administrative expenses	2	30,233	32,565	97,875	98,756
<b>Total expenses</b>		<b><u>1,365,927</u></b>	<b><u>1,645,477</u></b>	<b><u>4,342,720</u></b>	<b><u>4,898,399</u></b>
<b>Profit before income tax expense</b>		<b>258,141</b>	<b>281,264</b>	<b>504,559</b>	<b>680,396</b>
Tax expense		47,469	53,697	72,538	116,477
<b>Profit for the period</b>		<b><u>210,672</u></b>	<b><u>227,567</u></b>	<b><u>432,021</u></b>	<b><u>563,919</u></b>
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive income for the period</b>		<b><u>210,672</u></b>	<b><u>227,567</u></b>	<b><u>432,021</u></b>	<b><u>563,919</u></b>
<b>Basic earnings per share (in Baht)</b>		<b><u>4.88</u></b>	<b><u>5.27</u></b>	<b><u>10.00</u></b>	<b><u>13.05</u></b>

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

**Alucon Public Company Limited**  
**Statement of changes in equity (Unaudited)**

	Note	Issued and paid-up share capital	Shares Premium	<u>Retained earnings</u>		Total equity
				Legal reserve	Unappropriated	
				<i>(in thousand Baht)</i>		
<b>Nine-month period ended 30 September 2022</b>						
<b>Balance at 1 January 2022</b>		<b>432,000</b>	<b>254,000</b>	<b>43,200</b>	<b>5,528,317</b>	<b>6,257,517</b>
<b>Transactions with owners, recorded directly in equity</b>						
<i>Distribution to owners</i>						
Dividends	5	-	-	-	(432,000)	(432,000)
<i>Total distribution to owners</i>		-	-	-	<b>(432,000)</b>	<b>(432,000)</b>
<b>Total transactions with owners, recorded directly in equity</b>		-	-	-	<b>(432,000)</b>	<b>(432,000)</b>
<b>Comprehensive income for the period</b>						
Profit for the period		-	-	-	563,919	563,919
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		-	-	-	<b>563,919</b>	<b>563,919</b>
<b>Balance at 30 September 2022</b>		<b>432,000</b>	<b>254,000</b>	<b>43,200</b>	<b>5,660,236</b>	<b>6,389,436</b>

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

**Alucon Public Company Limited**  
**Statement of changes in equity (Unaudited)**

	Note	Issued and paid-up share capital	Shares Premium	<u>Retained earnings</u>		Total equity
				Legal reserve	Unappropriated	
				<i>(in thousand Baht)</i>		
<b>Nine-month period ended 30 September 2023</b>						
<b>Balance at 1 January 2023</b>		<b>432,000</b>	<b>254,000</b>	<b>43,200</b>	<b>5,768,224</b>	<b>6,497,424</b>
<b>Transactions with owners, recorded directly in equity</b>						
<i>Distribution to owners</i>						
Dividends	5	-	-	-	(432,000)	(432,000)
<i>Total distribution to owners</i>		-	-	-	(432,000)	(432,000)
<b>Total transactions with owners, recorded directly in equity</b>		-	-	-	(432,000)	(432,000)
<b>Comprehensive income for the period</b>						
Profit for the period		-	-	-	432,021	432,021
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		-	-	-	432,021	432,021
<b>Balance at 30 September 2023</b>		<b>432,000</b>	<b>254,000</b>	<b>43,200</b>	<b>5,768,245</b>	<b>6,497,445</b>

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

# Alucon Public Company Limited

## Statement of cash flows (Unaudited)

	Nine-month period ended	
	30 September	
	2023	2022
	<i>(in thousand Baht)</i>	
<b><i>Cash flows from operating activities</i></b>		
Profit for the period	432,021	563,919
<i>Adjustments to reconcile profit to cash receipts (payments)</i>		
Tax expense	72,538	116,477
Depreciation	278,691	293,556
Amortisation	987	1,007
Provision for employee benefits	36,493	18,060
Gain on fair value adjustment on unit trust - debt instruments	(543)	(183)
Unrealised gain on exchange	(23,089)	(35,742)
Reversal of losses on inventories devaluation	(307)	(7,772)
Gain on disposal and write-off of equipment	(43)	(1,931)
Interest income	(27,618)	(2,003)
	<u>769,130</u>	<u>945,388</u>
<i>Changes in operating assets and liabilities</i>		
Trade accounts receivable	50,256	(140,094)
Inventories	745,466	(296,960)
Refundable value added tax	42,893	8,778
Other current assets	6,779	14,052
Other non-current assets	79	-
Trade accounts payable	72,706	28,734
Contract liabilities	(2,020)	2,656
Other payables to related parties	(2,867)	(2,148)
Other payable to other parties	86,580	87,283
Other current liabilities	(8,926)	(8,139)
Repayment of employee benefits	(32,731)	(23,483)
<b>Net cash generated from operating</b>	<b>1,727,345</b>	<b>616,067</b>
Taxes paid	(109,376)	(132,774)
<b>Net cash from operating activities</b>	<b>1,617,969</b>	<b>483,293</b>

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

**Alucon Public Company Limited**  
**Statement of cash flows (Unaudited)**

		Nine-month period ended	
		30 September	
	<i>Note</i>	2023	2022
		<i>(in thousand Baht)</i>	
<b><i>Cash flows from investing activities</i></b>			
Cash outflow on current investments in time deposits		(1,554,182)	-
Proceeds from sale of equipment		47	2,323
Payment for acquisition of plant and equipment		(90,368)	(59,890)
Payment for acquisition of intangible assets		-	(326)
Interest received		7,732	2,452
<b>Net cash used in investing activities</b>		<b><u>(1,636,771)</u></b>	<b><u>(55,441)</u></b>
<b><i>Cash flows from financing activity</i></b>			
Dividends paid to owners of the Company	5	(432,000)	(432,000)
<b>Net cash used in financing activity</b>		<b><u>(432,000)</u></b>	<b><u>(432,000)</u></b>
<b>Net decrease in cash and cash equivalents</b>		<b>(450,802)</b>	<b>(4,148)</b>
Cash and cash equivalents at 1 January		1,263,085	1,185,272
<b>Cash and cash equivalents at 30 September</b>		<b><u>812,283</u></b>	<b><u>1,181,124</u></b>
<b><i>Supplemental disclosures of cash flows information:</i></b>			
1. Cash paid for purchase of plant and equipment during the period are detailed as follows:			
Total addition of plant and equipment during the period	3	88,779	61,529
<i>Add:</i> settlement of payables for plant and equipment previously purchased		3,176	5,450
<i>Less:</i> payables on purchase of plant and equipment		(1,587)	(7,089)
<b>Net purchases of plant and equipment paid by cash</b>		<b><u>90,368</u></b>	<b><u>59,890</u></b>
2. Cash paid for purchase of intangible assets during the period are detailed as follows:			
Total addition of intangible assets during the period		-	410
<i>Add:</i> settlement of payables for intangible assets previously purchased		-	28
<i>Less:</i> payables on purchase of intangible assets		-	(112)
<b>Net purchases of intangible assets paid by cash</b>		<b><u>-</u></b>	<b><u>326</u></b>

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

**Alucon Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2023 (Unaudited)**

<b>Note</b>	<b>Contents</b>
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5	Dividends
6	Financial instruments
7	Commitments with non-related parties

**Alucon Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2023 (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 interim 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 10 November 2023.

**1 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 2022.

In preparing these interim financial statements, judgments 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 2022.

**2 Related parties**

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

<i>Nine-month period ended 30 September</i>	2023	2022
	<i>(in thousand Baht)</i>	
<b>Parent</b>		
Revenue from sales of goods	1,045,000	1,058,414
Purchase of raw materials and spare parts	9,464	14,300
License fee	8,895	10,508
Commission expenses	1,160	1,377
Other expenses	59	126
<b>Key management personnel</b>		
Key management personnel compensation		
Short-term employee benefit <i>(including director’s remuneration)</i>	31,987	31,919
Post-employment benefits	711	540
<b>Total key management personnel compensation</b>	<b>32,698</b>	<b>32,459</b>

Balances as at 30 September 2023 and 31 December 2022 with related parties were as follows:

	30 September 2023	31 December 2022
	<i>(in thousand Baht)</i>	
<b>Trade account receivable</b>		
Parent - Takeuchi Press Industries Company Limited	81,816	60,925
<b>Trade account payable</b>		
Parent - Takeuchi Press Industries Company Limited	52	200

**Alucon Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2023 (Unaudited)**

	30 September 2023	31 December 2022
	<i>(in thousand Baht)</i>	
<b><i>Other payables</i></b>		
<b><i>Accrued license fee</i></b>		
Parent - Takeuchi Press Industries Company Limited	2,738	4,023
<b><i>Accrued commission payable</i></b>		
Parent - Takeuchi Press Industries Company Limited	346	501
<b><i>Accrued management's remuneration and other benefits</i></b>		
Key management personnel	3,668	5,095
<b>Total other payables to related parties</b>	<b><u>6,752</u></b>	<b><u>9,619</u></b>

***Commitments for purchase of raw materials and spare parts***

	30 September 2023	31 December 2022
	<i>(in thousand Baht)</i>	
Parent - Takeuchi Press Industries Company Limited	<u>2,214</u>	<u>361</u>

***Significant memorandum of understanding***

On 2 February 2023, the Company entered into a memorandum of understanding with Takeuchi Press Industries Company Limited to supply aluminium slugs in quantity of about 7,000 MT for the production of aluminium monobloc aerosol cans and collapsible tubes for a period from April 2023 to March 2024.

**3 Property, plant and equipment**

Acquisitions, disposals and transfers of property, plant and equipment during the nine-month period ended 30 September are as follows:

<b><i>Nine-month period ended 30 September</i></b>	2023		2022	
	Acquisitions and transfers - at cost	Disposals - net book value <i>(in thousand Baht)</i>	Acquisitions and transfers - at cost	Disposals - net book value
Building and building improvement	2,979	-	350	-
Machinery and equipment	42,260	(4)	58,344	(392)
Office equipment	60	-	1,140	-
Spare parts	4,509	-	(1,450)	-
Construction in progress	38,971	-	3,145	-
<b>Total</b>	<b><u>88,779</u></b>	<b><u>(4)</u></b>	<b><u>61,529</u></b>	<b><u>(392)</u></b>

**Alucon Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2023 (Unaudited)**

**4 Segment information and disaggregation of revenue**

The Company has two reportable segments. The following summary describes the operations in each of the Company's reportable segments.

*Segment 1* Can and tube  
*Segment 2* Slug

The Company's operations and main revenue streams are described in the last annual financial statements. The Company's main revenue is derived from contracts with customers and recognised at a point in time.

**Information about reportable segments**

<i>Nine-month period ended 30 September</i>	<b>Segment 1</b>		<b>Segment 2</b>		<b>Total</b>	
	2023	2022	2023	2022	2023	2022
	<i>(in thousand Baht)</i>					
Revenue from sales	<u>2,331,710</u>	<u>2,688,159</u>	<u>2,278,295</u>	<u>2,608,869</u>	<u>4,610,005</u>	<u>5,297,028</u>
<b>Gross Profit</b>	<u><b>379,348</b></u>	<u><b>476,193</b></u>	<u><b>96,111</b></u>	<u><b>221,430</b></u>	<u><b>475,459</b></u>	<u><b>697,623</b></u>
<b>Profit before income tax</b>	<u><b>408,341</b></u>	<u><b>455,767</b></u>	<u><b>96,218</b></u>	<u><b>224,629</b></u>	<u><b>504,559</b></u>	<u><b>680,396</b></u>
<i>As at 30 September/ 31 December</i>						
<b>Segment assets</b>						
Trade accounts receivable	507,469	573,407	554,792	516,053	1,062,261	1,089,460
Inventories	318,884	330,704	1,273,062	2,006,401	1,591,946	2,337,105
Property, plant and equipment	1,866,220	1,995,749	426,970	487,357	2,293,190	2,483,106
Unallocated assets					<u>2,512,849</u>	<u>1,430,293</u>
<b>Total assets</b>					<u><b>7,460,246</b></u>	<u><b>7,339,964</b></u>
<b>Segment liabilities</b>						
Trade accounts payable	82,909	91,597	106,221	24,859	189,130	116,456
Unallocated liabilities					<u>773,671</u>	<u>726,084</u>
<b>Total liabilities</b>					<u><b>962,801</b></u>	<u><b>842,540</b></u>

*Contract Balances*

The following table provides information about receivables and contract liabilities from contracts with customers.

	30 September 2023	31 December 2022
	<i>(in thousand Baht)</i>	
Trade accounts receivable	1,062,261	1,089,460
Contract liabilities - current	27,269	29,289

The contract liabilities primarily relate to the advance consideration received from customers for sales of goods. The Company recognises such contract liabilities as revenue when transferring control of the goods to the customers.

**Alucon Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2023 (Unaudited)**

**5 Dividends**

	Approval date	Payment schedule	Dividend rate per share (Baht)	Amount (in million Baht)
<b>2023</b>				
Annual dividend	18 April 2023	May 2023	10	432
<b>2022</b>				
Annual dividend	25 April 2022	May 2022	10	432

**6 Financial instruments**

***Carrying amounts 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 Financial instruments measured at FVTPL	Fair value			Total
		Level 1	Level 2	Level 3	
<b><i>At 30 September 2023</i></b>					
<b><i>Financial asset</i></b>					
Unit trust - debt instruments	52,011	-	52,011	-	52,011
<b><i>At 31 December 2022</i></b>					
<b><i>Financial asset</i></b>					
Unit trust - debt instruments	51,468	-	51,468	-	51,468

***Credit risk***

Allowance for impairment loss for trade accounts receivable are measured at an amount equal to lifetime ECLs. ECLs on these financial assets are estimated using a provision matrix based on the historical credit loss experience, adjusted for factors that are specific to the debtors and assessment of both the current and forecast general economic conditions.

**Alucon Public Company Limited**  
**Notes to the condensed interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2023 (Unaudited)**

	<i>Note</i>	30 September 2023 <i>(in thousand Baht)</i>	31 December 2022
<b>Related party</b>			
Within credit terms	2	81,816	60,925
<b>Other parties</b>			
Within credit terms		816,497	826,894
Overdue:			
Less than 3 months		163,927	201,579
3 - 6 months		21	62
		<u>980,445</u>	<u>1,028,535</u>
<b>Total</b>		<u><b>1,062,261</b></u>	<u><b>1,089,460</b></u>

**7 Commitments with non-related parties**

	30 September 2023	31 December 2022
	<i>(in thousand Baht)</i>	
<b>Capital commitments</b>		
Contracted but not provided for:		
Factory, machinery and equipment	<u>11,041</u>	<u>46,632</u>
<b>Other commitments</b>		
Purchase orders accepted by suppliers		
- Within one year	1,126,751	1,229,566
- After one year but within five years	127,077	-
Bank guarantees	22,500	22,500
<b>Total</b>	<u><b>1,276,328</b></u>	<u><b>1,252,066</b></u>

*Bank guarantee*

As at 30 September 2023, the Company had commitment with a local bank for letters of guarantee issued in favour of the Company to the Metropolitan Electricity Authority and the Provincial Electricity Authority totalling Baht 23 million (31 December 2022: Baht 23 million).

*Purchase orders accepted by suppliers*

As at 30 September 2023, the Company had purchase orders accepted by suppliers for purchase of aluminium ingot for a total quantity 14,800 MT (31 December 2022: 15,000 MT), at the price as determined in purchase orders (31 December 2022: at the price as determined in purchase orders) that will be delivered during 2023 to 2024 (31 December 2022: during 2022 to 2023).