

**PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED AND  
SEPARATE FINANCIAL STATEMENTS**

**MARCH 31, 2021**

518/3 อาคารเมเนียเซ็นเตอร์ นอช ชั้น 7

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DR.VIRACH & ASSOCIATES OFFICE CO., LTD.

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

### To the Shareholders and Board of Directors of Pan Asia Footwear Public Company Limited

I have reviewed the accompanying consolidated statements of financial position of Pan Asia Footwear Public Company Limited and its subsidiaries as at March 31, 2021, the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period ended March 31, 2021, as well as the condensed notes to the financial statements and have also reviewed the separate financial statements of Pan Asia Footwear Public Company Limited for the same period. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

#### Scope of review

Except for the matter as mentioned in the paragraph "Basis for qualified conclusion" 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.

#### Basis for qualified conclusion

1. I was appointed as auditor for the Company during the year 2020, I did not observe the taking of the physical inventories as of January 1, 2020, and I was unable to satisfy myself regarding inventories quantities by means of other auditing procedures. Since opening inventories affect the determination of the result of operations, I was unable to determine whether adjustments to the results of operations and beginning retained earnings for the period January 1, 2020 to December 31, 2020. My opinion on the current period's financial statements is qualified as the matter may affect the operating results for the current period and comparative figures.

2. As discussed in Note 9 to the financial statements, the Company did not obtain the consolidated and separate financial statements for the three-month period ended March 31, 2021 of PA Capital Company Limited, the associated company, and its subsidiary companies. The Company obtained only the separate financial statements of the associated company as at December 31, 2020, which were audited by another auditor. I was unable to apply other reviewing procedures to satisfy myself as to the value of such investment in associate, including the related accounts in the statements of comprehensive income. This matter is considered to be a scope limitation imposed by circumstance. In addition, for the review of financial statements for the first quarter of 2020 and the audit of financial statements for the year 2020, I was not furnished with the up-to-date financial statements of the associated company and its

subsidiary companies for such periods as well. I therefore issued the qualified conclusion on the financial statements for the first quarter of 2020 and issued the qualified opinion on the financial statements for the year 2020 for such matter.

Since I was unable to determine whether and to what extent any adjustments were required to adjust the value of investment in associate as at March 31, 2021 and December 31, 2020, including the related accounts in the statements of comprehensive income for the first quarters of 2021 and 2020. My conclusion on the current period's financial statements is qualified as the matter may affect the operating results and the financial position for the current period and comparative figures.

**Qualified conclusion**

Based on my review, except for any adjustments that might be required to the interim financial information for the three-month period ended March 31, 2021 as a result of the matter discussed in the basis for qualified conclusion paragraph 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.



(Mr. Apiruk Ati-anuwat)

Certified Public Accountant Registration No. 5202

Dr. Virach & Associates Office Co. Ltd.

Bangkok : May 17, 2021

PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2021

THOUSAND BAHT

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As At	As At	As At	As At
		March 31, 2021	December 31, 2020	March 31, 2021	December 31, 2020
		Unaudited Reviewed	Audited	Unaudited Reviewed	Audited
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents	5	39,994	43,110	1,885	1,861
Trade and other current receivables	6	151,074	140,921	5,676	5,492
Short-term loans to related parties	21	-	-	2,500	2,000
Short-term loans to others		278	278	-	-
Current portion of long-term loans to related parties	21	1,900	2,500	-	-
Inventories		82,756	81,219	1,614	1,328
Current biological assets		1,012	1,385	1,012	1,385
Other current assets		2,231	2,143	443	438
<b>Total current assets</b>		<b>279,245</b>	<b>271,556</b>	<b>13,130</b>	<b>12,504</b>
<b>Non-current assets</b>					
Restricted bank deposits	7	14,295	14,285	1,349	1,349
Other non-current financial assets					
Marketable securities		28	30	28	30
Non-marketable securities					
Investments in related parties	10	2,973	2,973	1,933	1,933
Investments in subsidiaries	8	-	-	182,675	168,008
Investments in associates	9	-	-	-	-
Long-term loans to related parties	21	-	-	9,366	-
Investments property	11	424,651	425,221	431,895	365,361
Property, plant and equipment	12	93,085	85,876	8,856	6,166
Right-of-use assets	13	34,196	37,752	2,716	2,922
Non-current biological assets		3,886	3,886	3,886	-
Deferred tax assets	18	3,509	3,454	-	-
Receivables from guarantee - related parties	21	-	-	-	-
Other non-current assets					
Withholding tax deducted at source		3,701	2,359	738	588
Other non-current assets		3,491	5,815	233	235
<b>Total other non-current assets</b>		<b>7,192</b>	<b>8,174</b>	<b>971</b>	<b>823</b>
<b>Total non-current assets</b>		<b>583,815</b>	<b>581,651</b>	<b>643,675</b>	<b>546,592</b>
<b>TOTAL ASSETS</b>		<b>863,060</b>	<b>853,207</b>	<b>656,805</b>	<b>559,096</b>



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PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2021

THOUSAND BAHT

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As At	As At	As At	As At
		March 31, 2021	December 31, 2020	March 31, 2021	December 31, 2020
		Unaudited Reviewed	Audited	Unaudited Reviewed	Audited
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
<b>Current liabilities</b>					
Bank overdrafts	14	23,240	17,559	22,829	15,851
Trade and other current payables	15	89,693	80,537	8,529	8,115
Current contract liabilities		7,156	3,232	-	-
Current portion of lease liabilities	16	15,492	15,964	940	983
Corporate income tax payable		1,651	1,133	-	-
Other current liabilities		1,514	1,953	107	749
<b>Total current liabilities</b>		<b>138,746</b>	<b>120,378</b>	<b>32,405</b>	<b>25,698</b>
<b>Non-current liabilities</b>					
Lease liabilities	16	12,737	16,328	2,013	2,226
Long-term borrowings from related person and parties	21	60,000	60,000	92,000	109,500
Deferred tax liabilities	18	2,671	2,812	1,452	1,406
Non-current provisions for employee benefits	17	27,583	27,156	3,203	3,155
Other non-current provisions		241	241	241	241
Other non-current liabilities		3,505	3,505	3,505	3,505
<b>Total non-current liabilities</b>		<b>106,737</b>	<b>110,042</b>	<b>102,414</b>	<b>120,033</b>
<b>Total liabilities</b>		<b>245,483</b>	<b>230,420</b>	<b>134,819</b>	<b>145,731</b>
<b>Shareholders' equity</b>					
Share capital					
Authorized share capital					
540,000,000 ordinary shares of Baht 0.51 each		275,400	275,400	275,400	275,400
Issued and paid up share capital					
540,000,000 ordinary shares of Baht 0.51 each		275,400	275,400	275,400	275,400
The Company's shares held by subsidiaries		(20,042)	(20,042)	-	-
Retained earnings					
Legal reserve		18,256	18,256	18,256	18,256
Unappropriated		312,016	317,697	228,426	119,803
Other components of shareholders' equity		4,846	4,848	(96)	(94)
Equity attributable to owners of the Company		590,476	596,159	521,986	413,365
Non-controlling interests		27,101	26,628	-	-
<b>Total shareholders' equity</b>		<b>617,577</b>	<b>622,787</b>	<b>521,986</b>	<b>413,365</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>863,060</b>	<b>853,207</b>	<b>656,805</b>	<b>559,096</b>



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**PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

THOUSAND BAHT : Except earnings (loss) per share presented in Baht

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2021	2020	2021	2020
<b>Revenues</b>					
Sales		172,203	185,116	7,202	7,229
Revenues from hire of work		5,757	3,684	-	-
Dividend income	8	-	-	-	2,904
Gain on disposal of assets		21	81	-	7
Gain from change in fair value of biological assets		342	75	342	75
Other income		4,644	7,912	2,765	3,562
<b>Total revenues</b>		<b>182,967</b>	<b>196,868</b>	<b>10,309</b>	<b>13,777</b>
<b>Expenses</b>					
Cost of sales and hire of work		155,546	161,544	5,079	7,472
Distribution expenses		4,738	3,870	2,222	1,099
Administrative expenses		24,899	23,891	7,060	5,879
<b>Total expenses</b>		<b>185,183</b>	<b>189,305</b>	<b>14,361</b>	<b>14,450</b>
<b>Profit (loss) from operating activities</b>		<b>(2,216)</b>	<b>7,563</b>	<b>(4,052)</b>	<b>(673)</b>
Finance income		160	262	48	-
Finance costs		(1,452)	(1,512)	(1,263)	(1,190)
Gain and reversal of impairment loss (impairment loss) in accordance with TFRS 9					
- Loss on expected credit loss		(972)	278	-	-
Impairment loss from investments in associates		-	-	(483)	-
Reversal of allowance for impairment of investments in subsidiaries		-	-	381,775	-
Loss from dissolution of subsidiary		-	-	(266,964)	-
Impairment loss on fixed assets		(391)	-	(391)	-
Share of profit of associates accounted for using equity method		-	-	-	-
<b>Profit (loss) before income tax</b>		<b>(4,871)</b>	<b>6,591</b>	<b>108,670</b>	<b>(1,863)</b>
Income tax expenses	18	(337)	(689)	(46)	(46)
<b>Profit (loss) for the period</b>		<b>(5,208)</b>	<b>5,902</b>	<b>108,624</b>	<b>(1,909)</b>



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**PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF COMPREHENSIVE INCOME (CONTINUED)**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

THOUSAND BAHT : Except earnings (loss) per share presented in Baht

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2021	2020	2021	2020
Profit (loss) for the period	(5,208)	5,902	108,624	(1,909)
<b>Other comprehensive income (loss) :</b>				
Components of other comprehensive income (loss) that will not be reclassified to profit or loss :				
Gain (loss) on remeasuring investment in marketable securities through other comprehensive income	(2)	5	(2)	5
Income tax relating to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
<b>Other comprehensive income (loss) for the period-net of tax</b>	<b>(2)</b>	<b>5</b>	<b>(2)</b>	<b>5</b>
<b>Total comprehensive income (loss) for the period</b>	<b>(5,210)</b>	<b>5,907</b>	<b>108,622</b>	<b>(1,904)</b>
<b>Profit (loss) attributable to:</b>				
Owners of parent	<b>(5,681)</b>	<b>5,286</b>	<b>108,624</b>	<b>(1,909)</b>
Non-controlling interests	473	616	-	-
	<b>(5,208)</b>	<b>5,902</b>	<b>108,624</b>	<b>(1,909)</b>
<b>Total comprehensive income (loss) attributable to:</b>				
Owners of parent	(5,683)	5,291	108,622	(1,904)
Non-controlling interests	473	616	-	-
	<b>(5,210)</b>	<b>5,907</b>	<b>108,622</b>	<b>(1,904)</b>
<b>Basic earnings (loss) per share</b>				
Earnings (loss) per share to equity holders	<b>(0.011)</b>	<b>0.010</b>	<b>0.201</b>	<b>(0.004)</b>
The number of 540,000,000 ordinary shares used in computation				



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**PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

**CONSOLIDATED**

THOUSAND BAHT

	Equity holders of the parent										Equity attributable to non-controlling interests	Total shareholders' equity
	Issued and paid-up share capital	The Company's shares held by its subsidiaries		Retained earnings		Other components of shareholders' equity				Total equity attributable to owners of company		
		Legal reserve	Unappropriated	Other comprehensive loss	Marketable securities	Difference from change in shareholding in subsidiaries	Total other components of shareholders' equity					
<b>Beginning balances as at January 1, 2020</b>	275,400	(17,553)	15,181	204,268	(89)	4,942	4,853	482,149	59,196	541,345		
Profit for the period	-	-	-	5,286	-	-	-	5,286	616	5,902		
Other comprehensive income for the period	-	-	-	-	5	-	5	5	-	5		
Total comprehensive income for the period	-	-	-	5,286	5	-	5	5,291	616	5,907		
Non-controlling interests of the subsidiary	-	-	-	-	-	-	-	-	(578)	(578)		
- Decrease from dividend payment of the subsidiary	-	-	-	-	-	-	-	-	-	-		
<b>Ending balances as at March 31, 2020</b>	275,400	(17,553)	15,181	209,554	(84)	4,942	4,858	487,440	59,234	546,674		
<b>Beginning balances as at January 1, 2021</b>	275,400	(20,042)	18,256	317,697	(94)	4,942	4,848	596,159	26,628	622,787		
Profit (loss) for the period	-	-	-	(5,681)	-	-	-	(5,681)	473	(5,208)		
Other comprehensive loss for the period	-	-	-	-	(2)	-	(2)	(2)	-	(2)		
Total comprehensive income (loss) for the period	-	-	-	(5,681)	(2)	-	(2)	(5,683)	473	(5,210)		
<b>Ending balances as at March 31, 2021</b>	275,400	(20,042)	18,256	312,016	(96)	4,942	4,846	590,476	27,101	617,577		



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**PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

**SEPARATE FINANCIAL STATEMENTS**

THOUSAND BAHT

	Issued and paid-up share capital	Retained earnings		Other components of shareholders' equity	Total
		Legal reserve	Unappropriated		
<b>Beginning balances as at January 1, 2020</b>	275,400	15,181	67,078	(89)	357,570
Loss for the period	-	-	(1,909)	-	(1,909)
Other comprehensive income for the period	-	-	-	5	5
Total comprehensive income (loss) for the period	-	-	(1,909)	5	(1,904)
<b>Ending balances as at March 31, 2020</b>	275,400	15,181	65,169	(84)	355,666
<b>Beginning balances as at January 1, 2021</b>	275,400	18,256	119,802	(94)	413,364
Profit for the period	-	-	108,624	-	108,624
Other comprehensive loss for the period	-	-	-	(2)	(2)
Total comprehensive income (loss) for the period	-	-	108,624	(2)	108,622
<b>Ending balances as at March 31, 2021</b>	275,400	18,256	228,426	(96)	521,986



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**PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CASH FLOWS (1/3)**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

	THOUSAND BAHT			
	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2021	2020	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
PROFIT (LOSS) FOR THE PERIOD	(5,208)	5,902	108,624	(1,909)
ADJUSTMENT TO RECONCILE PROFIT (LOSS) FOR THE PERIOD TO CASH PROVIDED FROM (USED IN) OPERATION :				
Income tax expenses	337	689	46	46
Depreciation expense - Investments property	570	546	570	887
Depreciation expense - Plant and equipment	3,618	1,170	455	430
Depreciation expense - Right-of-use assets	3,556	6,476	206	-
Allowance for expected credit loss (reversal) of trade receivables	1,087	(278)	-	-
Allowance for expected credit loss (reversal) of short-term loan	(115)	-	-	-
Impairment loss on investments property	391	-	391	-
Loss from write off equipment	16	-	16	-
Gain on disposal equipment	(21)	(81)	-	(7)
Gain from change in fair value of biological assets	(342)	(75)	(342)	(75)
Revesal allowance from impairment loss on investments in subsidiary	-	-	(381,775)	-
Loss from dissolution of subsidiary	-	-	266,964	-
Allowance from impairment loss on investments in associates	-	-	483	-
Long-term employee benefits expense	605	588	48	49
Unrealised gain on exchange	(283)	(195)	-	(1)
Dividend income	-	-	-	(2,904)
Amortized withholding tax	4	-	-	-
Interest income	(160)	-	(48)	-
Interest expenses	1,452	1,512	1,263	1,190
Profit (loss) from operation before changes in operating assets and liabilities items	5,507	16,254	(3,099)	(2,294)
(INCREASE) DECREASE IN OPERATING ASSETS ITEMS				
Trade and other current receivables	(11,024)	1,438	(89)	(733)
Inventories	(1,537)	1,049	(286)	(433)
Current biological assets	715	700	715	700
Other current assets	(319)	(2,710)	(5)	(557)
Other non-current assets	296	(878)	2	1



**PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CASH FLOWS (2/3)**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

	THOUSAND BAHT			
	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2021	2020	2021	2020
<b>INCREASE (DECREASE) IN OPERATING LIABILITIES ITEMS</b>				
Trade and other current payables	9,155	(2,885)	1,628	(1,259)
Current contract liabilities	3,906	-	-	-
Other current liabilities	(439)	(755)	(642)	(447)
Cash paid for long-term employee benefits	(178)	(975)	-	-
<b>CASH PROVIDED FROM (USED IN) OPERATION</b>	<b>6,082</b>	<b>11,238</b>	<b>(1,776)</b>	<b>(5,022)</b>
Income tax expenses paid	(1,131)	(373)	(150)	(138)
<b>NET CASH PROVIDED FROM (USED IN) OPERATING ACTIVITIES</b>	<b>4,951</b>	<b>10,865</b>	<b>(1,926)</b>	<b>(5,160)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Increase in restricted bank deposits	(10)	(38)	-	-
Cash received from short-term loans to related parties and others	115	-	-	2,000
Proceeds from long-term loans to related parties	600	600	-	-
Dividend received	-	-	-	2,904
Interest income	247	-	-	-
Increase in equipment	(8,816)	(1,557)	(3,161)	(92)
Increase in investments property	(391)	-	(391)	-
Proceeds from equipment disposal	22	82	-	7
<b>NET CASH PROVIDED FROM (USED IN) INVESTING ACTIVITIES</b>	<b>(8,233)</b>	<b>(913)</b>	<b>(3,552)</b>	<b>4,819</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Increase in bank overdrafts	5,681	5,435	6,978	3,061
Repayment for short-term borrowings from related parties	-	-	-	(2,000)
Repayment for leases liabilities	(4,063)	(4,041)	(256)	-
Dividend paid to non-controlling interest of a subsidiary	-	(578)	-	-
Interest paid	(1,452)	(960)	(1,220)	(1,125)
<b>NET CASH PROVIDED FROM (USED IN) FINANCING ACTIVITIES</b>	<b>166</b>	<b>(144)</b>	<b>5,502</b>	<b>(64)</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(3,116)</b>	<b>9,808</b>	<b>24</b>	<b>(405)</b>
<b>CASH AND CASH EQUIVALENTS AS AT JANUARY 1,</b>	<b>43,110</b>	<b>44,592</b>	<b>1,861</b>	<b>6,289</b>
<b>CASH AND CASH EQUIVALENTS AS AT MARCH 31,</b>	<b>39,994</b>	<b>54,400</b>	<b>1,885</b>	<b>5,884</b>



**PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CASH FLOWS (3/3)**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2021**

THOUSAND BAHT

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2021	2020	2021	2020
<b>ADDITIONAL DISCLOSURE ITEMS TO</b>				
<b>CASH FLOWS STATEMENTS</b>				
NON-CASH FLOWS ITEMS COMPRISE:				
Gain (loss) on measurement of investments in marketable securities	(2)	5	(2)	5
Transfer of withholding tax from current assets to non-current assets	412	-	-	-
Increase in equipment from non-current assets	2,028	-	-	-
Effects from the adopted TFRS 16 Leases as at January 1, 2020				
Transferring equipment to right-of-use assets	-	16,464	-	-
Increase in right-of-use assets from lease liabilities	-	37,538	-	-
Effect of repayment ordinary share of the subsidiary company Excellent Rubber Co., Ltd				
Increase in other current receivables	-	-	47	-
Increase in short-term loans to related parties	-	-	500	-
Increase investment in subsidiaries	-	-	14,667	-
Increase investment in associates	-	-	483	-
Increase in investments property	-	-	67,104	-
Increase in long-term loans to related parties	-	-	9,366	-
Increase in non-current biological assets	-	-	3,886	-
Decrease in other current payables	-	-	1,258	-
Decrease in long-term borrowings	-	-	17,500	-



**PAN ASIA FOOTWEAR PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2021**

**1. GENERAL INFORMATION**

Company status	A juristic person established under Thai law and listed on the Stock Exchange of Thailand.
Company and factory location	
Head office	620/5 Moo 11, Tambol Nongkharm, Aumphur Siracha, Chonburi Province, 20230 Thailand.
Branch 1	507/2 Moo 11, Tambol Nongkharm, Aumphur Siracha, Chonburi Province, 20230 Thailand.
Branch 2	99 Moo 16, Tambol Khlong Muang, Aumphur Pak Chong, Nakhon Ratchasima Province, 30000 Thailand.
Nature of business	1) Investments in the subsidiaries which carry on business according to Note 8 to the financial statements 2) Organic farming business

**2. GOING CONCERN**

As presented in the separate statements of financial position as at March 31, 2021, the Company has current liabilities exceeded current assets by Baht 19.28 million. In addition, several subsidiaries have operating loss and deficits, several subsidiaries ceased their operations that may cast doubt on the Group's ability to continue as a going concern. However, the Company and majority of subsidiaries still have profit from operations. For these reasons, the financial statements have been prepared on the going concern basis.

**3. BASIS FOR PREPARATION OF INTERIM FINANCIAL STATEMENTS**

**3.1** These interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No.34 Interim Financial Reporting issued by the Federation of Accounting Professions and the Notification of the Office of Securities and Exchange Commission. These interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2020.



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**3.2** These interim consolidated financial statements include the financial statements of Pan Asia Footwear Public Company Limited and its subsidiaries as follows:

SUBSIDIARY COMPANIES	NATURE OF BUSINESS	% HOLDING	
		Mar. 31, 2021	Dec. 31, 2020
<b><u>Subsidiaries directly held by the Company</u></b>			
WBLP Co., Ltd.	Manufacture of footwear and bag	100.00	100.00
Modern Technology Component Co., Ltd.	Manufacture of soles and parts for footwear	55.55	55.55
Pontex (Thailand) Co., Ltd.	Manufacture of plastic parts and injection	97.02	97.02
Advantage Footwear Co., Ltd.	Manufacture of footwear and parts for footwear	83.16	79.31
Pek Industry Co.,Ltd. (See Note 8)	Manufacture of polypropylene cutting boards and eyelet	59.06	32.30
International Curity Footwear Co., Ltd.	Ceased operation	100.00	100.00
Phimai Footwear Co., Ltd. (registered its dissolution with the Ministry of Commerce on May 2, 2018)	Under liquidation process	100.00	100.00
Kabinburi Pan Asia Footwear Co., Ltd. (registered its dissolution with the Ministry of Commerce on April 29, 2019)	Under liquidation process	100.00	100.00
Footwear Tech 1530 Co., Ltd. (registered its dissolution with the Ministry of Commerce on June 16, 2020)	Under liquidation process	100.00	100.00
Excellent Rubber Co., Ltd. (registered its dissolution with the Ministry of Commerce on October 12, 2020)	Under liquidation process	100.00	100.00
Innovation Nakornluang Footwear Co., Ltd. (registered its dissolution with the Ministry of Commerce on May 2, 2018)	Under liquidation process	96.07	96.07
<b><u>Subsidiary held by Kabinburi Pan Asia Footwear Co., Ltd.</u></b>			
Buriram Pan Footwear Co., Ltd. (registered its dissolution with the Ministry of Commerce on June 11, 2014)	Under liquidation process	69.27	69.27
<b><u>Subsidiary held by Advantage Footwear Co., Ltd., Modern Technology Component Co., Ltd. and Excellent Rubber Co., Ltd.</u></b>			
Pek Industry Co.,Ltd. (See Note 8)	Manufacture of polypropylene cutting boards and eyelet	22.63	49.43
<b><u>Subsidiary held by Pontex (Thailand) Co., Ltd.</u></b>			
Modern Technology Component Co., Ltd. (See Note 8)	Manufacture of soles and parts for footwear	43.13	43.13



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### 3.3 Financial reporting standards that became effective in the current period

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

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

3.4 Inter-company balances and transactions of the Company and subsidiaries have been eliminated from the interim consolidated financial statements.

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

## 4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended December 31, 2020.

## 5. CASH AND CASH EQUIVALENTS

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020
Cash	242	230	7	5
Deposit in banks	39,752	42,880	1,878	1,856
Total cash and cash equivalents	39,994	43,110	1,885	1,861



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## 6. TRADE AND OTHER CURRENT RECEIVABLES

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020
<u>Trade receivables - related parties</u>				
Current	16,297	11,962	--	--
Overdue within 3 months	12,578	19,479	--	--
Over 3 to 6 months	5,866	4,345	--	--
Over 6 to 12 months	611	2,691	--	220
Over 12 months	78,282	77,638	496	276
Total	113,634	116,115	496	496
<u>Less</u> : Allowance for expected credit loss	(78,908)	(80,330)	(232)	(232)
Total trade receivables - related parties - net	34,726	35,785	264	264
<u>Trade receivables - unrelated parties</u>				
Current	72,463	38,802	943	845
Overdue within 3 months	29,607	48,296	1,417	907
Over 3 to 6 months	3,487	10,051	27	96
Over 6 to 12 months	4,674	2,107	25	--
Over 12 months	10,417	10,312	130	120
Total	120,648	109,568	2,542	1,968
<u>Less</u> : Allowance for expected credit loss	(15,025)	(12,418)	(208)	(208)
Total trade receivables - unrelated parties - net	105,623	97,150	2,334	1,760
Total trade receivables - net	140,349	132,935	2,598	2,024
<u>Other current receivables</u>				
- Related parties	74,782	74,818	99,134	99,159
- Unrelated parties	17,388	14,711	6,917	7,282
Total	92,170	89,529	106,051	106,441
<u>Less</u> : Allowance for expected credit loss				
- Related parties	(71,239)	(71,344)	(98,319)	(98,319)
- Unrelated parties	(10,206)	(10,199)	(4,654)	(4,654)
Total other current receivables - net	10,725	7,986	3,078	3,468
Total trade and other current receivables - net	151,074	140,921	5,676	5,492

## 7. RESTRICTED BANK DEPOSITS

As at March 31, 2021, the Company and its subsidiaries had pledged the fixed deposits at financial institutions to secure credit facilities and bank guarantee facilities issued by the banks on behalf of the Company and its subsidiaries.



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## 8. INVESTMENTS IN SUBSIDIARIES

Details of investments in subsidiaries as presented in separate financial statements are as follows:

SUBSIDIARIES	% HOLDING		PAID - UP CAPITAL		COST		ALLOWANCE FOR IMPAIRMENT ON INVESTMENTS		NET VALUE		DIVIDEND RECEIVED FOR THE THREE-MONTH PERIOD ENDED MARCH, 31	
	Mar. 31,	Dec. 31,	Mar. 31,	Dec. 31,	Mar. 31,	Dec. 31,	Mar. 31,	Dec. 31,	Mar. 31,	Dec. 31,	2021	2020
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020		
1. WBLP Co., Ltd.	100	100	30,000	30,000	43,371	43,371	(43,371)	(43,371)	--	--	--	--
2. Modern Technology Component Co., Ltd.	56	56	50,000	50,000	20,333	20,333	--	--	20,333	20,333	--	--
3. Pontex (Thailand) Co., Ltd.	97	97	82,705	82,705	159,032	159,032	(86,426)	(86,426)	72,606	72,606	--	--
4. Advantage Footwear Co., Ltd.	83	79	91,750	91,750	68,156	63,547	--	--	68,156	63,547	--	2,904
5. International Curiry Footwear Co., Ltd.	100	100	350,000	350,000	349,999	349,999	(349,999)	(349,999)	--	--	--	--
6. Phimai Footwear Co., Ltd. (registered its dissolution with the Ministry of Commerce on May 2, 2018)	100	100	100,000	100,000	115,969	115,969	(115,969)	(115,969)	--	--	--	--
7. Kabinburi Pan Asia Footwear Co., Ltd. (registered its dissolution with the Ministry of Commerce on April 29, 2019)	100	100	350,000	350,000	443,523	443,523	(443,523)	(443,523)	--	--	--	--
8. Footwear Tech 1530 Co., Ltd. (registered its dissolution with the Ministry of Commerce on June 16, 2020)	100	100	--	--	--	--	--	--	--	--	--	--
9. Excellent Rubber Co., Ltd. (registered its dissolution with the Ministry of Commerce on October 12, 2020)	100	100	370,000	370,000	4,112	385,887	(4,112)	(385,887)	--	--	--	--
10. Innovation Nakornluang Footwear Co., Ltd. (registered its dissolution with the Ministry of Commerce on May 2, 2018)	96	96	350,150	350,150	264,290	264,290	(264,290)	(264,290)	--	--	--	--
11. Pek Industry Co., Ltd.	59	32	14,000	14,000	21,580	11,522	--	--	21,580	11,522	--	--
<b>Total</b>			<b>1,490,365</b>	<b>1,857,473</b>	<b>(1,307,690)</b>	<b>(1,689,465)</b>	<b>182,675</b>	<b>168,008</b>	<b>21,580</b>	<b>11,522</b>	<b>--</b>	<b>2,904</b>



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**Refunding investment in subsidiary**

Excellent Rubber Co., Ltd.

On March 3, 2021, the Company has received the refund of the investment amount to Baht 381.78 million. The values of assets acquired and ordinary shares transferred from subsidiaries as follows:

PARTICULARS	THOUSAND BAHT
The values of assets acquired and ordinary shares transferred from subsidiaries	
- Loan with interest to Modern Technology Component Co., Ltd.	9,390
- Loan with interest to WBLP Co., Ltd.	523
- Land	67,104
- Non-current biological assets	3,886
- Pek Industry Co., Ltd.'s shares	10,059
- Advantage Footwear Co., Ltd.'s shares	4,608
- PA Capital Co., Ltd.'s shares	483
- Inter-offset debt of borrowing with interest from Pan Asia Footwear Public Company Limited	18,758
- Right to claim loan with interest to Kabinburi Pan Asia Footwear Co., Ltd.	--
Total	114,811
Reversal of allowance for impairment on investments	(381,775)
Received amount	266,964

In 2020, two subsidiaries have ceased operation as follow:

PARTICULARS	THOUSAND BAHT		
	FOOTWEAR TECH 1530 CO., LTD.	EXACT Q CO., LTD	TOTAL
The values of assets acquired and ordinary shares transferred from subsidiaries			
- Cash and cash equivalents	--	1,387	1,387
- Land	51,250	--	51,250
- Pek Industry Co., Ltd.'s shares	11,522	--	11,522
- PA Capital Co., Ltd.'s shares	1,642	--	1,642
- Inter-offset debt	5,033	--	5,033
Total	69,447	1,387	70,834
Reversal of allowance for impairment on investments	(467,968)	(15,997)	(483,965)
Received amount	(398,521)	(14,610)	(413,131)



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### Acquisition of ordinary shares

#### Advantage Footwear Company Limited

On November 25, 2020, the Company purchased 6,811 ordinary shares of Advantage Footwear Company Limited from International Curity Footwear Company Limited at Baht 31.98 per share, for the total of Baht 0.22 million (Book value as at December 31, 2019).

### Transferring ordinary shares to offset debt

The Company has transferred ordinary shares of Modern Technology Component Company Limited for payment debt to Pontex (Thailand) Company Limited.

On November 26, 2020, the Company has transferred 888,895 ordinary shares of Modern Technology Component Company Limited (MTC) at Baht 18.30 per share, totaling Baht 16.27 million to offset debt with Pontex (Thailand) Company Limited comprised long-term borrowings and share price amount Baht 19.00 million and 9.97 million, respectively totaling Baht 28.97 million. Therefore, the Company has presented this as gain on transferred ordinary shares in the separate statements of comprehensive income amount Baht 12.70 million.

## 9. INVESTMENTS IN ASSOCIATES

(THOUSAND BAHT)

ASSOCIATES	CONSOLIDATED FINANCIAL STATEMENTS						
	NATURE OF BUSINESS	% HOLDING		COST		CARRYING AMOUNTS BASED ON EQUITY METHOD	
		Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020
1. PA Capital Co., Ltd.	Trading of fuel oil	45.88	45.88	376,157	376,157	--	--
2. Nongchang Rubber Co., Ltd.	Ceased operation	28.82	28.82	12,000	12,000	--	--
3. Uthai Bangkok Rubber Co., Ltd.	Ceased operation	28.82	28.82	8,999	8,999	--	--
4. P.L. John Industries Co., Ltd.	Under liquidation process	19.25	19.25	7,700	7,700	--	--
<b>Total</b>				<b>404,856</b>	<b>404,856</b>	<b>--</b>	<b>--</b>



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(THOUSAND BAHT)

ASSOCIATE	SEPARATE FINANCIAL STATEMENTS									
	NATURE OF BUSINESS	% HOLDING		COST		ALLOWANCE FOR IMPAIRMENT ON INVESTMENTS		CARRYING AMOUNTS BASED ON COST METHOD - NET		
		Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020	
PA Capital Co., Ltd.	Trading of fuel oil	28.23	23.65	66,684	66,201	(66,684)	(66,201)	--	--	

In March 2021, the Company has received the rights in PA Capital Company Limited's shares from Excellent Rubber Company Limited due to cease operation.

In November 2020, the Company has received the rights in PA Capital Company Limited's shares from Footwear Tech 1530 Company Limited due to cease operation.

Partial of investments in associates in the consolidated financial statements at cost of Baht 376 million (Separate financial statements: Baht 66 million) was investment in PA Capital Company Limited ("the associate"), the Company did not obtain the financial statements for the three-month period ended March 31, 2021 of the associate and subsidiaries of the associate. The latest financial statements of the associate available to the Company were the financial statements as at December 31, 2020, which were audited by its auditor, and only separate financial statements were presented, not consolidated financial statements, even though it has subsidiaries and associates. However, the Company recorded investments in the associate under the cost method and the equity method as equal to zero.



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10. NON – MARKETABLE SECURITIES – INVESTMENTS IN RELATED PARTIES

(THOUSAND BAHT)

COMPANIES	% HOLDING		COST		ALLOWANCE FOR IMPAIRMENT ON INVESTMENTS		NET VALUE		DIVIDEND RECEIVED FOR THE THREE-MONTH PERIOD ENDED MARCH, 31	
	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020	2021	2020
<b><u>CONSOLIDATED FINANCIAL STATEMENTS</u></b>										
1. Sahapat Properties Co., Ltd.	2.50	2.50	500	500	--	--	500	500	--	--
2. Nutrition House Co., Ltd.	9.95	9.95	13,598	13,598	(13,598)	(13,598)	--	--	--	--
3. Thai Takaya Co., Ltd.	6.67	6.67	2,000	2,000	(2,000)	(2,000)	--	--	--	--
4. Pan Biotech Co., Ltd.	10.00	10.00	1,000	1,000	--	--	1,000	1,000	--	--
5. Barnpan Engineering and Holding Co., Ltd.	19.17	19.17	130,000	130,000	(130,000)	(130,000)	--	--	--	--
6. Pancomp International Co., Ltd.	10.00	10.00	2,000	2,000	(2,000)	(2,000)	--	--	--	--
7. Pan Technical Parts Co., Ltd.	6.00	6.00	720	720	(720)	(720)	--	--	--	--
8. Thai Sung Shin New Material Co., Ltd.	4.57	4.57	11,696	11,696	(11,696)	(11,696)	--	--	--	--
9. Sahachol Foods Supplies Co., Ltd.	1.54	1.54	5,000	5,000	(3,527)	(3,527)	1,473	1,473	--	--
<b>Total</b>			166,514	166,514	(163,541)	(163,541)	<b>2,973</b>	<b>2,973</b>	--	--
<b><u>SEPARATE FINANCIAL STATEMENTS</u></b>										
1. Sahapat Properties Co., Ltd.	2.50	2.50	1,050	1,050	--	--	1,050	1,050	--	--
2. Nutrition House Co., Ltd.	5.17	5.17	4,267	4,267	(4,267)	(4,267)	--	--	--	--
3. Thai Takaya Co., Ltd.	6.67	6.67	2,308	2,308	(2,308)	(2,308)	--	--	--	--
4. Sahachol Foods Supplies Co., Ltd.	0.92	0.92	3,000	3,000	(2,117)	(2,117)	883	883	--	--
<b>Total</b>			10,625	10,625	(8,692)	(8,692)	<b>1,933</b>	<b>1,933</b>	--	--



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## 11. INVESTMENTS PROPERTY

Movements in the investments property account during the three-month period ended March 31, 2021 are summarized as follows:

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS
Net book value	425,221	365,361
<u>Add</u> Increase during the period	391	391
<u>Add</u> Refunding investments in subsidiaries	--	67,104
<u>Less</u> Depreciation during the periods	(570)	(570)
<u>Less</u> Impairment loss on investments property	(391)	(391)
Investments property-net	424,651	431,895

As at March 31, 2021, the Company has mortgaged investments property with net book value amounting to Baht 217 million (December 31, 2020: Baht 217 million) as collateral against loan from related person and credit facilities received from financial institutions.

Depreciation of investments property as presented in statements of comprehensive income for the three-month period ended March 31, 2021 are as follows:

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
Administrative expenses	570
Total	570



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## 12. PROPERTY, PLANT AND EQUIPMENT

Movements in the property, plant and equipment account during the three-month period ended March 31, 2021 are summarized as follows:

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS
<b>COST</b>		
Beginning balances as at January 1, 2021	849,694	159,902
<u>Add</u> Increase during the period	10,844	3,161
<u>Less</u> Disposal/Unused	(14,818)	(68)
Ending balances as at March 31, 2021	845,720	162,995
<b>ACCUMULATED DEPRECIATION</b>		
Beginning balances as at January 1, 2021	705,185	122,364
<u>Add</u> Increase during the period	3,618	455
<u>Less</u> Disposal/Unused	(14,801)	(52)
Ending balances as at March 31, 2021	694,002	122,767
<b>ALLOWANCE FOR IMPAIRMENT</b>		
Beginning balances as at January 1, 2021	58,633	31,372
Ending balances as at March 31, 2021	58,633	31,372
Net book value	93,085	8,856

Depreciation of plant and equipment as presented in statements of comprehensive income for the three-month period ended March 31, 2021 are as follows:

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS
Cost of sales	2,955	280
Administrative expenses	663	175
Total	3,618	455



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**13. RIGHT-OF-USE ASSETS**

Movements in the right-of-use assets account during the three-month period ended March 31, 2021 are summarized as follows:

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS
Net book value as at January 1, 2021	37,752	2,922
Less Depreciation for the period	(3,556)	(206)
Net book value as at March 31, 2021	34,196	2,716

Depreciation of right-of-use assets as presented in statements of comprehensive income for the three-month period ended March 31, 2021 are as follows:

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS
Cost of sales	2,936	37
Administrative expenses	620	169
Total	3,556	206

**14. BANK OVERDRAFTS**

Bank overdrafts of the Company are secured by the mortgage of land and construction thereon of the Company. Bank overdrafts of subsidiaries are secured by the guarantees of the Company, the pledge of machines, bank deposits and the mortgage of land and construction thereon of subsidiaries.



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15. TRADE AND OTHER CURRENT PAYABLES

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020
<u>Related parties</u>				
Trade payables	7,628	3,712	2,269	2,288
Other current payables	5,711	5,711	729	729
Accrued expenses	1,633	1,519	1,865	596
Accrued interest	--	--	--	1,214
Total	14,972	10,942	4,863	4,827
<u>Unrelated parties</u>				
Trade payables	53,434	45,422	234	212
Other current payables	748	734	169	188
Accrued expenses	20,539	23,439	3,263	2,888
Total	74,721	69,595	3,666	3,288
Total trade and other current payables	89,693	80,537	8,529	8,115



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## 16. LEASES LIABILITIES

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020
Lease liabilities - beginning balances	34,359	7,343	3,333	--
Impact due to TFRS 16 : Leases adoption as at January 1, 2020	--	40,433	--	--
<u>Add</u> Increase during the period	--	7,721	--	3,685
<u>Less</u> Cancel contract	--	(3,395)	--	--
<u>Less</u> Payment during the period	(4,484)	(17,743)	(273)	(352)
Lease liabilities - ending balances	29,875	34,359	3,060	3,333
Deferred interest - beginning balances	2,067	520	124	--
Impact due to TFRS 16 : Leases adoption as at January 1, 2020	--	3,681	--	--
<u>Add</u> Increase during the period	--	376	--	152
<u>Less</u> Cancel contract	--	(227)	--	--
<u>Less</u> Interest expense during the period	(421)	(2,283)	(17)	(28)
Deferred interest - ending balances	1,646	2,067	107	124
Lease liabilities	28,229	32,292	2,953	3,209
<u>Less</u> Portion due within one year	(15,492)	(15,964)	(940)	(983)
Lease liabilities - net of current portion	12,737	16,238	2,013	2,226

The portion of lease liabilities due within one year was shown under current liabilities.

## 17. NON - CURRENT PROVISIONS FOR EMPLOYEE BENEFITS

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2021	Dec. 31, 2020	Mar. 31, 2021	Dec. 31, 2020
<b><u>Defined benefit obligation</u></b>				
Beginning balances	27,156	25,520	3,155	2,892
<u>Add</u> Current service cost	552	2,050	43	160
Interest cost	53	374	5	39
Loss from provisions (recognized in other comprehensive income)	--	206	--	190
<u>Less</u> Benefits paid during the periods	(178)	(994)	--	(126)
Ending balances	27,583	27,156	3,203	3,155



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## 18. INCOME TAXES

The Company and subsidiaries' income tax for the three-month periods ended March 31, 2021 and 2020 are calculated from the accounting profit (loss) after adjustment with some other revenues and expenses which are exempted from income tax or being disallowable expenses in corporate income tax computation.

The Company and subsidiaries' income taxes were calculated at the rate of 20 percent.

Income tax expenses recognized in statements of comprehensive income consist:

(THOUSAND BAHT)

FOR THE PERIODS ENDED MARCH 31,	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2021	2020	2021	2020
<u>For the three-month periods</u>				
The income tax for the periods	533	889	--	--
Deferred tax and reversal of temporary differences	(196)	(200)	46	46
<b>Income tax expenses</b>	<b>337</b>	<b>689</b>	<b>46</b>	<b>46</b>

As at March 31, 2021 and December 31, 2020, the deferred tax assets (liabilities) arose from the following temporary differences:

PARTICULARS	THOUSAND BAHT			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2021	2020	2021	2020
Accumulated of temporary differences in the statements of comprehensive income				
Calculate depreciation difference from useful life	(20,190)	(20,792)	(7,259)	(7,028)
Provision for long-term employee benefits	24,380	23,985	--	--
<b>Total</b>	<b>4,190</b>	<b>3,193</b>	<b>(7,259)</b>	<b>(7,028)</b>
Temporary differences in other comprehensive income				
- Recognized in retained earnings				
Provision for long-term employee benefits	--	15	--	--
<b>Total</b>	<b>4,190</b>	<b>3,208</b>	<b>(7,259)</b>	<b>(7,028)</b>
Deferred tax assets	3,509	3,454	--	--
Deferred tax liabilities	2,671	2,812	1,452	1,406



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**19. DIVIDEND PAYMENT AND DIRECTORS' REMUNERATION**

On April 27, 2021, the Ordinary General Shareholders' Meeting was held and approved a resolution to pay Annual Dividend at Baht 0.015 per share, to the shareholders of 540 million shares, totalling Baht 8.10 million by fixing the payment date for dividend on May 25, 2021 and approved to pay directors' remuneration amounting not more than Baht 5.00 million.

On August 4, 2020, the Ordinary General Shareholders' Meeting has acknowledged the interim dividends payment which already paid to shareholders, in accordance with the resolution of the Board of Directors of the Company Meeting held on March 31, 2020 has approved the payment of interim dividends to shareholders at Baht 0.0102 per share, to the shareholders of 540 million shares, totalling Baht 5.50 million. The interim dividend payment was paid on April 30, 2020 and approved to pay directors' remuneration for the year 2020 amounting not more than Baht 5.00 million.

**20. FOREIGN CURRENCY TRANSACTIONS**

The Company and its subsidiaries have assets and liabilities denominated in foreign currencies which are not covered by any hedging as follows:

(THOUSAND)

PARTICULARS	FOREIGN CURRENCIES		TRANSLATED TO BAHT	
	March 31, 2021	December 31, 2020	March 31, 2021	December 31, 2020
<b><u>CONSOLIDATED FINANCIAL STATEMENTS</u></b>				
<b>ASSETS</b>				
USD	544.69	337.85	16,979.89	10,363.32
SGD	0.86	--	19.77	--
TOTAL			16,999.66	10,363.32
<b>LIABILITIES</b>				
Portion due within one year				
USD	23.61	20.04	743.76	606.49
TOTAL			743.76	606.49
<b><u>SEPARATE FINANCIAL STATEMENTS</u></b>				
<b>ASSETS</b>				
USD	0.21	0.21	6.64	6.36



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## 21. TRANSACTIONS WITH RELATED PERSON AND PARTIES

The Company and its subsidiaries have accounting transactions with its related parties, which are related by shareholding or having some shareholders or co-directors. Such business transactions are in accordance with under the mutually agreed conditions.

The following transactions incurred between the Company and related person and parties:

COMPANIES	RELATIONSHIP
1. Subsidiaries	See Note 8
2. Associates	See Note 9
3. Related companies	See Note 10
3.1 Sahapat Properties Co., Ltd.	Related company by being its shareholder.
3.2 Nutrition House Co., Ltd.	Related company by being its shareholder.
3.3 Thai Takaya Co., Ltd.	Related company by being its shareholder.
3.4 Pan Biotech Co., Ltd.	Related company by being its shareholder.
3.5 Barnpan Engineering and Holding Co., Ltd.	Related company by being its shareholder.
3.6 Pancomp International Co., Ltd.	Related company by being its shareholder.
3.7 Pan Technical Parts Co., Ltd.	Related company by being its shareholder.
3.8 Thai Sung Shin New Material Co., Ltd.	Related company by being its shareholder.
3.9 Sahachol Foods Supplies Co., Ltd.	Related company by being its shareholder and co-directors.
3.10 Natural Art & Technology Co., Ltd.	Related person by being a director's cousin.
4. Related person	
Mr. Boonyasit Chokwatana	Related person by being a director's cousin.



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The significant related transactions are as follows:

(THOUSAND BAHT)

TRANSACTIONS IN STATEMENTS OF FINANCIAL POSITION	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2021	Dec.31, 2020	Mar. 31, 2021	Dec.31, 2020
1. Trade and other current receivables				
- Subsidiaries	--	--	89,853	89,878
- Associates	44,447	44,447	180	180
- Related parties	143,969	146,486	9,597	9,597
Total	188,416	190,933	99,630	99,655
<u>Less</u> Allowance for expected credit loss	(150,147)	(151,674)	(98,551)	(98,551)
Total trade and other current receivables - net	<b>38,269</b>	<b>39,259</b>	<b>1,079</b>	<b>1,104</b>
2. Short-term loans to related parties				
- Subsidiaries	--	--	103,958	103,458
- Associates	850	850	--	--
- Related parties	4,414	4,529	--	--
Total	5,264	5,379	103,958	103,458
<u>Less</u> Allowance for expected credit loss	(5,264)	(5,379)	(101,458)	(101,458)
Short-term loans to related parties - net	--	--	<b>2,500</b>	<b>2,000</b>
3. Long-term loans to related parties				
- Subsidiaries	--	--	9,366	--
- Associates	16,230	16,230	--	--
- Related parties	1,900	2,500	--	--
Total	18,130	18,730	9,366	--
<u>Less</u> Portion due within one year	(1,900)	(2,500)	--	--
<u>Less</u> Allowance for expected credit loss	(16,230)	(16,230)	--	--
Long-term loans to related parties - net	--	--	<b>9,366</b>	--
4. Receivables from guarantee				
- Subsidiaries	--	--	21,119	21,119
- Associates	36,286	36,286	36,286	36,286
- Related parties	14,734	14,734	14,734	14,734
Total	51,020	51,020	72,139	72,139
<u>Less</u> Allowance for expected credit loss	(51,020)	(51,020)	(72,139)	(72,139)
Receivables from guarantee - net	--	--	--	--
5. Trade and other current payables				
- Subsidiaries	--	--	2,283	2,185
- Associate	295	295	289	289
- Related parties	14,677	10,647	2,291	2,353
Total	<b>14,972</b>	<b>10,942</b>	<b>4,863</b>	<b>4,827</b>



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(THOUSAND BAHT)

TRANSACTIONS IN STATEMENTS OF FINANCIAL POSITION	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2021	Dec.31, 2020	Mar. 31, 2021	Dec.31, 2020
	6. Long-term borrowings from related parties and person			
- Subsidiaries	--	--	32,000	49,500
- Related person	60,000	60,000	60,000	60,000
Total	<b>60,000</b>	<b>60,000</b>	<b>92,000</b>	<b>109,500</b>

(THOUSAND BAHT)

TRANSACTIONS IN STATEMENTS OF COMPREHENSIVE INCOME FOR THE THREE-MONTH PERIODS	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2021	Mar. 31, 2020	Mar. 31, 2021	Mar. 31, 2020
	1. Sales (Cost - plus margins)			
- Related parties	28,135	33,007	--	--
2. Dividend income				
- Subsidiaries	--	--	--	2,904
3. Purchase of goods (Cost - plus margins)				
- Related parties	4,510	2,856	--	--
4. Utilities expenses (As specified in agreement)				
- Related parties	1,150	1,123	--	--
5. Other expenses (As specified in agreement)				
- Related parties	3,391	3,680	--	--
6. Finance costs				
- Subsidiaries (1.50 - 2.50% per annum)	--	--	241	410
- Related person (4.9% per annum)	725	733	725	733
Total	<b>725</b>	<b>733</b>	<b>966</b>	<b>1,143</b>



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## 22. SEGMENT INFORMATION

Operating segment information is reported in a manner consistent with the internal reports of the Company that are regularly reviewed by the chief operating decision maker in order to make decisions about allocation of resources to the segment and assess its performance. The chief operating decision maker has been identified as Board of Directors and Executive Board of Directors of the Company and its subsidiaries.

For management purposes, the Company and its subsidiaries are organised into business units based on its products and services and have four reportable segments as follows:

- The manufacture and distribution of footwear and bag.
- The manufacture of soles and parts for footwear.
- Production support business, consisting of plastic parts injection, molds manufacture and repair, fabric manufacture and dyeing, and cutting board and eyelet.
- The organic farming business and others.

The chief operating decision maker monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and assessing performance. Segment performance is measured based on operating profit or loss and on a basis consistent with that used to measure operating profit or loss in the financial statements.

The Company and its subsidiaries operate in Thailand only. As a result, all the revenues and assets as reflected in these financial statements pertain exclusively to this geographical reportable segment.

The basis of accounting for any transactions between reportable segments is consistent with that for third party transactions.





The following tables present revenue and profit or loss information regarding the Company's and its subsidiaries' operating segments for the three-month periods ended March 31, 2021 and 2020, respectively.

For the three-month period ended March 31,	(MILLION BAHT)											
	The manufacture and distribution of footwear and bag		The manufacture of soles and parts for footwear		Production support business		The organic farming business and others		Elimination		Consolidated financial statement	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Revenue from external customers	16	18	119	123	36	41	7	7	--	--	178	189
Inter-segment revenue	--	--	22	14	3	1	--	--	(25)	(15)	--	--
Total revenue	16	18	141	137	39	42	7	7	(25)	(15)	178	189
Cost of sales and services	(13)	(16)	(132)	(122)	(31)	(32)	(5)	(7)	25	15	(156)	(162)
Segment operating profit	3	2	9	15	8	10	2	--	--	--	22	27
Other income											5	8
Selling and distribution expenses											(5)	(3)
Administrative expenses											(26)	(24)
Finance cost											(1)	(2)
Tax expenses											--	--
Profit (loss) for the period											(5)	6
Investments property - net											425	317
Property, plant and equipment-net											93	70
Right-of-use assets-net											34	47



*Wabayan*

## 23. COMMITMENTS AND CONTINGENT LIABILITIES

### 23.1 Commitments under lease and service agreements are as follow:

The Company and its subsidiaries do not elect to recognize right-of-use assets for short-term leases, leases of low value underlying assets and operating leases with a lease term of 12 months.

As at March 31, 2021, the subsidiary has commitments under lease and service agreements totaling Baht 1.44 million.

### 23.2 Guarantees

- A) The Company and its subsidiaries have obligations under its guarantees of loans and credit facilities provided to their related parties by banks and financial institutions as follows:

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS
Guarantees of loans and credit facilities	96,500	96,500

- B) The Company and its subsidiaries have commitments under letters of guarantee with financial institutions as follow:

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED FINANCIAL STATEMENTS	SEPARATE FINANCIAL STATEMENTS
Guarantee electricity use	7,769	1,349

### 23.3 Litigations

Two subsidiaries were sued by a related company for the unpaid rental and damages for breach of the car rental agreements. The Court of First Instance has ordered these subsidiaries to make payment totaling Baht 2.5 million plus interest at the rate of 7.5% per annum. In June 2016, these subsidiaries filed a petition requesting for reconsideration of the court order, but the Court denied the request. The subsidiaries recorded a portion of such liabilities in their account. Therefore, the remaining amount was recorded as provision for litigation in accordance with the order by the Court of First Instance.

## 24. COVID-19 PANDEMIC

COVID-19 pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. The Group's management will continue to monitor the ongoing development and regularly assess the financial impact in respect of valuation of assets and provisions for liabilities.



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**24. EVENTS AFTER THE REPORTING PERIOD**

On April 1, 2021, the Board of Directors' Meeting passed the resolution to approve the disposal ordinary share of PA Capital Co., Ltd. amount 4,837,432 shares at Baht 1.00 per share, a total of Baht 4.84 million and approve the invest of ordinary share of Pek Industry Co., Ltd. amount 2,039 shares at Baht 2,684.60 per share, a total of Baht 5.47 million.

**25. INTERIM FINANCIAL STATEMENTS APPROVAL**

These interim financial statements were duly approved by the Company's directors on May 17, 2021.



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