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This document is in draft form. It is subject to review and change and therefore its contents cannot be relied upon as being accurate.

Pacific Pipe Public Company Limited
Review report and financial information
For the three-month and six-month periods ended 30 June 2025

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Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Pacific Pipe Public Company Limited

I have reviewed the accompanying financial information of Pacific Pipe Public Company Limited (the Company), which comprises the statement of financial position as at 30 June 2025, the related statements of comprehensive income for the three-month and six-month periods then ended, and the related statements of changes in shareholders' equity and cash flows for the six-month period then ended, as well as the condensed notes to the interim financial statements (collectively "the interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

Chonlaros Suntiasvaraporn

Certified Public Accountant (Thailand) No. 4523

EY Office Limited

Bangkok: 13 August 2025

Pacific Pipe Public Company Limited

Statement of financial position

As at 30 June 2025

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(Unit: Thousand Baht)

	<u>Note</u>	<u>30 June 2025</u> (Unaudited but reviewed)	<u>31 December 2024</u> (Audited)
Assets			
Current assets			
Cash and cash equivalents		231,793	302,919
Trade and other current receivables	3	908,580	800,922
Inventories	4	1,526,793	1,239,921
Advance payments for raw material		231,044	88,751
Other current assets		30,665	26,112
Total current assets		2,928,875	2,458,625
Non-current assets			
Property, plant and equipment	5	1,417,623	1,454,092
Intangible assets		18,016	18,759
Other non-current assets		327	327
Total non-current assets		1,435,966	1,473,178
Total assets		4,364,841	3,931,803

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors

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

Pacific Pipe Public Company Limited
Statement of financial position (continued)
As at 30 June 2025

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(Unit: Thousand Baht)

	<u>Note</u>	<u>30 June 2025</u> (Unaudited but reviewed)	<u>31 December 2024</u> (Audited)
Liabilities and shareholders' equity			
Current liabilities			
Short-term loans from financial institutions	6	2,177,633	1,727,819
Trade and other current payables	7	134,482	222,113
Current portion of lease liabilities		6,557	10,180
Other current liabilities		13,162	11,992
Total current liabilities		2,331,834	1,972,104
Non-current liabilities			
Lease liabilities - net of current portion		11,049	13,910
Deferred tax liabilities	8	98,293	100,555
Non-current provision for employee benefits		41,183	39,137
Total non-current liabilities		150,525	153,602
Total liabilities		2,482,359	2,125,706

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Pacific Pipe Public Company Limited
Statement of financial position (continued)
As at 30 June 2025

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(Unit: Thousand Baht)

	30 June 2025	31 December 2024
	(Unaudited but reviewed)	(Audited)
Shareholders' equity		
Share capital		
Registered		
660,000,000 ordinary shares of Baht 1 each	660,000	660,000
Issued and fully paid up		
660,000,000 ordinary shares of Baht 1 each	660,000	660,000
Share premium		
Share premium on ordinary shares	514,845	514,845
Surplus on treasury shares	1,011	1,011
Retained earnings		
Appropriated - statutory reserve	67,000	67,000
Unappropriated	225,246	148,861
Other components of shareholders' equity	414,380	414,380
Total shareholders' equity	1,882,482	1,806,097
Total liabilities and shareholders' equity	4,364,841	3,931,803
	-	-

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We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors

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Pacific Pipe Public Company Limited

Statement of comprehensive income

For the three-month period ended 30 June 2025

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(Unaudited but reviewed)

(Unit: Thousand Baht, except earnings (loss) per share expressed in Baht)

	<u>Note</u>	<u>2025</u>	<u>2024</u>
Profit or loss:			
Revenues			
Sales and service income		1,697,005	1,971,809
Gains on exchange		-	6,556
Other income		15,903	19,000
Total revenues		<u>1,712,908</u>	<u>1,997,365</u>
Expenses			
Cost of sales and services		1,578,243	1,912,528
Selling and distribution expenses		35,480	35,343
Administrative expenses		64,940	65,073
Total expenses		<u>1,678,663</u>	<u>2,012,944</u>
Operating profit (loss)		34,245	(15,579)
Finance income		413	413
Finance cost		(12,432)	(15,223)
Profit (loss) before income tax benefits		22,226	(30,389)
Income tax benefits	8	2,174	2,618
Profit (loss) for the period		<u>24,400</u>	<u>(27,771)</u>
Other comprehensive income for the period		<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u>24,400</u>	<u>(27,771)</u>
Earnings (loss) per share			
Basic earnings (loss) per share			
Profit (loss) for the period		<u>0.04</u>	<u>(0.04)</u>

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors

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

Pacific Pipe Public Company Limited
Statement of comprehensive income
For the six-month period ended 30 June 2025



(Unaudited but reviewed)

(Unit: Thousand Baht, except earnings (loss) per share expressed in Baht)

	<u>Note</u>	<u>2025</u>	<u>2024</u>
Profit or loss:			
Revenues			
Sales and service income		3,577,761	3,933,467
Gains on exchange		-	12,965
Other income		32,913	38,072
Total revenues		<u>3,610,674</u>	<u>3,984,504</u>
Expenses			
Cost of sales and services		3,321,199	3,797,901
Selling and distribution expenses		70,775	68,084
Administrative expenses		119,850	129,616
Total expenses		<u>3,511,824</u>	<u>3,995,601</u>
Operating profit (loss)		98,850	(11,097)
Finance income		414	415
Finance cost		(25,141)	(30,511)
Profit (loss) before income tax benefits		74,123	(41,193)
Income tax benefits	8	2,262	2,728
Profit (loss) for the period		<u>76,385</u>	<u>(38,465)</u>
Other comprehensive income for the period		<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u><u>76,385</u></u>	<u><u>(38,465)</u></u>
Earnings (loss) per share			
Basic earnings (loss) per share			
Profit (loss) for the period	<div style="border: 1px solid red; padding: 5px; width: fit-content;"> We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form. Directors </div>	<u>0.12</u>	<u>(0.06)</u>

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

Pacific Pipe Public Company Limited

Cash flow statement

For the six-month period ended 30 June 2025



(Unaudited but reviewed)

(Unit: Thousand Baht)

	<u>2025</u>	<u>2024</u>
Cash flows from operating activities		
Profit (loss) before tax	74,123	(41,193)
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	51,590	55,009
Expected credit losses	3,331	329
Reduction of inventory cost to net realisable value	4,951	10,504
Loss on disposals/write-off of equipment	991	61
Provision for employee benefits	2,046	2,231
Unrealised gain on exchange	(146)	(48)
Gain on fair value adjustments of derivatives	-	(2,244)
Finance income	(414)	(415)
Interest expenses	24,962	30,374
Profit from operating activities before changes in operating assets and liabilities	161,434	54,608
Operating assets (increase) decrease		
Trade and other current receivables	(110,989)	(182,953)
Inventories	(291,823)	(12,037)
Advance payments for raw material	(142,293)	-
Other current assets	(4,518)	7,404
Other non-current assets	-	35
Operating liabilities increase (decrease)		
Trade and other current payables	(90,298)	21,153
Other current liabilities	1,170	6,359
Cash flows used in operating activities	(477,317)	(105,431)
Interest received	414	415
Interest paid	(25,626)	(30,337)
Withholding tax refundable received	-	10,414
Income tax paid	(35)	(62)
Net cash flows used in operating activities	(502,564)	(125,001)

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

Directors

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

Pacific Pipe Public Company Limited**Cash flow statement (continued)****For the six-month period ended 30 June 2025**

(Unaudited but reviewed)

(Unit: Thousand Baht)

	<u>2025</u>	<u>2024</u>
Cash flows from investing activities		
Acquisition of plant and equipment	(12,173)	(3,271)
Proceeds from sales of equipment	<u>281</u>	<u>1,419</u>
Net cash flows used in investing activities	<u>(11,892)</u>	<u>(1,852)</u>
Cash flows from financing activities		
Cash received from short-term loans from financial institutions	3,849,530	4,004,903
Cash paid for short-term loans from financial institutions	(3,399,716)	(3,910,589)
Payment of principal portion of lease liabilities	<u>(6,484)</u>	<u>(6,272)</u>
Net cash flows from financing activities	<u>443,330</u>	<u>88,042</u>
Net decrease in cash and cash equivalents	(71,126)	(38,811)
Cash and cash equivalents at beginning of period	<u>302,919</u>	<u>268,328</u>
Cash and cash equivalents at end of period	<u><u>231,793</u></u>	<u><u>229,517</u></u>

Supplemental cash flows information:

Non-cash transactions

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Directors

Acquisition of plant and equipment for which no cash has been paid	3,477	5,294
Additions of right-of-use assets and lease liabilities	-	6,196
Acquisition of intangible asset for which no cash has been paid	-	5

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

(Unaudited but reviewed)

Pacific Pipe Public Company Limited
Statement of changes in shareholders' equity
For the six-month period ended 30 June 2025

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(Unit: Thousand Baht)

				Other components of equity		Other comprehensive income		Total
	Issued and fully paid-up share capital	Share premium on ordinary shares	Surplus on treasury shares	Retained earnings Appropriated - statutory reserve	Unappropriated	Surplus on revaluation of assets		shareholders' equity
Balance as at 1 January 2024	660,000	514,845	1,011	67,000	352,629	416,163		2,011,648
Loss for the period	-	-	-	-	(38,465)	-		(38,465)
Other comprehensive income for the period	-	-	-	-	-	-		-
Total comprehensive income for the period	-	-	-	-	(38,465)	-		(38,465)
Balance as at 30 June 2024	660,000	514,845	1,011	67,000	314,164	416,163		1,973,183
Balance as at 1 January 2025	660,000	514,845	1,011	67,000	148,861	414,380		1,806,097
Profit for the period	-	-	-	-	76,385	-		76,385
Other comprehensive income for the period	-	-	-	-	-	-		-
Total comprehensive income for the period	-	-	-	-	76,385	-		76,385
Balance as at 30 June 2025	660,000	514,845	1,011	67,000	225,246	414,380		1,882,482

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Pacific Pipe Public Company Limited

Condensed notes to interim financial statements

For the three-month and six-month periods ended 30 June 2025

1. General information

1.1 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, with the Company presenting condensed interim financial statements. The Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements and has presented notes to the interim financial statements on condensed basis.

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 circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

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 Thai language interim financial statements.

1.2 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 31 December 2024.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2025, do not have any significant impact on the Company's financial statements.

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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2. Related party transactions

During the period, the Company had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Summaries significant business transactions with related parties as follows.

(Unit: Million Baht)

	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
<u>Transactions with related parties</u>				
Office rental and service expenses	1.1	1.1	2.2	2.2
Land rental expenses	1.6	1.5	3.2	3.0

The balances between the Company and those related parties are as follows:

(Unit: Thousand Baht)

	<u>30 June 2025</u>	<u>31 December 2024</u>
		(Audited)
<u>Lease liabilities - related parties</u>		
Major shareholder of the Company	362	2,489
Related companies (related by common shareholders)	9,980	12,761
Total lease liabilities - related parties	<u>10,342</u>	<u>15,250</u>

The Company's Board of Directors Meeting on 13 May 2025 passed a resolution approving the Company to enter into an office lease agreement with the existing tenant, which is a related party, with a total contract value of Baht 12.47 million for a period of 3 years, commencing from 1 August 2025 to 31 July 2028. Additionally, a land lease agreement with the existing tenant, which is another related party, was approved, with a total contract value of Baht 7.95 million for a period of 3 years, commencing from 1 September 2025 to 31 August 2028.

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Directors and management's benefits

(Unit: Thousand Baht)

	For the three-month periods		For the six-month periods	
	ended 30 June		ended 30 June	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Short-term employee benefits	4,783	6,315	9,211	12,859
Post-employment benefits	53	191	106	382
Total	<u>4,836</u>	<u>6,506</u>	<u>9,317</u>	<u>13,241</u>

3. Trade and other current receivables

(Unit: Thousand Baht)

	<u>30 June 2025</u>	<u>31 December 2024</u>
		(Audited)
<u>Trade receivables - unrelated parties</u>		
Aged on the basis of due dates		
Not yet due	700,612	570,535
Past due		
Up to 3 months	190,492	221,446
3 - 6 months	7,668	12,006
6 - 12 months	18,647	3,664
Over 12 months	27,041	25,805
Total	<u>944,460</u>	<u>833,456</u>
Less: Allowance for expected credit losses	<u>(36,534)</u>	<u>(33,203)</u>
Total trade receivables - unrelated parties - net	<u>907,926</u>	<u>800,253</u>
<u>Other current receivables</u>		
Other current receivables - unrelated parties	<u>654</u>	<u>669</u>
Total other current receivables	<u>654</u>	<u>669</u>
Total trade and other current receivables - net	<u>908,580</u>	<u>800,922</u>

4. Inventories

Movements of the reduction of inventory cost to net realisable value account during the six-month period ended 30 June 2025 are summarised below:

(Unit: Thousand Baht)

Balance as at 1 January 2025	33,915
Add: Reduction of inventory cost to net realisable value during the period	<u>4,951</u>
Balance as at 30 June 2025	<u>38,866</u>

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5. Property, plant and equipment

(Unit: Thousand Baht)

	30 June 2025	31 December 2024
		(Audited)
Net book value:		
Property, plant and equipment	1,402,610	1,433,361
Right-of-use assets	15,013	20,731
Total	1,417,623	1,454,092

Movements of the property, plant and equipment account during the six-month period ended 30 June 2025 are summarised below:

(Unit: Thousand Baht)

	Assets on revaluation basis - land	Assets on cost basis Plant and equipment	Right-of-use assets	Total
Net book value as at 1 January 2025	779,217	654,144	20,731	1,454,092
Acquisitions during the period	-	15,650	-	15,650
Transfer out to intangible assets	-	(1,375)	-	(1,375)
Disposals/Write-off during the period - net book value at disposals/write-off date	-	(1,272)	-	(1,272)
Depreciation for the period	-	(43,754)	(5,718)	(49,472)
Net book value as at 30 June 2025	779,217	623,393	15,013	1,417,623

Land were measured at fair value using level 3 input.

6. Short-term loans from financial institutions

(Unit: Thousand Baht)

	Interest rate (Percent per annum)			
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
		(Audited)		(Audited)
Short-term loans from financial institutions	2.70 - 2.85	3.05 - 3.46	301,136	576,024
Trust receipt	2.48 - 2.90	2.93 - 3.50	1,876,497	1,151,795
Total			2,177,633	1,727,819

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The credit facilities agreement with the banks contains financial covenants that, among other things, require the Company to maintain the current ratio and debt-to-equity ratio according to the agreement and the Company is restricted on the disposal of its assets or the creation of lien thereon without prior consent from banks.

7. Trade and other current payables

	30 June 2025	31 December 2024
		(Audited)
Trade payables - unrelated parties	57,852	157,421
Other current payables - unrelated parties	60,190	47,688
Accrued expenses	16,440	17,004
Total trade and other current payables	134,482	222,113

8. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax benefits for the three-month and six-month periods ended 30 June 2025 and 2024 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Current income tax:				
Interim current income tax charge	-	-	-	-
Deferred tax:				
Relating to origination and reversal of temporary differences	2,174	2,618	2,262	2,728
Income tax benefits reported in profit or loss	<u>2,174</u>	<u>2,618</u>	<u>2,262</u>	<u>2,728</u>

9. Commitments and contingent liabilities

9.1 Letters of credit

As at 30 June 2025, the Company had commitments under letters of credit with overseas suppliers amounting to approximately USD 4 million.

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors

9.2 Guarantees

As at 30 June 2025, there were outstanding bank guarantees of approximately Baht 16 million issued by banks on behalf of the Company in respect of certain performance bonds as required in the normal course of its business. These included letters of guarantee to guarantee as follows:

	(Unit: Million Baht)
Guarantee electricity use	15
Guarantee as an AEO authorised importer and/or exporter to the Customs Department	1

10. Fair value of financial instruments

Since the majority of the Company’s financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

11. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company’s Board of Directors on 13 August 2025.

We, being responsible for the preparation of these financial statements and notes thereto, hereby approve their issue in final form.

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Directors