

**Applied DB Public Company Limited  
and its Subsidiaries**

Interim financial statements  
for the three-month and nine-month periods ended  
30 September 2024  
and  
Independent auditor's review report



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

### To the Board of Directors of Applied DB Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Applied DB Public Company Limited and its subsidiaries, and of Applied DB Public Company Limited, respectively, as at 30 September 2024; the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2024, the consolidated and separate statements of changes in equity and cash flows for the nine-month period ended 30 September 2024; and condensed notes (“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”.

(Sawitree Ongksirimemongkol)  
Certified Public Accountant  
Registration No. 10449

KPMG Phoomchai Audit Ltd.  
Bangkok  
11 November 2024

**Applied DB Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

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**Applied DB Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

These condensed 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 financial statements have been prepared from the Thai language financial statements, and were approved and authorised for issue by the Board of Directors on 11 November 2024.

**1 Basis of preparation of the interim financial statements**

The 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 and its subsidiaries for the year ended 31 December 2023.

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group’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 2023.

**2 Related parties**

There were no material changes in relationships with subsidiaries and other related parties during the nine-month period ended 30 September 2024.

| <i>Significant transactions with related parties for the three-month period ended 30 September</i> | <b>Consolidated financial statements</b> |              | <b>Separate financial statements</b> |              |
|--|--|--------------|--------------------------------------|--------------|
|  | 2024                                     | 2023         | 2024                                 | 2023         |
|  | <i>(in thousand Baht)</i>                |              |                                      |              |
| <b>Subsidiaries</b>  |  |              |                                      |              |
| Sales of goods   | -  | -            | -                                    | 123          |
| Purchases of goods   | -  | -            | 86                                   | 30           |
| Services income  | -  | -            | 1,260                                | 5,584        |
| Rental income  | -  | -            | 6,300                                | 6,300        |
| License fees   | -  | -            | 1,126                                | 1,039        |
| Interest income  | -  | -            | 3,109                                | -            |
| Other income   | -  | -            | 876                                  | -            |
| <b>Other related parties</b>   |  |              |                                      |              |
| Sales of goods   | 764                                      | 1,027        | 165                                  | 165          |
| Purchases of goods   | 18                                       | 3            | 16                                   | 2            |
| <b>Key management personnel</b>  |  |              |                                      |              |
| Key management personnel compensation  |  |              |                                      |              |
| Short-term employee benefits   | 6,347                                    | 5,867        | 5,047                                | 4,998        |
| Post-employment benefits   | 403                                      | 329          | 284                                  | 220          |
| <b>Total key management personnel compensation</b>   | <b>6,750</b>                             | <b>6,196</b> | <b>5,331</b>                         | <b>5,218</b> |

# Applied DB Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2024 (Unaudited)

| <i>Significant transactions with related parties for the nine-month period ended 30 September</i> | <b>Consolidated financial statements</b> |               | <b>Separate financial statements</b> |               |
|---|--|---------------|--------------------------------------|---------------|
|   | 2024                                     | 2023          | 2024                                 | 2023          |
|   | <i>(in thousand Baht)</i>                |               |                                      |               |
| <b>Subsidiaries</b>   |  |               |                                      |               |
| Sales of goods  | -  | -             | 1,424                                | 35,518        |
| Purchases of goods  | -  | -             | 243                                  | 7,024         |
| Services income   | -  | -             | 3,780                                | 14,798        |
| Rental income   | -  | -             | 18,900                               | 16,800        |
| License fees  | -  | -             | 3,010                                | 1,039         |
| Interest income   | -  | -             | 9,259                                | -             |
| Other income  | -  | -             | 3,336                                | -             |
| <b>Other related parties</b>  |  |               |                                      |               |
| Sales of goods  | 2,918                                    | 3,599         | 413                                  | 1,172         |
| Purchases of goods  | 53                                       | 97            | 20                                   | 41            |
| <b>Key management personnel</b>   |  |               |                                      |               |
| Key management personnel compensation   |  |               |                                      |               |
| Short-term employee benefits  | 18,149                                   | 17,631        | 14,525                               | 15,299        |
| Post-employment benefits  | 1,208                                    | 912           | 851                                  | 660           |
| <b>Total key management personnel compensation</b>  | <b>19,357</b>                            | <b>18,543</b> | <b>15,376</b>                        | <b>15,959</b> |

Balances as at 30 September 2024 and 31 December 2023 with related parties were as follows:

|                                  | <b>Consolidated financial statements</b> |                  | <b>Separate financial statements</b> |                  |
|----------------------------------|--|------------------|--------------------------------------|------------------|
|                                  | 30 September 2024                        | 31 December 2023 | 30 September 2024                    | 31 December 2023 |
|                                  | <i>(in thousand Baht)</i>                |                  |                                      |                  |
| <b>Trade accounts receivable</b> |  |                  |                                      |                  |
| Other related parties            | 567                                      | 491              | 118                                  | 88               |
| <b>Total</b>                     | <b>567</b>                               | <b>491</b>       | <b>118</b>                           | <b>88</b>        |
| <b>Other receivables</b>         |  |                  |                                      |                  |
| Subsidiaries                     | -  | -                | 357,557                              | 359,693          |
| <b>Total</b>                     | <b>-</b>                                 | <b>-</b>         | <b>357,557</b>                       | <b>359,693</b>   |
| <b>Trade accounts payable</b>    |  |                  |                                      |                  |
| Other related parties            | -  | 6                | -                                    | 6                |
| <b>Total</b>                     | <b>-</b>                                 | <b>6</b>         | <b>-</b>                             | <b>6</b>         |
| <b>Other payables</b>            |  |                  |                                      |                  |
| Subsidiaries                     | -  | -                | 72                                   | 71               |
| Other related parties            | -  | 8                | -                                    | -                |
| <b>Total</b>                     | <b>-</b>                                 | <b>8</b>         | <b>72</b>                            | <b>71</b>        |

# Applied DB Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2024 (Unaudited)

### 3 Trade accounts receivable

|  | Consolidated<br>financial statements         |                     | Separate<br>financial statements         |                     |
|--|--|---------------------|--|---------------------|
|  | 30 September<br>2024                         | 31 December<br>2023 | 30 September<br>2024                     | 31 December<br>2023 |
|  | <i>(in thousand Baht)</i>                    |                     |  |                     |
| Within credit terms  | 298,727                                      | 256,374             | 206,400                                  | 156,523             |
| Overdue:   |  |                     |  |                     |
| Less than 3 months   | 62,964                                       | 101,063             | 14,607                                   | 45,059              |
| 3 - 6 months   | 10,264                                       | 5,997               | 3,558                                    | -                   |
| 6 - 12 months  | 13,728                                       | 17,518              | 5,339                                    | -                   |
| Over 12 months   | 2,566  | 1,890               | 1,092                                    | 1,117               |
| <b>Total</b>   | <b>388,249</b>                               | <b>382,842</b>      | <b>230,996</b>                           | <b>202,699</b>      |
| Less allowance for expected<br>credit loss                                       | (2,652)                                      | (5,174)             | (1,022)                                  | (884)               |
| <b>Net</b>   | <b>385,597</b>                               | <b>377,668</b>      | <b>229,974</b>                           | <b>201,815</b>      |
| <br>   |  |                     |  |                     |
| <i>Expected credit loss for the<br/>nine-month period ended<br/>30 September</i> | <b>Consolidated<br/>financial statements</b> |                     | <b>Separate<br/>financial statements</b> |                     |
|  | 2024   | 2023                | 2024                                     | 2023                |
|  | <i>(in thousand Baht)</i>                    |                     |  |                     |
| - Additions  | -  | 4,374               | 138                                      | 213                 |
| - Reversal   | (2,314)                                      | -                   | -  | -                   |
| - Write-off  | (208)  | -                   | -  | -                   |
| - Transfer to discontinued operation   | -  | -                   | -  | (155)               |

**Applied DB Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

**4 Property, plant and equipment and right-of-use assets**

Acquisitions, disposals and transfers of property, plant and equipment during the nine-month period ended 30 September 2024 were as follows:

|   | <b>Consolidated<br/>financial statements</b>  |  | <b>Separate<br/>financial statements</b>      |  |
|---|---|--|---|--|
|   | 2024  |  | 2024  |  |
|   | Acquisitions<br>and transfers<br>in - at cost | Disposals and<br>transfers out -<br>net book value | Acquisitions<br>and transfers<br>in - at cost | Disposals and<br>transfers out -<br>net book value |
|   | <i>(in thousand baht)</i>                     |  |   |  |
| Buildings and buildings<br>improvement        | 3,589   | -  | 3,589   | -  |
| Machinery and equipment                       | 3,459   | (363)  | 1,983   | (363)  |
| Furniture, fixtures and<br>office equipment   | 928   | (22)   | 527   | (22)   |
| Assets under construction<br>and installation | 18,551  | (4,528)  | 15,238  | (3,646)  |
| <b>Total</b>                                  | <b>26,527</b>                                 | <b>(4,913)</b>                                     | <b>21,337</b>                                 | <b>(4,031)</b>                                     |

During the nine-month period ended 30 September 2024, the Group capitalised interest expenses as cost of asset under construction and installation in the total of Baht 0.18 million, with capitalisation rate of 5.77% per annum.

Additions and write off of right-of-use assets during the nine-month period ended 30 September 2024 were as follows:

|              | <b>Consolidated<br/>financial statements</b> |                               | <b>Separate<br/>financial statements</b> |                               |
|--------------|--|-------------------------------|--|-------------------------------|
|              | 2024   |                               | 2024                                     |                               |
|              | Additions -<br>at cost                       | Write off -<br>net book value | Additions -<br>at cost                   | Write off -<br>net book value |
|              | <i>(in thousand baht)</i>                    |                               |  |                               |
| Vehicles     | 1,159  | (1,045)                       | -  | (1,045)                       |
| <b>Total</b> | <b>1,159</b>                                 | <b>(1,045)</b>                | <b>-</b>                                 | <b>(1,045)</b>                |

During the nine-month period ended 30 September 2024, the Group leased vehicles for periods of 1 to 3 years and made fixed payments on the usage of the asset during the lease term.

**Applied DB Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

**5 Segment information and disaggregation of revenue**

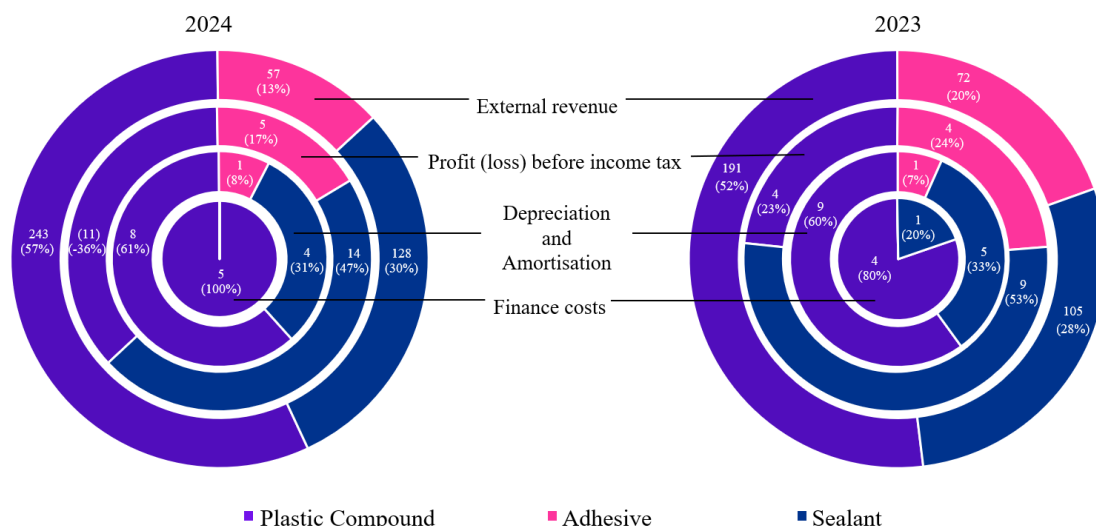
Management determined that the Group has three reportable segments, which are the Group’s strategic divisions. The strategic divisions offer different products and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group’s reportable segments.

- Segment 1 Plastic compound
- Segment 2 Adhesive
- Segment 3 Sealant

*Information about reportable segments*

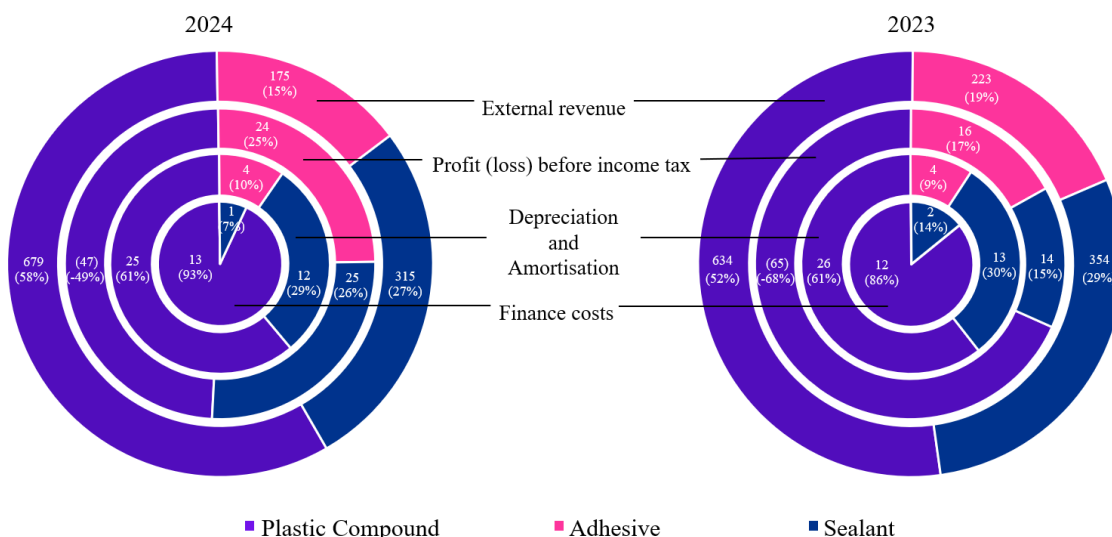
**Consolidated financial statements**  
 For three-month period ended 30 September

Unit: million Baht



**Consolidated financial statements**  
 For nine-month period ended 30 September

Unit: million Baht



**Applied DB Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

**Segment assets**

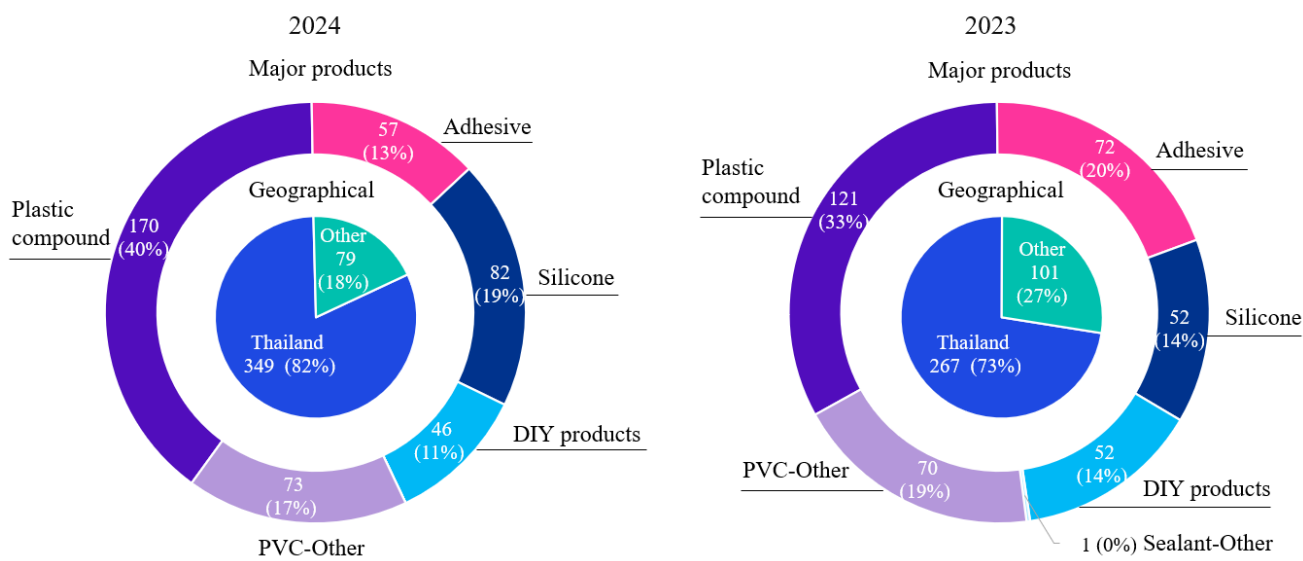
All Group's segment assets are located in Thailand.

**Disaggregation of revenue by primary geographical market and major products**

**Consolidated financial statements**

For the three-month period ended 30 September

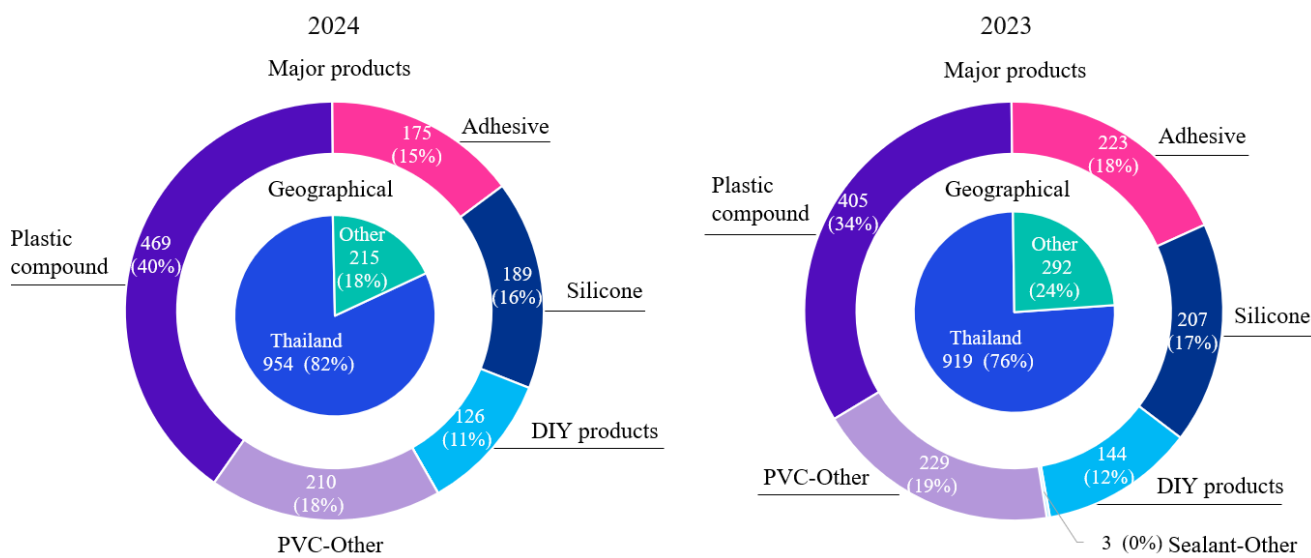
Unit: million Baht



**Consolidated financial statements**

For the nine-month period ended 30 September

Unit: million Baht



# Applied DB Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month and nine-month periods ended 30 September 2024 (Unaudited)

### 6 Discontinued operation

At the Extraordinary General Meeting of shareholders of the Company held on 22 December 2022, the Company's shareholders approved the restructuring by Partial Business transfer of adhesive, sealant and DIY products to ADB Sealant Co., Ltd., a subsidiary of the Company. The Partial Business transfer was legally effective on 1 February 2023.

#### *Results of discontinued operation for the nine-month period ended 30 September*

**Separate  
financial statements**  
2023  
(in thousand Baht)

|  |                 |
|--|-----------------|
| Revenues   | 57,114          |
| Expenses   | 67,426          |
| <b>Results from operating activities</b>         | <b>(10,312)</b> |
| Income tax expense                               | -               |
| <b>Loss for the period</b>                       | <b>(10,312)</b> |
| <br>   |                 |
| <b>Loss attributable to owners of the parent</b> | <b>(10,312)</b> |
| <b>Loss per share (in Baht)</b>                  | <b>(0.014)</b>  |

#### *Cash flow used in discontinued operation*

|   |                 |
|---|-----------------|
| Net cash used in operating activities           | (13,171)        |
| Net cash used in financing activities           | (787)           |
| <b>Cash flow used in discontinued operation</b> | <b>(13,958)</b> |

#### *Effect of Partial Business transfer on the financial position*

**Separate  
financial statements**  
1 February 2023  
(in thousand Baht)

|  |                 |
|--|-----------------|
| Cash and cash equivalents                    | 1,484           |
| Trade accounts receivable                    | 168,129         |
| Other receivables                            | 397             |
| Inventories                                  | 306,859         |
| Equipment                                    | 62,820          |
| <b>Total assets</b>                          | <b>539,689</b>  |
| Trade accounts payable                       | (49,499)        |
| Other payables                               | (4,779)         |
| Non-current provisions for employee benefits | (17,209)        |
| <b>Total liabilities</b>                     | <b>(71,487)</b> |
| <b>Carrying amount of net assets</b>         | <b>468,202</b>  |
| <br>   |                 |
| <b>Consideration received</b>                |                 |
| Cash and cash equivalents                    | 395,776         |
| Short-term loan to related party             | 43,314          |
| Investment in subsidiary                     | 49,000          |
| <b>Total consideration received</b>          | <b>488,090</b>  |
| <b>Gain on business transfer</b>             | <b>19,888</b>   |

**Applied DB Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

As at 1 February 2023, the Company recognised considerations received from business transfer amounted to Baht 395.78 million in other receivables in separate financial statements. Later, during the year ending 31 December 2023, the Company has received compensation from the transfer in cash in the amount of Baht 70.00 million, which resulted in the company having a balance in other accounts receivable as of 30 September 2024 in the amount of Baht 325.78 million.

**7 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.

|  | <b>Consolidated financial statements</b> |  |                   |         |
|--|--|--|-------------------|---------|
|  | <b>Carrying amount</b>                   |  | <b>Fair value</b> |         |
|  | Hedging instruments                      | Financial instruments measured at amortised cost<br>(in thousand Baht) | Level 2           | Level 3 |
| <i>At 30 September 2024</i>                      |  |  |                   |         |
| <i>Financial liabilities</i>                     |  |  |                   |         |
| Forward exchange contract                        | (36,838)                                 | -  | (38,838)          | -       |
| <i>At 31 December 2023</i>                       |  |  |                   |         |
| <i>Financial liabilities</i>                     |  |  |                   |         |
| Forward exchange contract                        | (24,806)                                 | -  | (24,806)          | -       |
| Long-term borrowings from financial institutions | -  | (9,412)  | -                 | (8,875) |
|  | <b>Separate financial statements</b>     |  |                   |         |
|  | <b>Carrying amount</b>                   |  | <b>Fair value</b> |         |
|  | Hedging instruments                      | Financial instruments measured at amortised cost<br>(in thousand Baht) | Level 2           | Level 3 |
| <i>At 30 September 2024</i>                      |  |  |                   |         |
| <i>Financial liabilities</i>                     |  |  |                   |         |
| Forward exchange contract                        | (20,846)                                 | -  | (20,846)          | -       |
| <i>At 31 December 2023</i>                       |  |  |                   |         |
| <i>Financial liabilities</i>                     |  |  |                   |         |
| Forward exchange contract                        | (22,757)                                 | -  | (22,757)          | -       |
| Long-term borrowings from financial institutions | -  | (9,412)  | -                 | (8,875) |

**Applied DB Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2024 (Unaudited)**

The following tables present valuation technique of financial instruments measured at fair value in the statements of financial position:

| <b>Type</b>                | <b>Valuation technique</b>   |
|----------------------------|--|
| Forward exchange contracts | <i>Forward pricing:</i> The fair value is determined using quoted forward exchange rates at the reporting date and present value calculations based on high credit quality yield curves in the respective currencies |

The fair value of financial liabilities measured at amortised costs are calculated by discounted cash flows technique.

**8 Commitments with non-related parties**

| <i>At 30 September 2024</i>                 | <b>Consolidated<br/>financial statements</b> | <b>Separate<br/>financial statements</b> |
|---|--|--|
|   | <i>(in thousand Baht)</i>                    |  |
| <b>Capital commitments</b>                  |  |  |
| <i>Contracted but not provided for:</i>     |  |  |
| Machinery and equipment                     | 27   | -  |
| <b>Total</b>                                | <u>27</u>                                    | <u>-</u>                                 |
| <b>Other commitments</b>                    |  |  |
| Lease of low-value assets                   | 760  | 455                                      |
| Unused letters of credit for purchase goods | 3,721  | 3,721                                    |
| Bank guarantees                             | 4,647  | 3,097                                    |
| Purchase orders for goods and supplies      | 19,220                                       | 11,110                                   |
| <b>Total</b>                                | <u>28,348</u>                                | <u>18,383</u>                            |

**9 Other information**

On 19 September 2024, board of directors of the Company approved the increase in capital and waiver of the subscription right for additional shares of ADB Sealant Co., Ltd. (“ADBS”), a 99.99% directly subsidiary of the Company, which comprise of the increase in capital of ADBS by Baht 595.1 million from Baht 50.0 million to Baht 645.1 million by issuing 58,864,706 new ordinary shares and 645,098 preferred shares at par value of Baht 10. The waiver of the subscription right for partial additional shares of ADBS by the Company will subscribe 27,900,000 ordinary shares. After completion of the increase in capital, the company’s shareholding will represent 51.0% of the total issued and outstanding ordinary shares in ADBS. In this regard, the increase in capital and waiver of the subscription right for additional shares of ADBS will occur after the Company was approved by extraordinary general meeting of shareholders and fulfills the conditions stipulated in the share subscription agreement or obtains a waiver from the party. An extraordinary general meeting of shareholders will hold on 27 November 2024 to consider and approve this matter.