

**Selic Corp Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month and nine-month periods ended
30 September 2022
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 Selic Corp Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Selic Corp Public Company Limited and its subsidiaries, and of Selic Corp Public Company Limited, respectively, as at 30 September 2022; the consolidated and separate statements of income, comprehensive income for the three-month and nine-month periods ended 30 September 2022; the consolidated and separate statements of changes in equity and cash flows for the nine-month period ended 30 September 2022; 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".



Emphasis of Matter

I draw attention to note 2 to the interim financial statements, during the period ended 30 September 2022, the Group has acquired a business and has hired an independent appraiser to determine the fair values of the identifiable assets acquired and liabilities assumed from the business acquisition. As at the reporting date, the valuation has not yet been completed therefore the determination of the fair values and the allocation of the purchase price was determined provisionally and is subject to potential amendment. My conclusion is not modified in respect of this matter.

D. Yin

(Dussanee Yimsuwan)
Certified Public Accountant
Registration No. 10235

KPMG Phoomchai Audit Ltd.
Bangkok
14 November 2022

Selic Corp Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
		2022	2021	2022	2021
Assets	Note	(Unaudited)		(Unaudited)	
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents	2	349,342	101,195	28,061	52,320
Trade accounts receivables	2, 3	386,042	321,987	141,324	196,775
Other current receivables	2, 3	41,942	27,074	10,460	7,953
Inventories	2	423,036	366,143	134,357	111,625
Other current assets	2	3,833	2,044	224	863
Total current assets		1,204,195	818,443	314,426	369,536
Non-current assets					
Restricted deposits at financial institution	2, 10	290	-	-	-
Investment in equity instruments	9	73,773	76,647	32,000	32,000
Investments in subsidiaries	2, 4	-	-	1,381,642	1,086,997
Investment in a joint venture	4	500	-	500	-
Other non-current receivables	3	-	-	-	13,125
Investment properties	2	14,415	-	-	-
Property, plant and equipment	2	449,809	325,653	74,687	85,148
Goodwill		371,659	375,588	-	-
Other intangible assets	2	386,916	149,973	485	1,119
Deferred tax assets	2	9,482	7,714	4,942	4,812
Machinery deposits		34,776	48	-	-
Other non-current assets	2	5,013	2,849	2,254	2,473
Total non-current assets		1,346,633	938,472	1,496,510	1,225,674
Total assets	5	2,550,828	1,756,915	1,810,936	1,595,210

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
Liabilities and equity	Note	2022	2021	2022	2021
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
Current liabilities					
Short-term loans from financial institutions		113,400	65,771	15,500	15,500
Trade accounts payables	2, 3	338,844	257,751	121,737	136,556
Other current payables	2, 3	93,466	32,129	49,413	14,305
Current portion of long-term loans					
from financial institutions	2, 9	135,135	119,566	26,634	26,634
Current portion of long-term loan					
from related party	3, 9	-	-	-	4,100
Current portion of lease liabilities	3	11,084	11,480	3,216	4,153
Income tax payable	2	9,979	7,845	2,868	3,320
Other current liabilities	2, 9	4,379	1,761	793	524
Total current liabilities		706,287	496,303	220,161	205,092
Non-current liabilities					
Long-term loans from financial institutions	2, 9	240,565	278,294	85,869	105,844
Long-term loan from related party	3, 9	-	-	-	103,140
Lease liabilities	2, 3	26,075	31,585	18,712	20,982
Other non-current payable		206,000	206,000	206,000	206,000
Deferred tax liabilities	2	106,082	50,062	-	-
Non-current provisions for employee benefits	2	28,585	23,673	18,374	19,291
Other non-current liabilities		3,041	2,913	3,041	2,913
Total non-current liabilities		610,348	592,527	331,996	458,170
Total liabilities	5	1,316,635	1,088,830	552,157	663,262

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
Liabilities and equity	Note	2022	2021	2022	2021
		(Unaudited)		(Unaudited)	
<i>(in thousand Baht)</i>					
Equity					
Share capital :					
Authorised share capital	6	295,642	228,999	295,642	228,999
Issued and paid-up share capital	6	295,642	228,999	295,642	228,999
Share premium on ordinary shares		453,193	247,835	453,193	247,835
Other surpluses		2,345	-	658	-
Retained earnings					
Appropriated					
Legal reserve		22,900	22,900	22,900	22,900
Unappropriated		180,475	166,881	486,386	432,214
Other components of equity		(1,030)	1,467	-	-
Equity attributable to owners of the parent		953,525	668,082	1,258,779	931,948
Non-controlling interests	2	280,668	3	-	-
Total equity		1,234,193	668,085	1,258,779	931,948
Total liabilities and equity		2,550,828	1,756,915	1,810,936	1,595,210

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended		Three-month period ended	
		30 September		30 September	
	Note	2022	2021	2022	2021
		(in thousand Baht)			
Revenue					
Revenue from sale of goods		404,607	339,863	168,092	168,307
Rental income		575	230	574	230
Net foreign exchange gain		-	798	79	1,788
Other income		472	478	801	8,866
Total revenue		405,654	341,369	169,546	179,191
Expenses					
Cost of sales of goods		308,485	260,346	127,595	131,866
Distribution costs	13	24,944	21,262	6,583	9,269
Administrative expenses	13	43,704	39,624	20,853	21,921
Net foreign exchange loss		4,373	-	-	-
Total expenses		381,506	321,232	155,031	163,056
Profit from operating activities		24,148	20,137	14,515	16,135
Finance costs		(5,323)	(5,254)	(1,798)	(6,575)
Impairment gain and reversal of impairment loss (impairment loss) determined in accordance with TFRS 9		(820)	(330)	10	(162)
Profit before income tax expense		18,005	14,553	12,727	9,398
Tax expense		(3,888)	(3,454)	(2,607)	(1,871)
Profit for the period		14,117	11,099	10,120	7,527
Profit attributable to:					
Owners of the parent		13,452	11,099	10,120	7,527
Non-controlling interests		665	-	-	-
Profit for the period		14,117	11,099	10,120	7,527
Basic earnings per share (in Baht)	7	0.025	0.022	0.019	0.015

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Selic Corp Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month period ended		Three-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	(in thousand Baht)			
Profit for the period	14,117	11,099	10,120	7,527
Other comprehensive income (expense)				
<i>Items that will be reclassified subsequently</i>				
<i>to profit or loss</i>				
Exchange differences on translating financial statements	433	844	-	-
Total items that will be reclassified subsequently				
to profit or loss	433	844	-	-
<i>Items that will not be reclassified to profit or loss</i>				
Loss on investments in equity instruments				
designated at FVOCI	(617)	-	-	-
Total items that will not be reclassified to profit or loss	(617)	-	-	-
Other comprehensive income (expense) for the period	(184)	844	-	-
Total comprehensive income for the period	13,933	11,943	10,120	7,527
Total comprehensive income attributable to:				
Owners of the parent	13,268	11,943	10,120	7,527
Non-controlling interests	665	-	-	-
Total comprehensive income for the period	13,933	11,943	10,120	7,527

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of income (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
		Nine-month period ended		Nine-month period ended	
		30 September		30 September	
	Note	2022	2021	2022	2021
		(in thousand Baht)			
Revenue					
Revenue from sale of goods	3, 5	1,179,748	1,083,595	538,028	550,678
Rental income		2,041	633	2,041	633
Net foreign exchange gain		-	3,622	1,947	3,664
Dividend income	3	-	-	50,900	200,000
Other income	3	2,616	2,865	2,079	27,316
Total revenue		1,184,405	1,090,715	594,995	782,291
Expenses					
Cost of sales of goods	3	917,006	804,063	414,676	414,720
Distribution costs	13	69,033	61,355	24,249	25,003
Administrative expenses	3, 13	129,798	119,490	65,196	67,774
Net foreign exchange loss		4,063	-	-	-
Total expenses		1,119,900	984,908	504,121	507,497
Profit from operating activities		64,505	105,807	90,874	274,794
Finance costs	3	(14,887)	(16,213)	(7,229)	(20,433)
Impairment loss determined in accordance with TFRS 9		(3,134)	(668)	(419)	(193)
Profit before income tax expense	5	46,484	88,926	83,226	254,168
Tax expense		(10,583)	(18,745)	(6,667)	(10,782)
Profit for the period		35,901	70,181	76,559	243,386
Profit attributable to:					
Owners of the parent		35,236	70,180	76,559	243,386
Non-controlling interests		665	1	-	-
Profit for the period		35,901	70,181	76,559	243,386
Basic earnings per share (in Baht)	7	0.068	0.140	0.148	0.485

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Selic Corp Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	(in thousand Baht)			
Profit for the period	35,901	70,181	76,559	243,386
Other comprehensive income (expense)				
<i>Items that will be reclassified subsequently</i>				
<i>to profit or loss</i>				
Exchange differences on translating financial statements	377	1,186	-	-
Total items that will be reclassified subsequently				
to profit or loss	377	1,186	-	-
<i>Items that will not be reclassified to profit or loss</i>				
Loss on investments in equity instruments				
designated at FVOCI	(2,874)	-	-	-
Gain on remeasurements of defined benefit plans	3,504	-	2,572	-
Income tax relating to items that will not be reclassified	(701)	-	(514)	-
Total items that will not be reclassified to profit or loss	(71)	-	2,058	-
Other comprehensive income for the period, net of tax	306	1,186	2,058	-
Total comprehensive income for the period	36,207	71,367	78,617	243,386
Total comprehensive income attributable to:				
Owners of the parent	35,542	71,366	78,617	243,386
Non-controlling interests	665	1	-	-
Total comprehensive income for the period	36,207	71,367	78,617	243,386

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

Consolidated financial statements									
				Retained earnings	Other components of equity	Equity attributable to owners of the parent	Non-controlling interests	Total equity	
	Note	Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated	Translation reserve			
(in thousand Baht)									
Nine-month period ended 30 September 2021									
Balance at 1 January 2021		164,999	177,835	4,579	174,231	(30)	521,614	2	521,616
Transactions with owners, recorded directly in equity									
Contributions by and distributions to owners of the parent									
Issue of ordinary shares		14,000	70,000	-	-	-	84,000	-	84,000
Share dividends	8	50,000	-	-	(50,000)	-	-	-	-
Dividends	8	-	-	-	(20,556)	-	(20,556)	-	(20,556)
Total contributions by and distributions to owners of the parent		64,000	70,000	-	(70,556)	-	63,444	-	63,444
Comprehensive income for the period									
Profit		-	-	-	70,180	-	70,180	1	70,181
Other comprehensive income		-	-	-	-	1,186	1,186	-	1,186
Total comprehensive income for the period		-	-	-	70,180	1,186	71,366	1	71,367
Transfer to legal reserve		-	-	5,175	(5,175)	-	-	-	-
Balance at 30 September 2021		228,999	247,835	9,754	168,680	1,156	656,424	3	656,427

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

Consolidated financial statements												
		Retained earnings					Other components of equity					
		Issued	Share premium						Total	Equity		
		and paid-up	on ordinary				Translation	Revaluation	other	attributable to	Non-	
Note		share capital	shares	Other surpluses	Legal reserve	Unappropriated	reserve	reserve	components	owners	controlling	Total equity
(in thousand Baht)												
Nine-month period ended 30 September 2022												
Balance at 1 January 2022		228,999	247,835	-	22,900	166,881	869	598	1,467	668,082	3	668,085
Transactions with owners, recorded directly in equity												
Contributions by and distributions												
to owners of the parent												
6	Issue of ordinary shares	44,643	205,358	-	-	-	-	-	-	250,001	-	250,001
	Share-based payment transactions	-	-	2,345	-	-	-	-	-	2,345	-	2,345
6, 8	Share dividends	22,000	-	-	-	(22,000)	-	-	-	-	-	-
8	Dividends	-	-	-	-	(2,445)	-	-	-	(2,445)	-	(2,445)
Total contributions by and distributions												
to owners of the parent		66,643	205,358	2,345	-	(24,445)	-	-	-	249,901	-	249,901
Changes in ownership interests in subsidiaries												
Acquisition of non-controlling interests												
from business combination		2	-	-	-	-	-	-	-	-	280,000	280,000
Total changes in ownership interests in subsidiaries			-	-	-	-	-	-	-	-	280,000	280,000
Total transactions with owners, recorded directly in equity		66,643	205,358	2,345	-	(24,445)	-	-	-	249,901	280,000	529,901
Comprehensive income (expense) for the period												
Profit		-	-	-	-	35,236	-	-	-	35,236	665	35,901
Other comprehensive income (expense)		-	-	-	-	2,803	377	(2,874)	(2,497)	306	-	306
Total comprehensive income (expense) for the period		-	-	-	-	38,039	377	(2,874)	(2,497)	35,542	665	36,207
Balance at 30 September 2022		295,642	453,193	2,345	22,900	180,475	1,246	(2,276)	(1,030)	953,525	280,668	1,234,193

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

		Separate financial statements				
				Retained earnings		
	Note	Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated	Total equity
(in thousand Baht)						
Nine-month period ended 30 September 2021						
Balance at 1 January 2021		164,999	177,835	4,579	136,393	483,806
Transactions with owners, recorded directly in equity						
Contributions by and distributions to owners						
Issue of ordinary shares		14,000	70,000	-	-	84,000
Share dividends	8	50,000	-	-	(50,000)	-
Dividends	8	-	-	-	(20,556)	(20,556)
Total contributions by and distributions to owners		64,000	70,000	-	(70,556)	63,444
Comprehensive income for the period						
Profit		-	-	-	243,386	243,386
Total comprehensive income for the period		-	-	-	243,386	243,386
Transfer to legal reserve		-	-	5,175	(5,175)	-
Balance at 30 September 2021		228,999	247,835	9,754	304,048	790,636

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

		Separate financial statements					
					Retained earnings		
	Note	Issued and paid-up share capital	Share premium on ordinary shares	Other surpluses	Legal reserve	Unappropriated	Total equity
(in thousand Baht)							
Nine-month period ended 30 September 2022							
Balance at 1 January 2022		228,999	247,835	-	22,900	432,214	931,948
Transactions with owners, recorded directly in equity							
Contributions by and distributions to owners							
Issue of ordinary shares	6	44,643	205,358	-	-	-	250,001
Share-based payment transactions		-	-	658	-	-	658
Share dividends	6, 8	22,000	-	-	-	(22,000)	-
Dividends	8	-	-	-	-	(2,445)	(2,445)
Total contributions by and distributions to owners		66,643	205,358	658	-	(24,445)	248,214
Comprehensive income for the period							
Profit		-	-	-	-	76,559	76,559
Other comprehensive income		-	-	-	-	2,058	2,058
Total comprehensive income for the period		-	-	-	-	78,617	78,617
Balance at 30 September 2022		295,642	453,193	658	22,900	486,386	1,258,779

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	(in thousand Baht)			
<i>Cash flows from operating activities</i>				
Profit for the period	35,901	70,181	76,559	243,386
<i>Adjustments to reconcile profit to</i>				
<i>cash receipts (payments)</i>				
Tax expense	10,583	18,745	6,667	10,782
Finance costs	14,887	16,213	7,229	20,433
Depreciation and amortisation	41,530	41,461	14,421	17,363
Provisions for employee benefits	2,318	3,103	1,655	2,750
Unrealised (gain) loss on foreign exchange	4,333	(2,597)	(360)	(3,268)
Share-based payment	2,345	-	658	-
Loss on fair value adjustment	293	158	181	171
Expected credit loss	3,134	668	419	193
Loss on inventories devaluation	2,179	714	147	291
Gain on disposal of plant and equipment	(86)	(124)	(86)	(124)
Dividend income	-	-	(50,900)	(200,000)
Interest income	(55)	(166)	(28)	(147)
	117,362	148,356	56,562	91,830
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivables	(62,055)	(45,866)	56,061	(42,284)
Other current receivables	(14,836)	(11,150)	(2,909)	(442)
Inventories	(57,591)	(100,330)	(22,879)	(25,698)
Other current assets	531	(1,320)	639	150
Other non-current receivables	-	-	-	(11,320)
Other non-current assets	(2,159)	(135)	219	235
Trade accounts payables	71,657	85,165	(17,563)	18,242
Other current payables	58,523	25,626	4,295	11,614
Other current liabilities	2,314	(173)	88	(976)
Net cash generated from operating activities	113,746	100,173	74,513	41,351
Taxes paid	(18,615)	(31,559)	(7,762)	(19,194)
Net cash from operating activities	95,131	68,614	66,751	22,157

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Selic Corp Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Nine-month period ended		Nine-month period ended	
		30 September		30 September	
		2022	2021	2022	2021
<i>(in thousand Baht)</i>					
<i>Cash flows from investing activities</i>					
Acquisition of subsidiaries, net of cash acquired	2	(22,911)	-	(250,000)	-
Acquisition of other equity securities		-	(32,000)	-	(32,000)
Acquisition of property, plant and equipment		(10,473)	(18,395)	(3,105)	(1,493)
Proceeds from sale of equipment		587	131	112	131
Payment of machinery deposits		(34,728)	-	-	-
Acquisition of intangible assets		(566)	(1,822)	(22)	(288)
Dividends received	3	-	-	50,900	200,000
Interest received		48	152	21	132
Net cash from (used in) investing activities		(68,043)	(51,934)	(202,094)	166,482
<i>Cash flows from financing activities</i>					
Payment of change in ownership interest in subsidiaries without a change in control		-	-	-	(150,000)
Proceeds from issue of shares	6	250,001	84,000	250,001	84,000
Proceeds from short-term borrowings from financial institutions		172,632	81,419	-	-
Repayment of short-term borrowings from financial institutions		(125,003)	(62,836)	-	-
Proceeds from long-term borrowings from financial institution		36,460	-	-	-
Repayment of long-term borrowings from financial institution		(93,066)	(90,090)	(20,070)	(20,070)
Payment of borrowing fee for long-term borrowings from financial institution		(755)	-	-	-
Repayment from long-term borrowing from related party		-	-	(107,240)	(54,053)
Payment of lease liabilities		(7,984)	(6,498)	(3,207)	(3,018)
Dividends paid to owners of the Company	8	(2,445)	(20,556)	(2,445)	(20,556)
Interest paid		(14,256)	(17,748)	(6,993)	(22,077)
Net cash from (used in) financing activities		215,584	(32,309)	110,046	(185,774)

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

Selic Corp Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Net increase (decrease) in cash and cash equivalents,				
before effect of exchange rate changes	242,672	(15,629)	(25,297)	2,865
Effect of exchange rate changes on				
cash and cash equivalents	5,475	5,473	1,038	1,952
Net increase (decrease) in cash and cash equivalents	248,147	(10,156)	(24,259)	4,817
Cash and cash equivalents at 1 January	101,195	149,694	52,320	85,205
Cash and cash equivalents at 30 September	349,342	139,538	28,061	90,022
<i>Non-cash transactions at the period end date</i>				
Consideration payable for investment	2	30,000	-	30,000
Account payables from acquisition of assets		1,606	2,011	147
The acquisition of assets by means of a lease		-	1,119	-

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

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

Note Contents

1	Basis of preparation of the interim financial statements
2	Acquisition of subsidiaries
3	Related parties
4	Investment in subsidiaries and a joint venture
5	Segment information
6	Share capital
7	Basic earnings per share
8	Dividends
9	Financial instruments
10	Commitments with non-related parties
11	Events after the reporting period
12	Thai Financial Reporting Standards (TFRS) not yet adopted
13	Reclassification of accounts

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements and were approved and authorised for issue by the Board of Directors on 14 November 2022.

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* and 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 2021.

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 2021.

2 Acquisition of subsidiaries

On 31 August 2022, the Company purchased 50% of the ordinary shares of Devakam Apothecary Hall Co., Ltd. (“DVK”), a manufacturer and distributor of relieving-muscle-pain products under the brand name “Namman Muay” which is incorporated in Thailand. The contract value of consideration for the shares acquisition was Baht 280 million, which the Company has settled for Baht 250 million in cash and will settle the remaining within 30 November 2022. In addition, the Company has entered into an agreement with other shareholders, which enables the Group to direct relevant activities in DVK. As a result, the Group has obtained control over DVK and its subsidiary (see note 4).

Taking control of DVK, will enable the Group to expand the business growth, penetrate healthcare market, and expand its business channels from Business-to-Business (B2B) model, the previous sole focus to Business-to-Consumer (B2C) model. The expertise and experience in healthcare business operation of DVK will contribute to the efficiency and effectiveness in the operation of the investment project of production and distribution of medical supplies of the Group, which will be carried out in October 2022 (see note 11).

The fair value of identifiable assets acquired and liabilities assumed have been determined provisionally, pending completion of an independent appraiser. The Group is continuing its review of this matter during the measurement period. If new information obtained within one year from the acquisition date about facts and circumstances that existed at the acquisition date, then the acquisition accounting will be revised.

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

Identifiable assets acquired and liabilities assumed

	Fair value <i>(in thousand Baht)</i>
Cash	227,089
Trade accounts receivables and other current receivables	54,982
Inventories	18,010
Other current assets	380
Restricted deposits at financial institution	290
Long-term loan to related party	6,424
Investment properties	14,500
Property, plant and equipment	145,604
Trademark	239,540
Other intangible assets	1,637
Deferred tax assets	1,826
Other non-current assets	2,257
Trade accounts payables and other current payables	(44,058)
Income tax payable	(5,338)
Other current liabilities	(3,885)
Long-term loans from financial institution	(34,711)
Lease liabilities	(944)
Non-current provisions for employee benefits	(5,987)
Deferred tax liabilities	(57,616)
Total identifiable net assets	560,000
<i>Less Non-controlling interests (50%)</i>	<i>(280,000)</i>
Total identifiable net assets received	280,000
 Purchase consideration transferred - cash	 280,000
<i>Less Cash acquired</i>	<i>(227,089)</i>
Consideration payable for investment*	(30,000)
Net cash outflows	22,911

*Presented as a part of other current payables

The assets, liabilities and operating results have been included in the Group's consolidated interim financial statement for the nine-month period ended 30 September 2022 since the acquisition date. During the period from acquisition date to 30 September 2022, the subsidiaries contributed revenue of Baht 17.32 million and profit of Baht 2.10 million to the Group's results. If the acquisition had occurred on 1 January 2022, management estimates that consolidated revenue and consolidated profit for the nine-month period ended 30 September 2022 would have increased by Baht 162.54 million and Baht 26.94 million, respectively.

The Group incurred acquisition-related costs of Baht 2.79 million which included in administrative expenses in the Group's consolidated statements of income.

3 Related parties

In August 2022, Mr. Vitoon Vongkusolkrit purchased the Company's ordinary shares totaling 89,286,000 shares (see note 6). As a result, the Company's major shareholders' shareholding structure has changed to be as follows: Mr. Narong Suwatthanaphim has 23.63% shareholding, Mr. Ek Suwatthanaphim has 17.23% shareholding, both persons are directors of the Company and Mr. Vitoon Vongkusolkrit has 15.10% shareholding.

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

Relationships with key management personnel and other related parties, and pricing policies for each type of transaction have no material changes during the period. Relationship with subsidiaries that have material changes and a joint venture are described in note 4.

Significant transactions with related parties Nine-month period ended 30 September	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Subsidiaries				
Revenue from sale of goods	-	-	50,952	104,576
Dividend income	-	-	50,900	200,000
Management service income	-	-	-	26,100
Other income	-	-	405	45
Purchase of goods	-	-	13	28
Purchase discount	-	-	-	38
Administrative expenses	-	-	-	27
Finance costs	-	-	2,023	14,471
Other related parties				
Administrative expenses	3,229	1,364	1,187	849
Purchase of intangible assets	-	405	-	-
Key management personnel				
Consulting fee	1,362	2,435	1,284	1,284
Key management personnel compensation				
Short-term employee benefits	35,124	25,675	15,826	15,427
Post-employment benefits	2,245	1,875	1,346	1,768
Other benefits	4,453	1,850	1,612	1,850
Total key management personnel compensation	<u>41,822</u>	<u>29,400</u>	<u>18,784</u>	<u>19,045</u>

Balances as at 30 September 2022 and 31 December 2021 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in thousand Baht)</i>			
Trade accounts receivables				
Subsidiaries				
S Ventures Co., Ltd.	-	-	3,781	3,884
PMC Label Materials Co., Ltd.	-	-	4,877	50,155
Selic Australia Pty Ltd	-	-	-	1,444
Total	<u>-</u>	<u>-</u>	<u>8,658</u>	<u>55,483</u>
Other current receivables				
Subsidiaries				
Devakam Apothecary Hall Co., Ltd.	-	-	971	-
DVK Healthcare Co., Ltd.	-	-	385	-
Key management personnel	<u>132</u>	<u>124</u>	<u>132</u>	<u>124</u>
Total	<u>132</u>	<u>124</u>	<u>1,488</u>	<u>124</u>

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in thousand Baht)</i>			
<i>Other non-current receivables</i>				
Subsidiary				
Selic Australia Pty Ltd	-	-	-	13,125
<i>Trade accounts payables</i>				
Subsidiary				
PMC Label Materials Pte. Ltd.	-	-	-	24
<i>Other current payables</i>				
Joint venture				
Belic Innotech Co., Ltd.	500	-	500	-
Other related parties				
Humanica Public Co., Ltd.	209	-	60	-
ILCT LTD.	2,689	251	-	-
Key management personnel	12	-	12	-
Total	<u>3,410</u>	<u>251</u>	<u>572</u>	<u>-</u>
<i>Loans from</i>				
Subsidiary				
PMC Label Materials Co., Ltd.	-	-	-	107,240
<i>Lease liability</i>				
Other related party				
Narongwong Group Co., Ltd.	20,302	21,671	20,302	21,671

4 Investment in subsidiaries and a joint venture

<i>Movements for nine-month period ended 30 September 2022</i>	<i>Note</i>	Consolidated financial statements	Separate financial statement
		<i>(in thousand Baht)</i>	
<i>Investment in subsidiaries</i>			
Increase capital of Selic Australia Pty Ltd		-	14,645
Invest in Devakam Apothecary Hall Co., Ltd.	2	-	280,000
<i>Investment in a joint venture</i>			
Invest in Belic Innotech Co., Ltd.		500	500

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

Investment in subsidiaries

On 1 July 2022, the Company has additionally invested in ordinary shares of Selic Australia Pty Ltd, a subsidiary, with the existing shareholding percentage (100%), for 613,000 ordinary shares, with a par value of AUD 1 per share, totaling in AUD 613,000 or equivalent to Baht 14.64 million.

On 31 August 2022, the Company purchased 50% of the ordinary shares of Devakam Apothecary Hall Co., Ltd. (“DVK”) (see note 2).

In August 2022, DVK established DVK Healthcare Co., Ltd. (“DHC”) in Thailand, with registered capital of Baht 200 million. The objective is to invest in the project of production and distribution of healthcare products. DVK has 100% shareholding in DHC, as a result, the Company has 50% indirect shareholding in DHC.

DVK and DHC are not publicly listed. Consequently, there are no published share price quotation.

Investment in a joint venture

On 1 May 2022, the Company entered into a joint venture agreement with BNB Tech Co., Ltd. (“BNB”), in order to invest in Belic Innotech Co., Ltd. (“Belic”), a legal entity incorporated in Thailand on 15 June 2022. The objectives of the joint venture are to produce, research and distribute acrylic and resin products. The Company and BNB equally invested in Belic of 50% of the issued and paid-up share capital. The joint venture agreement specifies that the investors have joint control and rights to the net assets of the joint arrangement (“Belic”). Accordingly, the Company classified the investment as investment in a joint venture and recognised the investment using the equity method in the consolidated financial statements. As at 30 September 2022, Belic has not yet started its operation, therefore, no share of profit or loss of a joint venture was recognised in consolidated financial statements.

5 Segment information

The Group has reportable segments, as described below, which are the Group’s strategic divisions. The strategic divisions are managed separately because they require different technologies and marketing strategies. For each of the strategic divisions, the chief operating decision maker reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group’s reportable segments.

- Segment 1 Production and distribution of adhesive for industrial use
- Segment 2 Production and distribution of self-adhesive labels
- Segment 3 Production and distribution of healthcare products.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment earnings before interest, taxes, depreciation and amortisation (EBITDA) as included in the internal management reports that are reviewed by the Group’s operation head. Segment EBITDA is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Adhesive for industrial use		Self-adhesive labels		Healthcare products		Others		Elimination		Total	
<i>Nine-month period ended 30 September</i>	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
	<i>(in thousand Baht)</i>											
External revenues - oversea												
- Asia	112,535	98,513	229,550	187,051	-	-	-	-	-	-	342,085	285,564
- Australia	63,935	57,629	13,919	18,156	-	-	17,271	4,756	-	-	95,125	80,541
- Africa	71,593	54,597	-	-	-	-	-	-	-	-	71,593	54,597
- America	6,145	10,027	-	2,066	-	-	-	-	-	-	6,145	12,093
	254,208	220,766	243,469	207,273	-	-	17,271	4,756	-	-	514,948	432,795
External revenues - local	251,194	236,486	396,289	414,314	17,317	-	-	-	-	-	664,800	650,800
Inter-segment revenue	38,056	95,971	11,457	8,890	-	-	-	-	(49,513)	(104,861)	-	-
Total revenue from sale of goods	543,458	553,223	651,215	630,477	17,317	-	17,271	4,756	(49,513)	(104,861)	1,179,748	1,083,595
Earnings (losses) before interest, tax, depreciation, and amortisation (EBITDA)	104,409	294,186	48,402	68,110	3,257	-	(474)	(1,558)	(52,693)	(214,138)	102,901	146,600
Profit (loss) before tax expense	82,759	256,391	22,644	43,416	2,040	-	(1,870)	(2,540)	(59,089)	(208,341)	46,484	88,926
Segment assets as at 30 September / 31 December	1,810,638	1,595,358	1,356,111	1,397,288	748,969	-	21,222	25,999	(1,386,112)	(1,261,730)	2,550,828	1,756,915
Segment liabilities as at 30 September / 31 December	552,944	663,682	578,127	579,357	187,639	-	10,912	28,847	(12,987)	(183,056)	1,316,635	1,088,830

The Group's revenue from sales of goods is recognised when a customer obtains control of the goods, generally on delivery of the goods to the customers.

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

6 Share capital

	Par value per share (in Baht)	2022 Number Amount (thousand shares / in thousand Baht)		2021 Number Amount (thousand shares / in thousand Baht)	
<i>Authorised</i>					
At 1 January					
- ordinary shares	0.5	457,999	228,999	358,000	179,000
Reduction of shares					
- ordinary shares	0.5	(2)	-	(28,001)	(14,001)
Increase of new shares					
- ordinary shares	0.5	<u>133,286</u>	<u>66,643</u>	<u>128,000</u>	<u>64,000</u>
At 30 September / 31 December					
- ordinary shares	0.5	<u>591,283</u>	<u>295,642</u>	<u>457,999</u>	<u>228,999</u>
<i>Issued and paid-up</i>					
At 1 January					
- ordinary shares	0.5	457,998	228,999	329,999	164,999
Increase of new shares					
- ordinary shares	0.5	<u>133,285</u>	<u>66,643</u>	<u>127,999</u>	<u>64,000</u>
At 30 September / 31 December					
- ordinary shares	0.5	<u>591,283</u>	<u>295,642</u>	<u>457,998</u>	<u>228,999</u>

On 17 May 2022, the Company registered the decrease of capital with the Ministry of Commerce by cancelling the ordinary shares that have not been issued of Baht 409, which remained from share dividend payment of 818 shares. As a result, the original registered capital of Baht 228,999,358.5 were reduced to a new registered capital of Baht 228,998,949.5.

On 18 May 2022, the Company registered the increase of capital with the Ministry of Commerce of Baht 22 million from the original registered capital of Baht 228,998,949.5 to Baht 250,998,949.5 to provide for share dividend payment (see note 8).

On 16 August 2022, the Company registered the decrease of capital with the Ministry of Commerce by cancelling the ordinary shares that have not been issued of Baht 433.5, which remained from share dividend payment of 867 shares. As a result, the original registered capital of Baht 250,998,949.5 were reduced to a new registered capital of Baht 250,998,516.

On 17 August 2022, the Company registered the increase of capital with the Ministry of Commerce of Baht 44.64 million from the original registered capital of Baht 250,998,516 to Baht 295,641,516 in the form of capital increase for private placement.

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

7 Basic earnings per share

The calculations of basic earnings per share for the three-month and nine-month periods ended 30 September 2022 and 2021 were based on the profit for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods, adjusted for the change in the number of ordinary shares as a result of the increase in capital arising from the share dividend issued in the calculations of earnings per share for all periods presented as if the event had occurred at the beginning of the earliest period presented, and adjusted for the effect of capital increase under a general mandate to offer shares to private placement in the calculations of earnings per share for the current period, as described in notes 6 and 8. The details are as follows:

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
	(in thousand Baht / thousand shares)			
<i>For three-month period ended 30 September</i>				
Profit attributable to ordinary shareholders of the Company	13,452	11,099	10,120	7,527
Number of ordinary shares outstanding at 1 July	501,997	501,997	501,997	501,997
Effect of shares issued	43,673	-	43,673	-
Weighted average number of ordinary shares outstanding	545,670	501,997	545,670	501,997
Basic earnings per share (<i>in Baht</i>)	0.025	0.022	0.019	0.015
<i>For nine-month period ended 30 September</i>				
Profit attributable to ordinary shareholders of the Company	35,236	70,180	76,559	243,386
Number of ordinary shares outstanding at 1 January	501,997	501,997	501,997	501,997
Effect of shares issued	14,718	-	14,718	-
Weighted average number of ordinary shares outstanding	516,715	501,997	516,715	501,997
Basic earnings per share (<i>in Baht</i>)	0.068	0.140	0.148	0.485

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

8 Dividends

At the annual general meeting of the shareholders of the Company, held on 27 April 2022, the shareholders approved the allocation of legal reserve and payment of share dividend and cash dividend. The dividends were paid to shareholders on 24 May 2022 as the following details:

	Rate per share	Number of shares (million shares)	Amount (in million Baht)
<i>Dividend payment from retained earnings for the year 2021</i>			
Share dividend	10.40904316 existing shares per 1 share dividend	44.00	22.00
Cash dividend	Baht 0.00533728	-	2.45

At the annual general meeting of the shareholders of the Company, held on 22 April 2021, the shareholders approved the allocation of legal reserve and payment of share dividend and cash dividend. The dividends were paid to shareholders on 19 May 2021 as the following details:

	Rate per share	Number of shares (million shares)	Amount (in million Baht)
<i>Dividend payment from retained earnings for the year 2020</i>			
Share dividend	3.299987 existing shares per 1 share dividend	100.00	50.00
Cash dividend	Baht 0.0168350824	-	5.56
<i>Dividend payment from net profit for the year 2020</i>			
Cash dividend	Baht 0.04545472	-	15.00

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

9 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. It 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.

	Consolidated financial statements					Fair value	
	Financial instruments measured at FVTPL	Financial instruments measured at FVOCI	Financial instruments measured at amortised cost	Total	Level 2	Level 3	Total
	<i>(in thousand Baht)</i>						
<i>At 30 September 2022</i>							
<i>Financial assets and financial liabilities</i>							
Investment in equity instruments	-	73,773	-	73,773	-	73,773	73,773
Long-term loans from financial institution	-	-	(375,700)	(375,700)	(374,046)	-	(374,046)
Foreign currency forward contracts	(55)	-	-	(55)	(55)	-	(55)
<i>At 31 December 2021</i>							
<i>Financial assets and financial liabilities</i>							
Foreign currency forward contracts	237	-	-	237	237	-	237
Investment in equity instruments	-	76,647	-	76,647	-	76,647	76,647
Long-term loans from financial institution	-	-	(397,860)	(397,860)	(393,954)	-	(393,954)

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Carrying amount			Separate financial statements		Fair value	
	Financial instruments measured at FVTPL	Financial instruments measured at FVOCI	Financial instruments measured at amortised cost	Total	Level 2	Level 3	Total
				(in thousand Baht)			
<i>At 30 September 2022</i>							
<i>Financial assets and financial liabilities</i>							
Investment in equity instruments	-	32,000	-	32,000	-	32,000	32,000
Long-term loans from financial institution	-	-	(112,503)	(112,503)	(111,879)	-	(111,879)
<i>At 31 December 2021</i>							
<i>Financial assets and financial liabilities</i>							
Foreign currency forward contracts	181	-	-	181	181	-	181
Investment in equity instruments	-	32,000	-	32,000	-	32,000	32,000
Long-term loans from financial institution	-	-	(132,478)	(132,478)	(130,755)	-	(130,755)
Long-term loan from related party	-	-	(107,240)	(107,240)	(105,329)	-	(105,329)

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

Long-term loans from financial institutions

On 18 March 2022, PMC Label Materials Co., Ltd. (“PMCT”), a subsidiary, has entered into a long-term loan agreement with a local financial institution for a total credit facility of Baht 151 million. The objective of the loan is to use as source of fund for machinery acquisition (see note 10). The loan bears a fixed annual interest rate for the first 12-month period commencing from the first drawdown date, and an interest rate at MLR less margin per annum for the period starting from the 13th month onwards, and shall be repayable equally in 44 monthly installments commencing from September 2023. PMCT will use the machinery as collateral to secure the long-term loan when the ownership of the machinery is completely registered. In addition, PMCT shall comply with certain conditions under the loan agreement which cover maintaining financial ratios.

As at 30 September 2022, PMCT has unutilised credit facility of Baht 114.54 million.

Devakam Apothecary Hall Co., Ltd. (“DVK”), a subsidiary, has entered into long-term loan agreements with several local financial institutions. The objective of the loans is to use as working capital within the entity. As at 30 September 2022, DVK has been fully utilised the credit facility. DVK’s long-term loans are secured with certain collaterals, including investment property, land and buildings, which the carrying amounts in the Group’s consolidated financial statements as at 30 September 2022 were Baht 14.42 million and Baht 128.9 million, respectively. In addition, Thai Credit Guarantee Corporation (“TCG”) was a guarantor on the loans.

10 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in thousand Baht)</i>			
<i>Capital commitments</i>				
Machinery, equipment and software under installation	142,514	5,380	1,120	1,436
Total	142,514	5,380	1,120	1,436
<i>Other commitments</i>				
Unused letters of credit for goods and raw materials	16,652	16,249	7,176	8,123
Bank guarantees	2,412	1,936	1,032	1,136
Total	19,064	18,185	8,208	9,259

As at 30 September 2022, capital commitments in consolidated financial statements included machinery purchase agreement of PMC Label Materials Co., Ltd. (“PMCT”), a subsidiary, amounting to Euro 3.7 million or equivalent to Baht 140.1 million.

As at 30 September 2022, Devakam Apothecary Hall Co., Ltd. (“DVK”), a subsidiary, has cash at bank amounting to Baht 0.29 million that used as collateral for bank guarantee to guarantee the electricity consumption, which presented as restricted deposits at financial institution.

In addition, DVK has entered into a distribution agreement with a local company to be a distributor of products in Thailand. DVK will pay the fee as stipulated in the agreement. This agreement will expire on 31 December 2023, which shall be automatically extended for two additional years unless terminated by either party upon giving 6-month advance notice prior to the expiration date of contract.

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

11 Events after the reporting period

Group of assets acquisition

On 3 October 2022, DVK Healthcare Co., Ltd (“DHC”), an indirect subsidiary, purchased group of assets from 3M Thailand Limited amounting to Baht 250 million, which included machinery, equipment, production formulation, brand names and trademarks, production and distribution operations data, etc.

On 10 November 2022, DHC purchased group of assets from Neorex Group Co., Ltd. amounting to Baht 280 million, which comprised land and constructions, including office building, factory building and warehouse, etc.

The acquisition of assets above is part of the investment project in production and distribution of healthcare products, medical supplies in particular, which comprise adhesive plasters, medicated plasters, pain-relief plasters, muscle bandages, cooling gel, alcohol patches, etc. The objective is to expand the business of the Group into healthcare business.

Long-term loans from financial institution

On 27 October 2022, DHC has entered into two long-term loan agreements with a local financial institution for the credit facilities of Baht 220 million and Baht 180 million, respectively. The objectives of the loans are to use as source of fund for the assets acquisition from Neorex Group Co., Ltd. and use as working capital for business operation. The loans bear interest rate at MLR less margin per annum and the principals shall be repayable equally in 96 monthly installments commencing from January 2024. DHC has mortgaged land and constructions, secured machineries, inventories and claims to receive payment from DHC’s debtors and DHC’s ordinary shares as collaterals for the loans. The Company and Devakam Apothecary Hall Co., Ltd. (“DVK”) were guarantors. In addition, DHC shall comply with certain conditions under the loan agreements which cover maintaining financial ratios and the Company shall maintain the shareholding in DVK of not less than 50% of the total authorised share capital of DVK throughout the term of the loan agreements.

12 Thai Financial Reporting Standards (TFRS) not yet adopted

Revised TFRSs, which are relevant to the Group’s operations and will become effective for the financial statements in annual reporting periods beginning on or after 1 January 2023, are as follows:

TFRS	Topic
TFRS 9	Financial Instruments
TAS 16	Property, Plant and Equipment
TAS 37	Provisions, Contingent Liabilities and Contingent Assets

Management is currently considering the potential impact from these TFRSs on the financial statements in the initial period adopted.

Selic Corp Public Company Limited and its Subsidiaries
Condensed notes to the interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

13 Reclassification of accounts

Certain accounts in the statement of income for the three-month and nine-month periods ended 30 September 2021, which are included in these interim financial statements for comparative purposes, have been reclassified to conform to the presentation in these interim financial statements as follows:

	Consolidated financial statements			Separate financial statements		
	Before Reclassification	Reclassification	After Reclassification	Before Reclassification	Reclassification	After Reclassification
	<i>(in thousand Baht)</i>					
<i>Three-month period ended</i>						
<i>30 September 2021</i>						
Distribution costs	14,841	6,421	21,262	6,797	2,472	9,269
Administrative expenses	46,045	<u>(6,421)</u>	39,624	24,393	<u>(2,472)</u>	21,921
		<u>-</u>			<u>-</u>	
<i>Nine-month period ended</i>						
<i>30 September 2021</i>						
Distribution costs	42,973	18,382	61,355	16,758	8,245	25,003
Administrative expenses	137,872	<u>(18,382)</u>	119,490	76,019	<u>(8,245)</u>	67,774
		<u>-</u>			<u>-</u>	