The interim financial statements were approved and authorized for issue by the Board of Directors on November 7, 2025.

1. GENERAL INFORMATION AND THE SHAREHOLDING STRUCTURE

1.1 General information

G J Steel Public Company Limited (“the Company”) is incorporated in Thailand and has its registered office as follows:

|  |  |  |
| --- | --- | --- |
| Head office | : | 88 Paso Tower, 24th Floor, Silom Road, Suriyawong, Bangrak, Bangkok |
|  |  |  |
| Factory | : | 358 Moo 6, WHA Chonburi Industrial Estate 1 Highway 331, Tambol Bowin, Amphur Sriracha, Chonburi |

The Company was listed on the Stock Exchange of Thailand (the “SET”) on July 2, 1996.

The principal activities of the Company are the manufacturing and distribution of hot rolled coil steel products.

1.2 The shareholding structure

The Company’s major shareholders are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  | Proportionate of shares (%) | | |
| Shareholders’ Name |  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |  |
| Asia Credit Opportunities I (Mauritius) Limited  (“ACO I”) - incorporated in the Republic of Mauritius |  | 40.45 |  | 40.45 |
| G Steel Public Company Limited (“G Steel”) |  | 8.24 |  | 8.24 |
| Nippon Steel Corporation (“NSC”) |  | 7.70 |  | 7.70 |
| Thai R.T.N.T. Holding Co., Ltd. |  | 4.97 |  | 4.97 |
| Ms. Arunsri Ratanathayaporn |  | 4.83 |  | 4.83 |
| Superior Overseas (Thailand) Company Limited |  | 1.62 |  | 1.62 |
| GS Securities Holdings Co., Ltd. (“GS Securities”)  GS Securities are 99.99% owned by G Steel |  | 1.21 |  | 1.21 |

As at September 30, 2025 and December 31, 2024, the Company’s ultimate parent company is Nippon Steel Corporation and is incorporated in Japan, whose shares are listed on the Stock Exchanges in Japan.

**2. BASIS OF PREPARATION OF THE INTERIM FINANCIAL STATEMENTS**

The Company maintains its accounting records in Thai Baht and in the Thai language in conformity with Thai Financial Reporting Standards. Accordingly, the interim financial statements are intended solely to present the financial position, financial performance and cash flows in accordance with Thai Financial Reporting Standards.

The interim financial statements have been prepared to provide an update on the financial statements for the year ended December 31, 2024. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2024.

For the convenience of the readers, the Company has prepared an English translation of the interim financial statements from the Thai language interim financial statements, which are issued solely for domestic financial reporting purposes.

**3. SIGNIFICANT ACCOUNTING POLICIES**

3.1 The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended December 31, 2024, except that the Company has adopted all the new and/or revised Thai Financial Reporting Standards that are effective for annual periods beginning on or after January 1, 2025.

3.2 Accounting standards that became effective in the current accounting period.

The Company disclosed the accounting standards, financial reporting standards, accounting standard interpretations and financial reporting standard interpretations that are effective for fiscal years beginning on or after January 1, 2025, in the notes to financial statements for the year ended December 31, 2024.

The Company’s management has assessed the effects of the above accounting standards, financial reporting standards, accounting standard interpretations and financial reporting standard interpretations, and considers that they do not have a significant impact to the interim financial information for the three-month and nine-month periods ended September 30, 2025.

**4. TRANSACTIONS WITH RELATED PARTIES**

For the purposes of these interim financial statements, connected persons or related parties are considered to be related to the Company if the Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Company and the party are subject to common control or common significant influence. Connected persons or related parties may be individuals or other entities.

Relationships with related parties were as follows:

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Country of |  |  |  |  |
| Name of entities |  | Incorporation |  | Type of business |  | Nature of relationships |
|  |  |  |  |  |  |  |
| Nippon Steel Corporation (“NSC”) |  | Japan |  | Steelmaking and steel fabrication, engineering and construction, chemicals and materials, and system solutions |  | Indirect ultimate shareholder |
|  |  |  |  |  |  |  |
| Asia Credit Opportunities I (Mauritius) Limited (“ACO I”) |  | Republic of Mauritius |  | Special-purpose for investment |  | Major shareholder and a subsidiary of NSC |
|  |  |  |  |  |  |  |
| Nippon Steel Trading Corporation |  | Japan |  | Sales and imports/export of steel, industrial supply and infrastructure, textiles, foodstuffs and others |  | Subsidiary of NSC |
|  |  |  |  |  |  |  |
| Nippon Steel Trading (Thailand) Co., Ltd. |  | Thailand |  | Wholesale of iron, steel and  non-ferrous metal in primary forms |  | Subsidiary of NSC |
|  |  |  |  |  |  |  |
| Nippon Steel (Thailand) Co., Ltd. (“NSTH”) |  | Thailand |  | Regional Operating Headquarters |  | Subsidiary of NSC |
|  |  |  |  |  |  |  |
| NS-Siam United Steel Co., Ltd.  (“NS-SUS”) |  | Thailand |  | Manufacture and sale of steel |  | Subsidiary of NSC |
|  |  |  |  |  |  |  |
| NS BlueScope (Thailand) Ltd. |  | Thailand |  | Manufacture and sale of steel |  | Associate of NSC |
|  |  |  |  |  |  |  |
| Nippon Steel Logistics (Thailand) Co., Ltd. |  | Thailand |  | Providing transportation and storage services and selling packaging paper |  | Subsidiary of NSC |
|  |  |  |  |  |  |  |
| Thai NS Solution Co., Ltd. |  | Thailand |  | Sales and services of computer program (excluding web pages  and network) |  | Subsidiary of NSC |
|  |  |  |  |  |  |  |
| Krosaki Harima Corporation |  | Japan |  | Manufacture and sales of refractories |  | Subsidiary of NSC |
|  |  |  |  |  |  |  |

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  | Country of |  |  |  |  |
| Name of entities |  | Incorporation |  | Type of business |  | Nature of relationships |
|  |  |  |  |  |  |  |
| Nippon Steel Technology Co., Ltd. |  | Japan |  | Researching on technology, market, economy trends, and intellectual property and support for sales public relations and human resource development |  | Subsidiary of NSC |
|  |  |  |  |  |  |  |
| G Steel Public Company Limited  (“G Steel”) |  | Thailand |  | Manufacture and sales of steel |  | Same indirect ultimate shareholder |
|  |  |  |  |  |  |  |
| GS Securities Holding Co., Ltd.  (“GS Securities”) |  | Thailand |  | Special-purpose restructuring entity |  | Subsidiary of G Steel |
|  |  |  |  |  |  |  |
| JSSR Logistics Co., Ltd. |  | Thailand |  | Freight forwarding and custom agent |  | Related party of the shareholder of the Company |
|  |  |  |  |  |  |  |
| Key management personnel |  | - |  | - |  | Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise)  of the Company |

The pricing policies for particular types of transactions are explained further below:

|  |  |  |
| --- | --- | --- |
| **Transactions** |  | **Pricing policies** |
|  |  |  |
| Sales of finished goods |  | Mutually agreed prices with reference to market prices |
| Sales of raw materials and consumables |  | Mutually agreed prices with reference to market prices |
| Other income |  | Cost plus margin |
| Purchases of raw materials and consumables |  | Mutually agreed prices with reference to market prices |
| Other expenses |  | Contractual rates |
| Improvement of software solutions |  | Contractual rate |

Significant transactions for each of the three-month and nine-month periods ended September 30, 2025 and 2024 with related parties were as follows:

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | In Million Baht | | | | | | |
|  | For the three-month periods | | |  | For the nine-month periods | | |
|  | ended September 30 | | |  | ended September 30 | | |
|  | 2025 |  | 2024 |  | 2025 |  | 2024 |
| **Other related parties** |  |  |  |  |  |  |  |
| Sales of finished goods | 2,644 |  | 4 |  | 6,160 |  | 8 |
| Sales of raw materials and consumables | - |  | - |  | 14 |  | - |
| Other income | 9 |  | - |  | 22 |  | - |
| Purchases of raw materials and consumables | 250 |  | 1 |  | 1,079 |  | 35 |
| Other expenses | 3 |  | 1 |  | 7 |  | 2 |
| Improvement of software solutions | 4 |  | - |  | 4 |  | - |
|  |  |  |  |  |  |  |  |
| **Key management personnel** |  |  |  |  |  |  |  |
| Key management personnel compensation |  |  |  |  |  |  |  |
| Short-term benefits | 4 |  | 9 |  | 17 |  | 26 |
| Long-term benefits | 0.1 |  | 0.1 |  | 0.4 |  | 0.5 |

Balances as at September 30, 2025 and December 31, 2024 with related parties were as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  | In Million Baht | | |
|  | *Notes* | September 30, 2025 |  | December 31, 2024 |
| **Trade account receivable** | *7* |  |  |  |
| Other related party |  | 1 |  | - |
|  |  |  |  |  |
| **Other current assets** | *9* |  |  |  |
| Other related parties |  | 12 |  | 2 |
|  |  |  |  |  |
| **Trade account payables** | *14* |  |  |  |
| Other related parties |  | 122 |  | - |
|  |  |  |  |  |
| **Other current payables and accrued expenses** | *15* |  |  |  |
| Other related parties |  | 6 |  | 5 |
|  |  |  |  |  |
| **Advances received from customer** | *16* |  |  |  |
| Other related party |  | 207 |  | - |

**Significant agreements with related parties**

***Cash Management Service Agreement***

On May 28, 2025, the Company entered into Amendment Agreement to Cash Management Service Agreement with NSTH to extend the maturity date of credit facility of Baht 500 million for one more year up to April 30, 2026.

***Technical Service Agreement***

On April 1, 2025, the Company entered into a Technical Service Agreement with a foreign related party to obtain services relating to research and development support in providing certain technical services and a related license of proprietary technology, know-how, patents and software in foreign related party’s possession, for which the service fee shall be charged based on contractual prices. The agreement is valid for a period of 3 years ending March 31, 2028, and shall automatically be renewed for 1 year each unless either party gives the other party at least 60 days written termination notice prior to the end of the initial or renewal term.

**5. CASH AND CASH EQUIVALENTS**

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Cash in banks - Savings accounts | 451 |  | 110 |
| Cash in banks - Current accounts | - |  | 5 |
| Cash in banks - Fixed deposit accounts not over 3 months | 300 |  | 550 |
| Total | 751 |  | 665 |

The currency denomination of cash and cash equivalents as at September 30, 2025 and December 31, 2024 were as follows:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Thai Baht | 738 |  | 665 |
| United States Dollars | 13 |  | - |
| Total | 751 |  | 665 |

**6. SHORT-TERM INVESTMENTS IN FIXED DEPOSITS**

As at December 31, 2024, short-term investments in fixed deposits represented 1-year term deposit with 2 local financial institutions which investment amount of Bath 1 billion bears interest at the rate of 2.3% per annum (As at September 30, 2025: Nil).

The currency denomination of short-term investments in fixed deposits as at September 30, 2025 and December 31, 2024 were as follows:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Thai Baht | - |  | 1,001 |

**7. TRADE ACCOUNT RECEIVABLES**

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Related party | 1 |  | - |
| Other parties | - |  | 18 |
| Total | 1 |  | 18 |

Aging analyses for trade account receivables were as follows:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Within credit-term | 1 |  | 4 |
| Overdue - Not over 3 months | - |  | 14 |
| Total | 1 |  | 18 |

The normal sales terms granted by the Company are cash advance and credit not over 14 days (As at December 31, 2024: not over 3 working days) for domestic sales, and cash advance and letter of credit at sight for export sales.

The currency denomination of trade account receivables as at September 30, 2025 and December 31, 2024 were as follows:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Thai Baht | 1 |  | 18 |

**8. INVENTORIES - Net**

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Finished goods | 659 |  | 316 |
| Raw materials | 752 |  | 600 |
| Consumables | 496 |  | 438 |
| Spare parts | 737 |  | 674 |
| Goods in transit | 69 |  | 108 |
| Total | 2,713 |  | 2,136 |
| Less: Allowance for decline in value of inventories | (103) |  | (112) |
| Net | 2,610 |  | 2,024 |
|  |  |  |  |
| Allowance for decline in value of inventories during the period/year (reversal) | (9) |  | 91 |

**9. OTHER CURRENT ASSETS - Net**

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Advances to suppliers | 16 |  | 28 |
| Less: Allowance for impairment losses | (2) |  | (10) |
|  | 14 |  | 18 |
|  |  |  |  |
| Refundable prepaid corporate income tax | 68 |  | 68 |
| Value added tax receivable | 63 |  | 27 |
| Suspense input tax | 15 |  | 7 |
| Other account receivable - Related party | 5 |  | - |
| Prepaid expenses and others |  |  |  |
| - Related parties | 7 |  | 2 |
| - Other parties | 90 |  | 62 |
|  |  |  |  |
| Net | 262 |  | 184 |

***Court cases***

(a) On September 13, 2019, the Company filed a lawsuit against a company in Thailand together with an authorized representative of such company as a criminal case at the Bangkok South Criminal Court on charges of jointly forging and fabricating documents of rights, sharing or claiming forged documents of rights, jointly defraud and counterfeited the bank account in such sale and purchase documents of a foreign company which is a manufacturer of electrode for an amount of Baht 2.3 million and interest at a rate of 7.5% per annum from the date of infringement (December 19, 2017) until the date of filing, totalling Baht 2.6 million and interest at the rate of 7.5% per annum of the principal after the date of filing until the two defendants will pay the plaintiff in full.

On September 1, 2023, the Civil Court ordered the defendant to pay the plaintiff of Baht 2.3 million and interest at the rate of 7.5% per annum from December 19, 2017 until April 10, 2021 and interest at the rate of 5.0% per annum from April 11, 2021 until the completion of payment is made to the plaintiff. The defendant filed an appeal on December 18, 2023. Subsequently on January 30, 2024, the Company already filed response to the appeal to the Court and is still under the Court of Appeal consideration.

(b) On June 7, 2024, the Company filed a lawsuit against two companies in Thailand, the wholesale and the retail in steel business, who formerly provided support the financial assistance to import scraps for the Company, as a civil case at the Samut Sakhon Provincial Court on charges of breach of contract, call for the debts and claim for the damages of the cash collateral remaining of Baht 8 million and interest at a rate of 7.5% per annum from the date of infringement (May 24, 2017) until April 10, 2021, and interest at the rate of 5.0% per annum after April 11, 2021 until the two defendants will pay the plaintiff in full.

On March 18, 2025, the Court ordered the first defendant to pay the outstanding debt amounting to Baht 8 million and ordered two defendants to jointly pay amount of USD 68,000 to the Company together with the interest at the rate of 7.5% per annum from December 21, 2018 until April 10, 2021, and interest at the rate of 5% per annum or new interest rate adjusted by the Ministry of Finance plus 2% per annum from April 11, 2021 until the completion of repayment.

Subsequently on June 16, 2025, the Company and 2 defendant companies entered into Memorandum of Agreement on Scheduled Payment of Judgment Debt and such defendants agreed to pay the outstanding debt and interest totalling Baht 11 million. In this regard, the Company already received the payment in full amount in July 2025 and recorded such amount as a part of “other income” in the statements of comprehensive income for the three-month and nine-month periods ended September 30, 2025.

**10. PROPERTY, PLANT AND EQUIPMENT - Net**

The movements of property, plant and equipment - net during the nine-month period ended September 30, 2025, were as follows:

|  |  |
| --- | --- |
|  | In Million Baht |
|  |  |
| Net book value as at January 1, 2025 | 7,869 |
| Additions | 244 |
| Disposals and write-off | (12) |
| Depreciation charge for the period | (435) |
| **Net book value as at September 30, 2025** | 7,666 |

***Mortgaged property, plant and equipment***

The Company filed a lawsuit to Southern Bangkok Civil Court against one defendant, in their capacities of bondholder trustee and security agent, to release the lien and security interests on the Company’s property, plant and equipment which the Company had completely settled under rehabilitation plan to such creditor. On October 28, 2013, the Court ruled the defendant to release the mortgaged assets. Accordingly, the Company already released the mortgaged land and building in November 2023, and released the mortgaged machinery in September 2025.

The Company’s machinery, which have net book value as at December 31, 2024 totalling Baht 4,422 million, are mortgaged first ranking security against the bondholders as mentioned above (As at September 30, 2025: Nil).

**11. OTHER INTANGIBLE ASSETS - Net**

The movements of other intangible assets - net during the nine-month period ended September 30, 2025, were as follows:

|  |  |
| --- | --- |
|  | In Million Baht |
|  |  |
| Net book value as at January 1, 2025 | 27 |
| Additions | 85 |
| Amortization charge for the period | (1) |
| **Net book value as at September 30, 2025** | 111 |

**12. DEFERRED TAX**

Reconciliation between tax expense and accounting loss multiplied by the applicable tax rate for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | In Million Baht | | | | | | |
|  | For the three-month periods | | |  | For the nine-month periods | | |
|  | ended September 30 | | |  | ended September 30 | | |
|  | 2025 |  | 2024 |  | 2025 |  | 2024 |
|  |  |  |  |  |  |  |  |
| Accounting loss before tax | (244) |  | (375) |  | (848) |  | (641) |
|  |  |  |  |  |  |  |  |
| Income tax rate at 20% | (49) |  | (75) |  | (170) |  | (128) |
| Add (Less): Tax effects from |  |  |  |  |  |  |  |
| - Exempt income and additional |  |  |  |  |  |  |  |
| tax-deductible expenses | - |  | - |  | (3) |  | (1) |
| - Unrecognized certain temporary differences | 9 |  | 36 |  | 43 |  | 77 |
| - Utilized unrecognition certain |  |  |  |  |  |  |  |
| temporary differences | - |  | (5) |  | - |  | (32) |
| - Unrecognition tax loss carry forward | 40 |  | 44 |  | 130 |  | 84 |
| Tax expense | - |  | - |  | - |  | - |

Deferred tax assets arising from temporary differences and unused tax losses that have not been recognized in the financial statements as at September 30, 2025 and December 31, 2024 were as follows:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
| Temporary differences of deferred tax assets |  |  |  |
| - Allowance for decline in value of inventories | 20 |  | 22 |
| - Allowance for impairment on advances to suppliers | - |  | 2 |
| - Allowance for impairment losses on property, plant and equipment |  |  |  |
| and depreciation gap | 773 |  | 727 |
| - Allowance for impairment losses on suspended construction in progress | 76 |  | 76 |
| - Allowance for impairment losses on unusable machines held for sale | 1,348 |  | 1,348 |
| - Other current liabilities | 4 |  | 6 |
| - Non-current provision for employee retirement benefit | 38 |  | 35 |
|  | 2,259 |  | 2,216 |
| Tax loss carried forward | 336 |  | 205 |
| Total | 2,595 |  | 2,421 |

The loss carried forward will expire in 2028 to 2033. The deductible temporary differences do not expire under current tax legislation. Deferred tax assets have not been recognized in the financial statements of the Company in respect of these items because it is not certain that future taxable profit will be generated against which the Company can utilize the benefits there from.

**13. OTHER NON-CURRENT ASSETS - Net**

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Unusable machines held for sale | 6,774 |  | 6,774 |
| Less: Allowance for impairment losses | (6,739) |  | (6,739) |
|  | 35 |  | 35 |
|  |  |  |  |
| Suspended construction in progress | 382 |  | 382 |
| Less: Allowance for impairment losses | (381) |  | (381) |
|  | 1 |  | 1 |
|  |  |  |  |
| Others | 3 |  | 3 |
| Net | 39 |  | 39 |

**14. TRADE ACCOUNT PAYABLES**

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Related parties | 122 |  | - |
| Other parties | 152 |  | 112 |
| Total | 274 |  | 112 |

The currency denomination of trade account payables as at September 30, 2025 and December 31, 2024 were as follows:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Thai Baht | 145 |  | 47 |
| United States Dollars | 129 |  | 61 |
| Euro | - |  | 4 |
| Total | 274 |  | 112 |

**15. OTHER CURRENT PAYABLES AND ACCREUD EXPENSES**

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Electricity and natural gas payables | 159 |  | 65 |
| Accrued incentive bonus program | 35 |  | 43 |
| Other account payables |  |  |  |
| - Related parties | 6 |  | 5 |
| - Other parties | 166 |  | 179 |
| Others | 39 |  | 24 |
| Total | 405 |  | 316 |

The currency denomination of other current payables and accrued expenses as at September 30, 2025 and December 31, 2024 were as follows:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Thai Baht | 375 |  | 276 |
| United States Dollars | 21 |  | 28 |
| Euro | 9 |  | 12 |
| Total | 405 |  | 316 |

**16. ADVANCES RECEIVED FROM CUSTOMER**

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Related party | 207 |  | - |

The currency denomination of advances received from customer as at September 30, 2025 and December 31, 2024 were as follows:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Thai Baht | 207 |  | - |

**17. OTHER CURRENT LIABILITIES**

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Provision for loss on purchase orders for undelivered raw materials | 20 |  | 29 |
| Others | 4 |  | 4 |
| Total | 24 |  | 33 |

The currency denomination of other current liabilities as at September 30, 2025 and December 31, 2024 were as follows:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |
| Thai Baht | 24 |  | 33 |

**18. NON-CURRENT PROVISION FOR EMPLOYEE RETIREMENT BENEFIT**

|  |  |
| --- | --- |
|  | In Million Baht |
|  |  |
| Non-current provision for employee retirement benefit as at January 1, 2025 | 177 |
| Current service cost and interest cost | 12 |
| **Non-current provision for employee retirement benefit as at September 30, 2025** | 189 |

Expenses recognized in the statements of comprehensive income for each of the three-month and nine-month periods ended September 30, 2025 and 2024 were as follows:

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | In Million Baht | | | | | | |
|  | For the three-month periods | | |  | For the nine-month periods | | |
|  | ended September 30 | | |  | ended September 30 | | |
|  | 2025 |  | 2024 |  | 2025 |  | 2024 |
| In profit or loss for the period: |  |  |  |  |  |  |  |
| Current service cost and interest cost | 4 |  | 4 |  | 12 |  | 12 |

**19. LEGAL RESERVE**

Under the provisions of the Public Company Limited Act B.E. 2535, the Company is required to appropriate at least 5% of its annual net profit (after deduction of the deficit brought forward, if any) as reserve fund until the reserve fund reaches 10% of the authorized share capital. The legal reserve is not available for dividend distribution.

**20. OPERATING SEGMENTS**

Segment information is presented in respect of the Company’s geographical segments based on the Company’s management and internal reporting structure.

***Business segments***

Management considers that the Company operates in a single line of business, namely manufacturing of hot rolled coil steel products, and has, therefore, only one major business segment and one cash generating unit.

***Geographic segments***

In presenting information on the basis of geographic segments, segment revenue is based on the geographic location of customers. Considering the location criteria of the Company's operations and market criteria, the Company has only one geographical segment, as the Company only operates most of its business in the country.

Non-current assets are located in Thailand only.

***Information about major customers***

During the three-month period ended September 30, 2025, the Company had revenues from the domestic sales to 1 customer, a related party, for the total amount of Baht 2,642 million (2024: 3 customers, other parties, totalled Baht 2,080 million).

During the nine-month period ended September 30, 2025, the Company had revenues from the domestic sales to 2 customers, a related party and an other party, for the total amount of Baht 6,838 million (2024: 3 customers, other parties, totalled Baht 6,421 million).

**21. BASIC LOSS PER SHARE**

The calculations of basic loss per share for each of the three-month periods ended September 30, 2025 and 2024 were based on the loss for the periods attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding during the periods as follows:

|  | In Million Baht / Million shares | | |
| --- | --- | --- | --- |
|  | 2025 |  | 2024 |
|  |  |  |  |
| Loss for the period | (244) |  | (375) |
|  |  |  |  |
| Number of ordinary shares outstanding at July 1 | 25,487 |  | 25,487 |
| Effect of issuance of new shares | - |  | - |
| Weighted average number of ordinary shares outstanding at September 30 | 25,487 |  | 25,487 |
|  |  |  |  |
| Basic loss per share (in Baht) | (0.010) |  | (0.015) |

The calculations of basic loss per share for each of the nine-month periods ended September 30, 2025 and 2024 were based on the loss for the periods attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding during the periods as follows:

|  | In Million Baht / Million shares | | |
| --- | --- | --- | --- |
|  | 2025 |  | 2024 |
|  |  |  |  |
| Loss for the period | (848) |  | (641) |
|  |  |  |  |
| Number of ordinary shares outstanding at January 1 | 25,487 |  | 25,487 |
| Effect of issuance of new shares | - |  | - |
| Weighted average number of ordinary shares outstanding at September 30 | 25,487 |  | 25,487 |
|  |  |  |  |
| Basic loss per share (in Baht) | (0.033) |  | (0.025) |

**22. COMMITMENTS AND CONTINGENT LIABILITIES**

As at September 30, 2025 and December 31, 2024, the Company had commitments and contingent liabilities as below:

|  | In Million Baht | | |
| --- | --- | --- | --- |
|  | September 30, 2025 |  | December 31, 2024 |
| ***Commitments under lease and service agreements*** |  |  |  |
| Not later than 1 year | 18 |  | 12 |
| Later than 1 year but not later than 5 years | 29 |  | 27 |
| Total | 47 |  | 39 |
|  |  |  |  |
| ***Capital commitments*** |  |  |  |
| Purchases of fixed assets | 178 |  | 239 |
| Improvement of software solutions | 19 |  | 80 |
| Total | 197 |  | 319 |
|  |  |  |  |
| ***Commitments for purchases of raw materials and supplies*** |  |  |  |
| Purchases of raw materials, consumables and spare parts | 629 |  | 883 |
| Purchases of natural gas | 6 |  | 59 |
| Total | 635 |  | 942 |
|  |  |  |  |
| ***Contingent liabilities*** |  |  |  |
| Letters of guarantee | 133 |  | 133 |

***Forward exchange contracts***

Commitment under forward exchange contracts with a local financial institution covering its foreign currency liabilities from import raw materials. Details are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  | September 30, 2025 |  | December 31, 2024 |
|  |  |  |  |  |
| Forward contract values |  | USD 6.6 million and |  | USD 0.5 million |
|  |  | EUR 0.2 million |  |  |
|  |  |  |  |  |
| Equivalent to Thai Baht |  | Baht 217 million |  | Baht 17 million |
|  |  |  |  |  |
| Maturity within |  | November 2025 |  | January 2025 |

**23. CREDIT FACILITIES FOR OPERATION**

As at September 30, 2025 and December 31, 2024, the Company had uncommitted and unsecured short-term credit facilities from a local related party and 3 local financial institutions as below:

|  |  | Credit Line | | |
| --- | --- | --- | --- | --- |
| Credit Facilities |  | In Million USD |  | In Million Baht |
|  |  |  |  |  |
| ***Other related party*** |  |  |  |  |
| Short-term loan under Cash Management Service Agreement |  | - |  | 500 |
|  |  |  |  |  |
| ***Financial institutions*** |  |  |  |  |
| Short-term borrowings |  | 39 |  | 3,048 |
| Letter of credit and trust receipt |  | 63 |  | - |
| Letter of guarantee |  | - |  | 208 |
| Forward exchange contract |  | 90 |  | - |