**Sino Logistics Corporation Public Company Limited and its subsidiaries**

**Condensed notes to interim financial statements**

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

1. **General information**

**1.1 Basis for the preparation of interim financial statements**

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company presenting condensed interim financial statements. The Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements and has presented notes to the interim financial statements on a condensed basis.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

## **1.2 Basis of consolidation**

The interim consolidated financial statements include the financial statements of Sino Logistics Corporation Public Company Limited (“the Company”) and its subsidiary companies (“the subsidiaries”) (collectively as “the Group”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2024 with no change in shareholding structure of the subsidiaries during the current period except for the additional investments as described in Note 5 to the financial statements.

**1.3 Accounting policies**

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2024.

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

**2. Related party transactions**

During the periods, the Group had significant business transactions with related persons or related parties. Such transactions, which are summarised below, arose in the ordinary course of business. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Summaries significant business transactions with related parties are as follows.

|  | (Unit: Million Baht) | | | | | | |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | For the three-month periods ended 30 June | | | | | | |
|  | Consolidated  financial statements | | | Separate  financial statements | | | |
|  | 2025 | 2024 | | 2025 | | 2024 | |
| **Transactions with subsidiary** |  |  | |  | |  | |
| (eliminate from the consolidated financial statements) | | |  | |  | |  |
| Cost of services | - | - | | 21 | | 7 | |
| **Transactions with related person** |  |  | |  | |  | |
| Service income | 1 | - | | 1 | | - | |

|  | (Unit: Million Baht) | | | | | | |
| --- | --- | --- | --- | --- | --- | --- | --- |
|  | For the six-month periods ended 30 June | | | | | | |
|  | Consolidated  financial statements | | | Separate  financial statements | | | |
|  | 2025 | 2024 | | 2025 | | 2024 | |
| **Transactions with subsidiary** |  |  | |  | |  | |
| (eliminate from the consolidated financial statements) | | |  | |  | |  |
| Cost of services | - | - | | 42 | | 18 | |
| **Transactions with related person** |  |  | |  | |  | |
| Service income | 2 | - | | 2 | | 2 | |

As at 30 June 2025 and 31 December 2024, the balances of the accounts between the Group and related companies are as follows:

|  | (Unit: Thousand Baht) | | | |
| --- | --- | --- | --- | --- |
|  | Consolidated  financial statements | | Separate  financial statements | |
|  | 30 June | 31 December | 30 June | 31 December |
|  | 2025 | 2024 | 2025 | 2024 |
| **Trade and other current receivables related parties (Note 3)** |  |  |  |  |
| Subsidiary | - | - | 705 | 491 |
| **Trade and other current payables - related parties (Note 8)** |  |  |  |  |
| Subsidiaries | - | - | 18,688 | 8,637 |

**Short-term loans to related party**

For the six-month period ended 30 June 2025, the movements of short-term loans to related party are as follows.

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
|  |  |  | (Unit: Thousand Baht) | | | |
|  |  |  | Consolidated financial statements/Separate financial statements | | | |
| Short-term loans to | Interest rate (% per annum) | | Balance as at 31 December 2024 | Increase | Decrease | Balance as at 30 June 2025 |
|  | 30 June 2025 | 31 December 2024 |  |  |  |  |
| Related party | 5 | 5 | 5,550 | - | - | 5,550 |
| Total |  |  | 5,550 | - | - | 5,550 |

The short-term loans to related party are unsecured and due at call.

**Directors and management’s benefits**

During the three-month and six-month periods ended 30 June 2025 and 2024, the Group had employee benefit expenses payable to their directors and management as below.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | (Unit: Million Baht) | | | |
|  | For the three-month periods ended 30 June | | | |
|  | Consolidated  financial statements | | Separate  financial statements | |
|  | 2025 | 2024 | 2025 | 2024 |
| Short-term employee benefits | 15 | 15 | 15 | 14 |
| Post-employment benefits | 1 | 2 | 1 | 2 |
| Total | 16 | 17 | 16 | 16 |
|  | (Unit: Million Baht) | | | |
|  | For the six-month periods ended 30 June | | | |
|  | Consolidated  financial statements | | Separate  financial statements | |
|  | 2025 | 2024 | 2025 | 2024 |
| Short-term employee benefits | 30 | 30 | 30 | 28 |
| Post-employment benefits | 3 | 4 | 2 | 4 |
| Total | 33 | 34 | 32 | 32 |

**3. Trade and other current receivables**

|  | (Unit: Thousand Baht) | | | |
| --- | --- | --- | --- | --- |
|  | Consolidated  financial statements | | Separate  financial statements | |
|  | 30 June | 31 December | 30 June | 31 December |
|  | 2025 | 2024 | 2025 | 2024 |
| **Trade receivables - related parties** |  |  |  |  |
| Aged on the basis of due dates |  |  |  |  |
| Not yet due | - | - | 1 | 3 |
| Total trade receivables - related parties | - | - | 1 | 3 |
| **Trade receivables - unrelated parties** |  |  |  |  |
| Aged on the basis of due dates |  |  |  |  |
| Not yet due | 371,213 | 363,932 | 355,391 | 358,814 |
| Past due |  |  |  |  |
| Up to 3 months | 63,741 | 76,169 | 55,780 | 70,683 |
| 3 - 6 months | 1,558 | 695 | 1,307 | 650 |
| 6 - 12 months | 14 | 699 | - | 699 |
| Over 12 months | 3,636 | 3,297 | 3,636 | 3,297 |
| Total | 440,162 | 444,792 | 416,114 | 434,143 |
| Less: Allowance for expected credit losses | (4,659) | (5,490) | (4,551) | (5,469) |
| Total trade receivables - unrelated parties, net | 435,503 | 439,302 | 411,563 | 428,674 |
| Total trade receivables - net | 435,503 | 439,302 | 411,563 | 428,677 |
| **Other current receivables** |  |  |  |  |
| Other current receivables - related parties | - | - | 704 | - |
| Other current receivables | 1,962 | 1,629 | 1,660 | 1,152 |
| Advances - related parties | - | - | - | 488 |
| Advances | 15 | 22 | - | - |
| Total other current receivables | 1,977 | 1,651 | 2,364 | 1,640 |
| Total trade and other current receivables - net | 437,480 | 440,953 | 413,927 | 430,317 |

**4. Other financial assets / other financial liabilities**

(Unit: Thousand Baht)

|  | Consolidated financial statements/  Separate financial statements | |
| --- | --- | --- |
|  | 30 June 2025 | 31 December 2024 |
| **Equity instrument designated at FVOCI** |  |  |
| Non-listed equity instrument | 1,905 | 1,905 |
| **Financial assets at fair value through profit or loss** | |  |
| Derivatives assets | - | 476 |
| Unit trusts - fixed income fund | 300,248 | 250,743 |
| Total other financial assets | 302,153 | 251,219 |
|  |  |  |
| Current | 300,248 | 251,219 |
| Non-current | 1,905 | 1,905 |
| Total | 302,153 | 253,124 |
|  |  |  |
| **Financial liabilities at fair value through profit or loss** | |  |
| Derivatives liabilities | 588 | - |
| Total other financial liabilities | 588 | - |
|  |  |  |
| Current | 588 | - |
| Non-current | - | - |
| Total | 588 | - |

Investment in the non-listed equity instrument is an investment in ordinary shares of Thai International Container Services Company Limited, a newly registered company with the Ministry of Commerce on 18 April 2024, to engage in a freight forwarding and transport. The Company has an investment in 30,000 ordinary shares, representing a 15% shareholding.

**5. Investment in subsidiary**

Movement of investment in subsidiary during six-month period ended 30 June 2025, is as follows:

1. **SNC Cargo Service Co., Ltd.**

In April 2025 , SNC Cargo Service Co., Ltd. ("the subsidiary") approved an increase of the subsidiary's registered capital by Baht 35 million, from Baht 1 million, bringing to the total registered capital of Baht 36 million, by issuing additional 350,000 ordinary shares with a par value of Baht 100 each. The Company invested in the common shares and has fully paid for such additional shares. The subsidiary registered the increase in its share capital with the Ministry of Commerce on 2 May 2025.

**6. Investments in joint ventures**

**6.1 Details of investments in joint ventures**

Movement of investments in joint ventures during the six-month period ended 30 June 2025 is as follows:

**SINO WORLDWIDE LOGISTICS VIETNAM CO., LTD.**

The Company invested in SINO WORLDWIDE LOGISTICS VIETNAM CO., LTD. (“joint venture”), which is a newly registered company in Vietnam on 7 January 2025. This company is engaged in an international freight forwarding for air freight, sea freight, land transportation and multimodal transport operator, warehouse rental service and provide customs clearance and other supportive service. The new company was registered with a registered capital of VND 2,486.0 million, The Company invested VND 1,491.6 million (approximately Baht 2.1 million) in ordinary shares of the joint venture, accounting for 60% of total shares. Subsequently, on 22 April 2025, the Company had fully paid for the shares.

**6.2 Share of profit (loss)**

During the three-month and six-month periods ended 30 June 2025 and 2024, the Company recognised its share of profit (loss) from investments in the joint ventures in the consolidated financial statements as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | (Unit: Thousand Baht) | | | |
|  | Consolidated financial statements | | | |
|  | For the three-month periods ended 30 June | | For the six-month periods ended 30 June | |
| Company's name | Share of profit (loss) from investments in joint ventures | | Share of profit (loss) from investments in joint ventures | |
|  | 2025 | 2024 | 2025 | 2024 |
| SINO WORLDWIDE LOGISTICS (MALAYSIA) SDN. BHD. | 315 | - | 513 | - |
| SINO WORLDWIDE LOGISTICS VIETNAM CO., LTD | (333) | - | (333) | - |
|  | (18) | - | 180 | - |

**7. Property and equipment**

Movements of property and equipment for the six-month period ended 30 June 2025 are summaries below:

|  |  |  |
| --- | --- | --- |
|  | (Unit: Thousand Baht) | |
|  | Consolidated financial statements | Separate financial statements |
| Net book value as at 1 January 2025 | 14,705 | 11,039 |
| Acquisition during the period - at cost | 35,100 | 33,863 |
| Disposal/Write-off for the period | (123) | (78) |
| Depreciation for the period | (2,875) | (2,205) |
| Net book value as at 30 June 2025 | 46,807 | 42,619 |

On 19 July 2024, the Company entered into a sale and purchase agreement for land amounting to Baht 29 million (“the Agreement”) with an unrelated party (“the purchaser”), which stipulates the transfer of the land title deed within 5 months from the date of the agreement. As at 31 December 2024, the Company has therefore presented the land as an asset held for sale under the current assets in the statements of financial position. Subsequently, on 7 February 2025, the Company has transferred the ownership of the land title deed to the purchaser.

**8. Lease**

# **Right-of-use assets**

Movements of right-of-use assets for the six-month period ended 30 June 2025 are summaries below:

|  |  |  |
| --- | --- | --- |
|  | (Unit: Thousand Baht) | |
|  | Consolidated financial statements | Separate financial statements |
| Net book value as at 1 January 2025 | 173,067 | 134,403 |
| Addition during the period | 93,468 | 93,468 |
| Lease modification | (2,725) | (2,725) |
| Amortisation for the period | (40,525) | (37,392) |
| Net book value as at 30 June 2025 | 223,285 | 187,754 |

# **Lease liabilities**

Movements of the lease liability account for the six-month period ended 30 June 2025 are summarised below:

|  |  |  |
| --- | --- | --- |
|  | (Unit: Thousand Baht) | |
|  | Consolidated financial statements | Separate financial statements |
| Net book value as at 1 January 2025 | 109,051 | 83,918 |
| Additions | 88,193 | 88,193 |
| Lease modification | (2,274) | (2,274) |
| Accretion of interest | 4,579 | 3,928 |
| Repayment | (36,971) | (32,009) |
| Unrealised gain on exchange | (1,654) | (1,654) |
| Net book value as at 30 June 2025 | 160,924 | 140,102 |
| Less: Current portion | (65,098) | (57,567) |
| Lease liabilities - net of current portion | 95,826 | 82,535 |

**9. Trade and other current payables**

|  | (Unit: Thousand Baht) | | | |
| --- | --- | --- | --- | --- |
|  | Consolidated  financial statements | | Separate  financial statements | |
|  | 30 June | 31 December | 30 June | 31 December |
|  | 2025 | 2024 | 2025 | 2024 |
| Trade payables - related party | - | - | 18,688 | 8,637 |
| Trade payables - unrelated parties | 119,439 | 93,230 | 107,240 | 87,481 |
| Other current payables - unrelated parties | 50,024 | 73,483 | 44,714 | 69,297 |
| Accrued expenses - unrelated parties | 8,693 | 1,835 | 7,704 | 1,452 |
| Total | 178,156 | 168,548 | 178,346 | 166,867 |

**10. Deferred revenue**

The Group recognises deferred revenue when invoices are issued to customers for collection. Such amount is net of revenue from service that has been rendered. Deferred revenue is recognised as revenue when the Group satisfies its service obligations under the contracts.

**Recognised revenue related to contract balances**

During the six-month period ended 30 June 2025, the Group recognised the brought forward balance of deferred revenue amounting to Baht 169 million (31 December 2024: Baht 101 million) (Separate financial statements: Baht 169 million (31 December 2024: Baht 101 million)) as revenue.

**Revenue to be recognised for the remaining service obligations**

As at 30 June 2025, the Group expected revenue to be recognised in the future with respect to partially unsatisfied service obligations under contracts with customers totaling Baht 159 million (31 December 2024: Baht 169 million) (Separate financial statements: Baht 159 million (31 December 2024: Baht 169 million)). The Group expects to satisfy these service obligations within 2 months.

**11. Segment information**

For management purposes, the Group is organised into business units based on its services. During the current period, the Group has not changed the organisation of their reportable segments from the last annual financial statements.

Major customers

During the three-month and six-month periods ended 30 June 2025, the Group has revenue from 1 major customer in amount of Baht 76 million and Baht 162 million, respectively, arising from sea freight segment.

During the three-month and six-month periods ended 30 June 2024, the Group has no major customers with revenue of 10 percent or more of an entity’s revenue.

The following tables present revenue and profit information regarding the Group’s operating segments for the three-month and six-month periods ended 30 June 2025 and 2024.

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | |  | |  | |  | |  | | (Unit: Million Baht) | |
|  | For the three-month periods ended 30 June | | | | | | | | | | | |
|  | Sea freight | | Air freight | | Logistics support | | Total segment | | Adjustments and eliminations | | Total | |
|  | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| **Service income** |  |  |  |  |  |  |  |  |  |  |  |  |
| Revenue from external customers | 659 | 714 | 3 | 3 | 47 | 26 | 709 | 743 | (21) | (8) | 688 | 735 |
| **Total revenue** | 659 | 714 | 3 | 3 | 47 | 26 | 709 | 743 | (21) | (8) | 688 | 735 |
| **Segment profit** | 93 | 90 | 2 | 2 | 11 | 5 | 106 | 97 | - | - | 106 | 97 |
| **Unallocated revenue and expenses:** |  |  |  |  |  |  |  |  |  |  |  |  |
| Other income |  |  |  |  |  |  |  |  |  |  | 1 | 1 |
| Selling and administrative expenses |  |  |  |  |  |  |  |  |  |  | (87) | (78) |
| Finance cost |  |  |  |  |  |  |  |  |  |  | (3) | (4) |
| Income tax expenses |  |  |  |  |  |  |  |  |  |  | (4) | (3) |
| **Profit for the period** |  |  |  |  |  |  |  |  |  |  | 13 | 13 |
| **Timing of revenue recognition:** |  |  |  |  |  |  |  |  |  |  |  |  |
| Revenue recognised at a point in time |  |  |  |  |  |  |  |  |  |  | 25 | 17 |
| Revenue recognised over time |  |  |  |  |  |  |  |  |  |  | 663 | 718 |

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  |  | |  | |  | |  | |  | | (Unit: Million Baht) | |
|  | For the six-month periods ended 30 June | | | | | | | | | | | |
|  | Sea freight | | Air freight | | Logistics support | | Total segment | | Adjustments and eliminations | | Total | |
|  | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| **Service income** |  |  |  |  |  |  |  |  |  |  |  |  |
| Revenue from external customers | 1,437 | 1,454 | 8 | 8 | 94 | 66 | 1,539 | 1,528 | (43) | (19) | 1,496 | 1,509 |
| **Total revenue** | 1,437 | 1,454 | 8 | 8 | 94 | 66 | 1,539 | 1,528 | (43) | (19) | 1,496 | 1,509 |
| **Segment profit** | 192 | 167 | 5 | 5 | 23 | 12 | 220 | 184 | - | - | 220 | 184 |
| **Unallocated revenue and expenses:** |  |  |  |  |  |  |  |  |  |  |  |  |
| Other income |  |  |  |  |  |  |  |  |  |  | 13 | 5 |
| Selling and administrative expenses |  |  |  |  |  |  |  |  |  |  | (178) | (159) |
| Finance cost |  |  |  |  |  |  |  |  |  |  | (5) | (7) |
| Income tax expenses |  |  |  |  |  |  |  |  |  |  | (11) | (5) |
| **Profit for the period** |  |  |  |  |  |  |  |  |  |  | 39 | 18 |
| **Timing of revenue recognition:** |  |  |  |  |  |  |  |  |  |  |  |  |
| Revenue recognised at a point in time |  |  |  |  |  |  |  |  |  |  | 50 | 45 |
| Revenue recognised over time |  |  |  |  |  |  |  |  |  |  | 1,446 | 1,464 |

**12. Dividends**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  |  |  | Dividend |
| Dividends | Approved by | Total dividends | No of shares | per share |
|  |  | (Million Baht) | (Thousand shares) | (Baht) |
| 2025 |  |  |  |  |
| Annual dividend for 2024 | Annual General Meeting of the shareholders on 25 April 2025 | 65 | 1,040,000 | 0.0625 |
|  |  | 65 |  | 0.0625 |
| 2024 |  |  |  |  |
| Annual dividend for 2023 | Annual General Meeting of the shareholders on 24 April 2024 | 15 | 1,040,000 | 0.014423 |
|  |  | 15 |  | 0.014423 |

**13. Commitments**

**13.1 Service commitments**

As at 30 June 2025 and 31 December 2024, the Group has entered into several service agreements. The contract terms between 1 - 5 years. The Group has minimum future payments under the non-cancellable contracts as follows:

|  | (Unit: Million Baht) | | | |
| --- | --- | --- | --- | --- |
|  | Consolidated  financial statements | | Separate  financial statements | |
|  | 30 June | 31 December | 30 June | 31 December |
|  | 2025 | 2024 | 2025 | 2024 |
| Within 1 year | 4.1 | 3.1 | 3.5 | 2.3 |
| Over 1 year and up to 5 years | 6.6 | 0.8 | 6.4 | 0.4 |
| Total | 10.7 | 3.9 | 9.9 | 2.7 |

**13.2 Long service commitments**

The Company entered into several transport service agreements with shippers. Under the terms of the agreements, the Company is required to use the import-export services at a minimum volume and within the timeframe specified herein. In addition, the Company is to pay the penalty if it fails to meet the service requirements regarding the use of services at a minimum volume. These agreements shall be effective for a period of 1 year and automatically renewable for a further period of 1 year unless either party thereto gives written notice to the other of its intention to terminate this agreement prior to the expiration date.

**14. Fair value of financial instruments**

This is because most of the financial instruments of the Group are classified as short-term or bear interest rates close to market interest rates. The Group therefore estimates the fair value of financial instruments. Most of them were close to the book value shown in the statement of financial position.

**15. Fair value hierarchy**

During the current period, there were no changes in the methods and the assumptions used to estimate the fair value of financial instruments and there were no transfers between the levels of the fair value hierarchy.

**16. Events after the reporting period**

On 14 August 2025, the meeting of the Company’s Board of Directors passed a resolution to pay a dividend from the Company's net profit of Q2'25 of Baht 0.028846 per share, or a total of Baht 30 million, to the shareholders.

**17. Approval of interim financial statements**

These interim financial statements were authorised for issue by the Company’s Board of Directors on 14 August 2025.