**WINNERGY MEDICAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025 (UNAUDITED BUT REVIEWED)**

1. **General information**

Winnergy Medical Public Company Limited (“the Company”) is incorporated and domiciled in Thailand. The Company is principally engaged in the distribution of medical and diagnostics equipment. The head office is located at 634/4 Ramkhamhaeng 39 (Theplila 1), Pracha Uthit Road, Wang Thong Lang Sub-District, Wang Thong Lang District, Bangkok.

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

The interim financial statements have been prepared in accordance with Thai Accounting Standard No. 34, Interim Financial Reporting.

The interim financial statements consist of primary financial information (i.e. statements of financial position, statements of comprehensive income, statements of changes in shareholders’ equity, and statements of cash flows). The Company has chosen to present the interim financial statements in a format consistent with the annual financial statements, in compliance with Thai Accounting Standard No. 1, Presentation of Financial Statements. The notes to the interim financial statements are prepared in a condensed format. Additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim financial statements have been prepared in the Thai language and expressed in Thai Baht. Such interim  
financial statements have been prepared for domestic reporting purposes. For convenience only, for the readers not conversant with the Thai language, an English version of the interim financial statements has been provided by translating  
from the Thai version of the interim financial statements.

The interim financial statements have been prepared to provide information in addition to that included in 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.

The preparation of the interim financial statements in conformity with Thai Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts   
of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience   
and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of   
making the judgments about carrying amounts of assets and liabilities that are not readily apparent from other sources. Subsequent actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, and in the period of the revision and future periods, if the revision affects both current and future periods.

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

The consolidated interim financial statements, related to the Company and its subsidiary (together referred to as “the Group”) and prepared using the same basis as were used for the consolidated financial statements for the year ended December 31, 2024. There is no change in the structure of the Group during the current period.

1. **Material accounting policy information**

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 December 31, 2024.

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

1. **Transactions with related parties**

The Company has significant transactions with related parties, which are directly and indirectly related through inter-company shareholdings or common shareholders and directorships. The related transactions comply with the terms and conditions specified in the agreement between the Company and the concerned parties.

* 1. **Relationship of the parties**



Balances with related companies as at March 31, 2025 and December 31, 2024 are as follows:

* 1. **Trade and other current receivables - related companies**



* 1. **Other non-current financial assets - related companies**



* 1. **Other current payables - related companies**



* 1. **Right-of-use assets and lease liabilities**



* 1. **Short-term loan from subsidiary**

On March 31, 2025 and December 31, 2024 , the Company had a loan from subsidiary (A New Day Co., Ltd.) amount of Baht 13 million and Baht 18 million respectively, carrying interest rate at 2% per annum. The loan has no callateral   
and is repayment on demand.

* 1. **Significant transactions with related companies**

Significant transactions with related companies for the three-month period ended March 31, 2025 and 2024 are as follows:





* 1. **Commitment from service agreements with a related companies - the Company and subsidiary are service recipients**

Minimum payments of future service fees in the future under non-cancellable operating leases as at March 31, 2025 and December 31, 2024 are as follows:



* 1. **Directors’ and management’s remunerations**

The Group recorded the following remunerations for directors and the management for the three-month period ended March 31, 2025 and 2024:



1. **Cash and cash equivalents**

Cash and cash equivalents as at March 31, 2025 and December 31, 2024 are as follows:



1. **Trade and other current receivables**

Trade and other current receivables as at March 31, 2025 and December 31, 2024 classified by age analysis are as follows:



1. **Refundable from trade payable**

Refundable from trade payable as at March 31, 2025 and December 31, 2024 consisted of:



1. **Contract assets**

Contract assets as at March 31, 2025 and December 31, 2024, classified by age since the control of the product is transferred to the customers and that have not yet billed are as follows:



As at March 31, 2025, the Company has contract assets in consolidated and separate financial statements of Baht 106.76 million, which are expected to be billed within 1 year. The remaining Baht 31.03 million in consolidated and separate financial statements are expected to be billed within 1.5 years. The Company’s management has already discounted the present value of the amount expected to be received in accordance with the repayment plan. The discounted present value is adjusted as the allowance for expected credit losses.

1. **Inventories**

Inventories as at March 31, 2025 and December 31, 2024 are as follows:



For the three-month period ended March 31, 2025 and for the year ended December 31, 2024, the movement of allowance  
for decline in values of goods are as follows:



Loss on devaluation of inventories are presented as cost of sales in the statements of comprehensive income.

1. **Other current assets**

Other current assets as at March 31, 2025 and December 31, 2024 consisted of:



1. **Investments in subsidiary**

Investments in subsidiary as at March 31, 2025 and December 31, 2024 are as follows:



1. **Investment Property**

Investment property as at March 31, 2025 and December 31, 2024 consisted of:



1. **Property and epuipment**

Property and equipment as at March 31, 2025 and December 31, 2024 consisted of:



Property and equipment as at March 31, 2025 and December 31, 2024 in amount of Baht 25.75 million and Baht 25.28 million, respectively in consolidated and separate financial statements, have been fully depreciated but still in use.

1. **Intangible assets**

Intangible assets as at March 31, 2025 and December 31, 2024 consisted of:



Intangible assets as at March 31, 2025 and December 31, 2024 in amount of Baht 0.14 million in consolidated and separate financial statements, have been fully amortised but still in use.

1. **Leases**
   1. **Right-of-use assets**

Right-of-use assets as at March 31, 2025 and December 31, 2024 consisted of:



The recognized right-of-use assets relate to the following types of assets:



* 1. **Lease liabilities**

Lease liabilities as at March 31, 2025 and December 31, 2024 consisted of:



Movements of lease liabilities for the three-month period ended March 31, 2025 and 2024 are as follows:



1. **Deferred tax**

Movements of deferred tax assets incurred during the period are as follows:





Income tax for the three-month period ended March 31, 2025 and 2024 are as follows:



**Income tax rate**

The Company used an income tax rate of 20% to calculate corporate income tax for the three-month period ended March 31, 2025 and 2024.

1. **Other non-current financial assets**

Other non-current financial assets as at March 31, 2025 and December 31, 2024 consisted of:



1. **Other non-current assets**

Other non-current assets as at March 31, 2025 and December 31, 2024 consisted of:



1. **Bank overdrafts and short-term loans from financial institutions**

Bank overdrafts and short-term loans from financial institutions as at March 31, 2025 and December 31, 2024 are as follows:



As at March 31, 2025 and December 31, 2024, the Group has lines of credit from financial institutions as follows:



The Group receives credit facilities from banks for forward contracts to hedge against exchange rate risks associated with trust receipts/letters of credit which are denominated both in foreign currencies and Baht currency as follows:



The Group has credit facilities in the form of short-term loans from many financial institutions. As at March 31, 2025 and December 31, 2024, such loans are guaranteed by certain directors of the Company.

1. **Trade and other current payables**

Trade and other current payables as at March 31, 2025 and December 31, 2024 consisted of:

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1. **Long-term loans from financial institutions**

Long-term loans from financial institution as at March 31, 2025 and December 31, 2024 are as follows:



Movement of long-term loans from financial institutions as follows:



The long-term loans are guaranteed by some medical equipment and land with buildings (Notes 12 and 13).

The Company is required to comply with all terms of the aforementioned loan agreements.

1. **Other current liabilities**

Other current liabilities as at March 31, 2025 and December 31, 2024 consisted of:



1. **Non-current provisions for employee benefit**

Movements of the present value of non-current provisions for employee benefits and employee benefit expenses in the statements of comprehensive income for the three-month period ended March 31, 2025 and for the year ended December 31, 2024 are as follows:





Employee benefit expenses in the statements of comprehensive income for the three-month period ended March 31, 2025 and 2024 are as follows:



1. **Segment information**

Segment information will present information about the products of the Group and information about the geography in which the Group operates. The Group presents its business segment as the main form of reporting based on operating profit, gross profit and segment assets that are directly related to a segment or that can be reasonably allocated to the segments.

The main businesses of the Group are a distribution of medical devices, chemicals and medical equipment and technology. The Group operates in the geographic area of Thailand, only. Segment information for the three-month period ended   
March 31, 2025 and 2024 are as follows:



The group has total assets according to business segments as at March 31, 2025 and December 31, 2024 as follows:



**Major customers’ information**

For the three-month period ended March 31, 2025 and 2024, the Group have 2 major customers attributed to 12% - 15%, and 1 customer attributed to 11% of total revenues respectively.

1. **Other income**

For the three-month period ended March 31, 2025 and 2024, the Group’s other income are as follows:



1. **Significant expenses by nature**

For the three-month period ended March 31, 2025 and 2024, the Group’s significant expenses by nature of expense are as follows:



1. **Disclosure of financial instruments**

***Fair value of financial instruments***

The following methods and assumptions were used by the Group in estimating the fair value of the financial instruments:

* Cash and cash equivalents, Trade and other current receivables, Refundable from trade payable, Contract assets, Advance payment for goods, Trade and other current payables, Lease liabilities and Contract liabilities presented with the carrying values approximate to their fair values.
* Bank overdrafts and loans from financial institutions, which have interest bearing at a floating rate according to market rate, have the carrying value close to their fair value approximately.

***Fair value of derivative instruments***

As at March 31, 2025 and December 31, 2024, the outstanding balance of derivative liabilities of the Group for buying forward contracts are as follows:



1. **Commitments and contingent liabilities**

28.1 As at March 31, 2025 and December 31, 2024, the Group had contingent liabilities from letters of guarantee issued by several commercial banks. These are related to certain operational obligations in the normal course of business of the Group as follows:



28.2 As at March 31, 2025 and December 31, 2024, the Company has obligations to pay under hire of work and service agreements with third parties as follows:



1. **Reclassification**

During the period, the Company has reclassified certain accounts in the consolidated and separate statements of financial position as at December 31, 2024, and the consolidated and separate statement of comprehensive income for the three-month period ended March 31, 2024 to conform to the presentation of the financial statements of current period. There is no effect to net profit or equity attributable to owners of the company as follow:





1. **Events after the reporting period**

According to the Ordinary Shareholder’s Meeting No. 1/2025, held on April 24, 2025, the meeting resolved to approve to pay a dividend to shareholders from the operating results for the year 2024 at the rate of Baht 0.02475 per share for 400 million shares, totalling Baht 9.90 million. The dividend will be paid on May 21, 2025.

1. **Approval of interim financial statements**

These interim financial statements have been approved by the Company’s Board of Directors on May 9, 2025.