

**Birla Carbon (Thailand) Public Company Limited  
and its Subsidiary**

Condensed interim financial statements  
for the three-month period ended  
30 June 2021  
and  
Independent auditor's review report

## **Independent Auditor’s Report on Review of Interim Financial Information**

### **To the Board of Directors of Birla Carbon (Thailand) Public Company Limited**

I have reviewed the accompanying consolidated and separate statements of financial position of Birla Carbon (Thailand) Public Company Limited and its subsidiary, and of Birla Carbon (Thailand) Public Company Limited, respectively, as at 30 June 2021; the consolidated and separate statements of income and comprehensive income, changes in equity and cash flows for the three-month period ended 30 June 2021; 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”.

(Treerawat Witthayaphalert)

Certified Public Accountant

Registration No. 11464

KPMG Phoomchai Audit Ltd.

Bangkok

13 August 2021

**Birla Carbon (Thailand) Public Company Limited and its Subsidiary**

**Statement of financial position**

	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 March	30 June	31 March
<b>Assets</b>		2021	2021	2021	2021
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<b>Current assets</b>					
Cash and cash equivalents		3,920,414	4,646,819	3,920,414	4,646,819
Short-term deposits at financial institutions		378,266	-	378,266	-
Trade accounts receivable	2	1,356,634	1,042,120	1,356,634	1,042,120
Other receivables	2	117,806	42,107	117,650	41,961
Inventories		2,020,404	1,319,268	2,020,404	1,319,268
<b>Total current assets</b>		<b>7,793,524</b>	<b>7,050,314</b>	<b>7,793,368</b>	<b>7,050,168</b>
<b>Non-current assets</b>					
Investments in associates	3	6,126,699	5,638,429	770,364	770,364
Investments in subsidiary	3	-	-	-	-
Other non-current financial assets	7	99,727	97,914	99,727	97,914
Long-term loans to related party	2	5,512,619	5,389,684	5,512,619	5,389,684
Long-term interest receivables from related party	2	3,064,949	2,920,103	3,064,949	2,920,103
Property, plant and equipment	4	1,149,052	1,178,204	1,149,052	1,178,204
Intangible assets		-	1,216	-	1,216
Deferred tax assets		122,893	123,582	125,464	126,153
Advance for purchase machinery and equipment		21,096	933	21,096	933
Other non-current assets		2,427	2,427	2,427	2,427
<b>Total non-current assets</b>		<b>16,099,462</b>	<b>15,352,492</b>	<b>10,745,698</b>	<b>10,486,998</b>
<b>Total assets</b>		<b>23,892,986</b>	<b>22,402,806</b>	<b>18,539,066</b>	<b>17,537,166</b>

The accompanying notes are an integral part of these financial statements.

**Birla Carbon (Thailand) Public Company Limited and its Subsidiary**

**Statement of financial position**

	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 March	30 June	31 March
<b>Liabilities and equity</b>		2021	2021	2021	2021
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<b>Current liabilities</b>					
Trade accounts payable	2	1,352,327	1,087,402	1,352,327	1,087,402
Other payables	2	183,153	186,736	182,872	186,472
Current portion of lease liabilities	2	802	1,591	802	1,591
Current income tax payable		298,553	153,671	298,553	153,671
Derivatives liabilities		13,005	25,679	13,005	25,679
<b>Total current liabilities</b>		<b>1,847,840</b>	<b>1,455,079</b>	<b>1,847,559</b>	<b>1,454,815</b>
<b>Non-current liabilities</b>					
Non-current provisions for employee benefits		140,836	138,871	140,836	138,871
<b>Total non-current liabilities</b>		<b>140,836</b>	<b>138,871</b>	<b>140,836</b>	<b>138,871</b>
<b>Total liabilities</b>		<b>1,988,676</b>	<b>1,593,950</b>	<b>1,988,395</b>	<b>1,593,686</b>
<b>Equity</b>					
Share capital:					
Authorised share capital					
<i>(300,000,000 ordinary shares, par value at Baht 1 per share)</i>		300,000	300,000	300,000	300,000
Issued and paid-up share capital					
<i>(300,000,000 ordinary shares, par value at Baht 1 per share)</i>		300,000	300,000	300,000	300,000
Share premium:					
Share premium on ordinary shares		930,000	930,000	930,000	930,000
Retained earnings					
Appropriated					
Legal reserve		30,000	30,000	30,000	30,000
Unappropriated		22,331,799	21,392,886	15,402,470	14,796,730
Other components of equity		(1,687,489)	(1,844,030)	(111,799)	(113,250)
<b>Total equity</b>		<b>21,904,310</b>	<b>20,808,856</b>	<b>16,550,671</b>	<b>15,943,480</b>
<b>Total liabilities and equity</b>		<b>23,892,986</b>	<b>22,402,806</b>	<b>18,539,066</b>	<b>17,537,166</b>

The accompanying notes are an integral part of these financial statements.

# Birla Carbon (Thailand) Public Company Limited and its Subsidiary

## Statement of income (Unaudited)

		<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		Three-month period ended		Three-month period ended	
		30 June		30 June	
	<i>Note</i>	2021	2020	2021	2020
		<i>(in thousand Baht)</i>			
<b>Revenues</b>					
Revenues from sales	5	2,074,242	915,706	2,074,242	915,706
Dividend income	2, 3	-	-	25,491	-
Interest income	2	80,449	108,157	80,449	108,157
Net foreign exchange gain		242,864	-	242,864	-
Other income		1,290	1,221	1,290	1,221
<b>Total revenues</b>		<b>2,398,845</b>	<b>1,025,084</b>	<b>2,424,336</b>	<b>1,025,084</b>
<b>Expenses</b>					
Cost of sales of goods	2	1,559,028	759,755	1,559,028	759,755
Distribution costs	2	55,944	23,722	55,944	23,722
Administrative expenses	2	58,390	62,735	58,390	62,735
Net foreign exchange loss		-	627,814	-	627,776
<b>Total expenses</b>		<b>1,673,362</b>	<b>1,474,026</b>	<b>1,673,362</b>	<b>1,473,988</b>
<b>Profit (loss) from operating activities</b>		<b>725,483</b>	<b>(448,942)</b>	<b>750,974</b>	<b>(448,904)</b>
Finance costs	2	(26)	(98)	(26)	(98)
Share of profit (loss) of associates accounted for using equity method	3	358,664	(261,826)	-	-
<b>Profit (loss) before income tax expense</b>		<b>1,084,121</b>	<b>(710,866)</b>	<b>750,948</b>	<b>(449,002)</b>
Tax expense (income)	6	145,208	(1,316)	145,208	(1,316)
<b>Profit (loss) for the period</b>		<b>938,913</b>	<b>(709,550)</b>	<b>605,740</b>	<b>(447,686)</b>
<b>Basic earnings (loss) per share (in Baht)</b>		<b>3.13</b>	<b>(2.37)</b>	<b>2.02</b>	<b>(1.49)</b>

The accompanying notes are an integral part of these financial statements.

# Birla Carbon (Thailand) Public Company Limited and its Subsidiary

## Statement of comprehensive income (Unaudited)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	Three-month period ended 30 June		Three-month period ended 30 June	
<i>Note</i>	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<b>Profit (loss) for the period</b>	<b>938,913</b>	<b>(709,550)</b>	<b>605,740</b>	<b>(447,686)</b>
<b>Other comprehensive income</b>				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating foreign operations	154,946	(37,048)	-	-
<b>Total items that will be reclassified subsequently to profit or loss</b>	<b>154,946</b>	<b>(37,048)</b>	<b>-</b>	<b>-</b>
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Gain (loss) on investments in equity instruments designated at fair value through other comprehensive income	1,813	(19,577)	1,813	(19,577)
Income tax relating to item that will not be reclassified	(362)	3,915	(362)	3,915
Share of other comprehensive income (expense) of associates, net of tax	3 144	(389)	-	-
<b>Total items that will not be reclassified subsequently to profit or loss</b>	<b>1,595</b>	<b>(16,051)</b>	<b>1,451</b>	<b>(15,662)</b>
<b>Other comprehensive income (expense) for the period, net of tax</b>	<b>156,541</b>	<b>(53,099)</b>	<b>1,451</b>	<b>(15,662)</b>
<b>Total comprehensive income (expense) for the period</b>	<b>1,095,454</b>	<b>(762,649)</b>	<b>607,191</b>	<b>(463,348)</b>

The accompanying notes are an integral part of these financial statements.

**Birla Carbon (Thailand) Public Company Limited and its Subsidiary**  
**Statement of changes in equity (Unaudited)**

		<b>Consolidated financial statements</b>							
		Retained earnings		Other components of equity					
				Loss on					
				investments in					
				equity instruments					
				designated at					
				fair value					
				through other					
				associates					
				Share of other					
				comprehensive					
				income of					
				using equity					
				method					
				Total other					
				components of					
				equity					
				Total					
				equity					
				(in thousand Baht)					
<b>Three-month period ended 30 June 2020</b>									
<b>Balance at 31 March 2020</b>	<b>300,000</b>	<b>930,000</b>	<b>30,000</b>	<b>20,716,466</b>	<b>(1,887,939)</b>	<b>(107,620)</b>	<b>-</b>	<b>(1,995,559)</b>	<b>19,980,907</b>
<b>Comprehensive income (expense) for the period</b>									
Loss	-	-	-	(709,550)	-	-	-	-	(709,550)
Other comprehensive income (expense)	-	-	-	-	(37,048)	(15,662)	(389)	(53,099)	(53,099)
<b>Total comprehensive income (expense) for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(709,550)</b>	<b>(37,048)</b>	<b>(15,662)</b>	<b>(389)</b>	<b>(53,099)</b>	<b>(762,649)</b>
<b>Balance at 30 June 2020</b>	<b>300,000</b>	<b>930,000</b>	<b>30,000</b>	<b>20,006,916</b>	<b>(1,924,987)</b>	<b>(123,282)</b>	<b>(389)</b>	<b>(2,048,658)</b>	<b>19,218,258</b>

The accompanying notes are an integral part of these financial statements.



**Birla Carbon (Thailand) Public Company Limited and its Subsidiary**

**Statement of changes in equity (Unaudited)**

		<b>Consolidated financial statements</b>						
		Retained earnings	Other components of equity					
			Gain (loss) on investments in equity instruments designated at fair value through other comprehensive income	Share of other comprehensive income of associates using equity method	Total other components of equity	Total equity		
		Translating foreign operations <i>(in thousand Baht)</i>						
	Issued and paid share capital	Share premium	Legal reserve	Unappropriated				
	300,000	930,000	30,000	21,392,886	(1,787,134)	(113,250)	56,354	20,808,856
<b>Three-month period ended 30 June 2021</b>								
	Balance at 31 March 2021							
<b>Comprehensive income for the period</b>								
	Profit	-	-	938,913	-	-	-	938,913
	Other comprehensive income	-	-	-	154,946	1,451	144	156,541
	<b>Total comprehensive income for the period</b>	-	-	<b>938,913</b>	<b>154,946</b>	<b>1,451</b>	<b>144</b>	<b>1,095,454</b>
	<b>Balance at 30 June 2021</b>	<b>300,000</b>	<b>30,000</b>	<b>22,331,799</b>	<b>(1,632,188)</b>	<b>(111,799)</b>	<b>56,498</b>	<b>21,904,310</b>

The accompanying notes are an integral part of these financial statements.



## Birla Carbon (Thailand) Public Company Limited and its Subsidiary

### Statement of changes in equity (Unaudited)

		Separate financial statements							
		Retained earnings				Other components of equity			
			Legal reserve	Unappropriated			Gain (loss) on	Total equity	
			<i>(in thousand Baht)</i>					investments in	
							equity instruments		
							designated at		
							fair value		
							through other		
							comprehensive		
							income		
	Issued and paid	share capital	Share premium						
		300,000	930,000	30,000	14,796,730	(113,250)		15,943,480	
<b>Three-month period ended 30 June 2021</b>									
<b>Balance at 31 March 2021</b>									
<b>Comprehensive income for the period</b>									
		-	-	-	605,740	-		605,740	
		-	-	-	-	1,451		1,451	
		-	-	-	605,740	1,451		607,191	
<b>Balance at 30 June 2021</b>									
		300,000	930,000	30,000	15,402,470 <sup>(1)</sup>	(111,799)		16,550,671	

(1) To comply with the requirements of Foreign Business Act license, an amount of Baht 510 million is required to be maintained as a minimum amount of unappropriated retained earnings.

The accompanying notes are an integral part of these financial statements.

# Birla Carbon (Thailand) Public Company Limited and its Subsidiary

## Statement of cash flows (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended		Three-month period ended	
		30 June		30 June	
		2021	2020	2021	2020
		<i>(in thousand Baht)</i>			
<b><i>Cash flows from operating activities</i></b>					
Profit (loss) for the period		938,913	(709,550)	605,740	(447,686)
<i>Adjustments to reconcile profit to cash receipts</i>					
Depreciation and amortisation		46,481	62,409	46,481	62,409
(Gain) loss on inventories devaluation		9,076	(6,684)	9,076	(6,684)
Dividend income	2, 3	-	-	(25,491)	-
Interest income		(80,449)	(108,157)	(80,449)	(108,157)
Finance costs		26	98	26	98
Unrealised (gain) loss on exchange rate		(191,433)	643,000	(191,426)	642,997
Unrealised (gain) loss on derivatives		(12,674)	14,467	(12,674)	14,467
Share of (profit) loss associates accounted for using equity method, net of tax	3	(358,664)	261,826	-	-
Provision for employee benefits		3,936	3,156	3,936	3,156
Tax expense (income)		145,208	(1,316)	145,208	(1,316)
		500,420	159,249	500,427	159,284
<i>Changes in operating assets and liabilities</i>					
Trade accounts receivable		(307,500)	494,515	(307,500)	494,515
Other receivables		(75,989)	(50,092)	(75,979)	(50,095)
Inventories		(710,212)	(462,403)	(710,212)	(462,403)
Trade accounts payable		250,181	(324,630)	250,181	(324,630)
Other payables		(10,695)	19,176	(10,712)	19,185
Net cash used in operating		(353,795)	(164,185)	(353,795)	(164,144)
Employee benefit paid		(1,971)	(3,628)	(1,971)	(3,628)
Tax paid		(150)	(588)	(150)	(588)
<b>Net cash used in operating activities</b>		<b>(355,916)</b>	<b>(168,401)</b>	<b>(355,916)</b>	<b>(168,360)</b>

The accompanying notes are an integral part of these financial statements.

# Birla Carbon (Thailand) Public Company Limited and its Subsidiary

## Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month period ended		Three-month period ended	
	30 June		30 June	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from investing activities</i></b>				
Increase in short-term deposits at financial institutions	(378,066)	-	(378,066)	-
Interest received	3,773	15,369	3,773	15,369
Dividend received	25,491	-	25,491	-
Acquisition of property, plant and equipment	(29,051)	(1,176)	(29,051)	(1,176)
Proceeds from repayment of long-term loans to related parties	-	1,187	-	1,187
<b>Net cash (used in) from investing activities</b>	<b>(377,853)</b>	<b>15,380</b>	<b>(377,853)</b>	<b>15,380</b>
<b><i>Cash flows from financing activities</i></b>				
Interest paid	(26)	(98)	(26)	(98)
Dividend paid	(110)	-	(110)	-
Payment of lease liabilities	(789)	(1,370)	(789)	(1,370)
<b>Net cash used in financing activities</b>	<b>(925)</b>	<b>(1,468)</b>	<b>(925)</b>	<b>(1,468)</b>
Net decrease in cash and cash equivalents, before effect of exchange rates	(734,694)	(154,489)	(734,694)	(154,448)
Effect of exchange rate changes on cash and cash equivalents	8,289	(168,087)	8,289	(168,087)
<b>Net decrease in cash and cash equivalents</b>	<b>(726,405)</b>	<b>(322,576)</b>	<b>(726,405)</b>	<b>(322,535)</b>
Cash and cash equivalents at 1 April	4,646,819	4,600,902	4,646,819	4,600,861
<b>Cash and cash equivalents at 30 June</b>	<b>3,920,414</b>	<b>4,278,326</b>	<b>3,920,414</b>	<b>4,278,326</b>
<b><i>Non-cash transactions</i></b>				
Net change in advances and payables for purchases of machinery and equipment	36,276	9,206	36,276	9,206

The accompanying notes are an integral part of these financial statements.

**Birla Carbon (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the condensed interim financial statements**  
**For the three-month period ended 30 June 2021 (Unaudited)**

<b>Note</b>	<b>Contents</b>
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**Birla Carbon (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the condensed interim financial statements**  
**For the three-month period ended 30 June 2021 (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 Company's authorised Board of Directors on 13 August 2021.

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

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis ("interim financial statements") in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission. The interim financial statements focus on new activities, events and circumstances to avoid repetition of information previously reported in annual financial statements. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 March 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 March 2021.

**Birla Carbon (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the condensed interim financial statements**  
**For the three-month period ended 30 June 2021 (Unaudited)**

**2 Related parties**

<i>Significant transactions with related parties</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Three-month period ended 30 June</i>	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<b>Associates</b>				
Interest income	73,661	94,088	73,661	94,088
Dividend income	-	-	25,491	-
Purchase of goods	76	-	76	-
<b>Key management personnel</b>				
Interest income	-	47	-	47
Key management personnel compensation				
Short-term employee benefit	11,638	9,741	11,638	9,741
<b>Other related parties</b>				
Cost reduction from sales of electricity and steam generated from manufacturing process	145,926	63,476	145,926	63,476
Expenses charged to related parties	-	951	-	951
Purchase of goods	495,615	684,030	495,615	684,030
Expenses charged from related parties	5,564	4,614	5,564	4,614
Finance costs	21	69	21	69

Balances as at 30 June 2021 and 31 March 2021 with related parties were as follows:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30 June	31 March	30 June	31 March
	2021	2021	2021	2021
	<i>(in thousand Baht)</i>			
<b>Trade accounts receivable</b>				
Other related party	102,655	67,668	102,655	67,668
<b>Other receivables</b>				
Other related parties	4,871	4,763	4,871	4,763



**Birla Carbon (Thailand) Public Company Limited and its Subsidiary**  
**Notes to the condensed interim financial statements**  
**For the three-month period ended 30 June 2021 (Unaudited)**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30 June	31 March	30 June	31 March
	2021	2021	2021	2021
	<i>(in thousand Baht)</i>			
<b><i>Long-term loan to and</i></b>				
<b><i>Interest receivable</i></b>				
Associate				
Long-term loan to	5,512,619	5,389,684	5,512,619	5,389,684
Interest receivables	3,064,949	2,920,103	3,064,949	2,920,103
<b>Total</b>	<b><u>8,577,568</u></b>	<b><u>8,390,787</u></b>	<b><u>8,577,568</u></b>	<b><u>8,390,787</u></b>

Movements during the three-month period ended 30 June 2021 of long-term loans to related parties were as follows:

<b><i>Long-term loans to</i></b>	<b>Interest rate</b>	<b>Consolidated</b>	<b>Separate</b>
		<b>financial statements</b>	<b>financial statements</b>
		2021	2021
	<i>(% per annum)</i>	<i>(in thousand Baht)</i>	
<b><i>Associate</i></b>	SOFR+3.5		
At 1 April		5,389,684	5,389,684
Unrealised gain on exchange		122,935	122,935
<b>At 30 June</b>		<b><u>5,512,619</u></b>	<b><u>5,512,619</u></b>

***Loan to associate***

In 2011, the Company entered into a loan agreement with an associate in which the Company has lent a loan for an amount of USD 173 million, with an interest rate at LIBOR+3.5% per annum. This loan was scheduled to be repaid in July 2016. On 5 July 2016, the Company entered into an amendment agreement to extend the repayment date to July 2021 without changing any other conditions. On 18 March 2021, the Company entered into an amendment agreement to extend the repayment date to June 2026, with an interest rate at SOFR+3.5% per annum. The interest shall be compounded at the end of the respective interest period on quarterly basis and payable along with the final repayment of the loan. The amendment agreement was effective from 1 April 2021.

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	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30 June	31 March	30 June	31 March
	2021	2021	2021	2021
	<i>(in thousand Baht)</i>			
<b><i>Trade accounts payable</i></b>				
Other related parties	493,279	673,374	493,279	673,374
<b><i>Other payables</i></b>				
Other related parties	9,366	22,532	9,366	22,532
<b><i>Lease liabilities</i></b>				
Other related party				
Current portion	802	1,591	802	1,591

***Significant agreements with related parties***

As at 30 June 2021, the Group had the following significant agreements with related parties.

***Intercompany services agreement***

In April 2016, the Company entered into an intercompany services agreement with a related party, in which such related party agreed to provide certain management services including but not limited to executive support, finance, operation, human resources, sales and marketing, general administrative and project services support. Service fees will be mutually agreed.

***Royalty agreement***

In April 2018, the Company entered into a royalty agreement with a related party, in which such related party agreed to support the Company with research and development program for new carbon black grades and improved carbon black production process by allowing the Company to use technical information and patent rights. The Company has agreed to pay royalty fee at the rate of 4.5% of net sale less actual cost of feedstock and selling expenses unless the profits before taxes are 4% or less of the revenues. The term of this agreement is for 3 year being effective on the agreement date which was expired on 31 March 2021.

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**3 Investments in associates and subsidiary**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Three-month period ended 30 June</i>	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<b>Associates</b>				
At 1 April	5,638,429	5,163,284	770,364	770,364
Share of net profit (loss) of associates	358,664	(261,826)	-	-
Share of other comprehensive income (expense), net of tax	144	(389)	-	-
Dividend income	(25,491)	-	-	-
Currency translation differences	154,953	(37,051)	-	-
<b>At 30 June</b>	<b><u>6,126,699</u></b>	<b><u>4,864,018</u></b>	<b><u>770,364</u></b>	<b><u>770,364</u></b>

During the three-month period ended 30 June 2021, the dividend income of Baht 25.49 million is derived from an associate, Aditya Birla Chemicals (Thailand) Limited.

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**4 Property, plant and equipment**

<i>For the three-month period ended 30 June 2021</i>	<b>Consolidated and separate financial statements</b> <i>(in thousand Baht)</i>
Acquisitions - at cost	16,113

**5 Segment information and disaggregation of revenue**

The Company is managed, operates manufacturing facilities and sales offices only in Thailand. Timing of revenue recognition is at a point of time.

In presenting information on the basis of geographical information, revenue is based on the geographical location of customers.

<i>For the three-month period ended 30 June</i>	<b>Consolidated and separate financial statements</b>	
	2021	2020
	<i>(in thousand Baht)</i>	
<b>Geographical information</b>		
Thailand	1,518,443	566,748
Japan	261,077	194,064
Indonesia	138,315	37,185
Malaysia	54,166	18,961
Vietnam	46,860	42,230
Other countries	<u>55,381</u>	<u>56,518</u>
<b>Total</b>	<b><u>2,074,242</u></b>	<b><u>915,706</u></b>

## **6 Income tax expense**

Tax expense is recognised based on actual tax rate and pre-tax income of the interim period. The Group's consolidated effective tax rate for the three-month periods ended 30 June 2021 and 2020 in the consolidated financial statements were 13.39% and -0.19%, respectively (*separate financial statements for the three-month periods ended 30 June 2021 and 2020: 19.34% and -0.29%, respectively*). The difference between effective tax rate and corporate income tax rate was caused mainly by the different treatment for accounting and taxation purposes of certain items of income/expense, in particular, dividend income.

## **7 Financial instruments**

### ***Carrying amounts and fair values***

The following table shows the carrying amounts and fair values of significant 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.

**Birla Carbon (Thailand) Public Company Limited and its Subsidiary**  
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		<b>Consolidated and separate financial statements</b>				
		<b>Carrying amount</b>		<b>Fair value</b>		
		Financial instruments measured at FVTPL	Financial instruments measured at FVOCI	Level 2	Level 3	Total
		<i>(in thousand Baht)</i>				
<i>At 30 June 2021</i>						
<b>Financial assets</b>						
	Other non-marketable equity securities	-	83,454	-	83,454	83,454
<b>Financial liabilities</b>						
	Derivatives liabilities	13,005	-	13,005	-	13,005
<i>At 31 March 2021</i>						
<b>Financial assets</b>						
	Other non-marketable equity securities	-	81,641	-	81,641	81,641
<b>Financial liabilities</b>						
	Derivatives liabilities	25,679	-	25,679	-	25,679

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The following table presents valuation technique of financial instruments measured at fair value in statement of financial position.

<b>Type</b>	<b>Valuation technique</b>
Derivatives assets/liabilities	<i>Forward pricing:</i> The fair value is determined using quoted forward exchange rates at the reporting date and present value calculations based on high credit quality yield curves in the respective currencies.
Other non-marketable equity instruments	The adjusted net asset value as of the reporting date.

**8 Commitments with non-related parties**

	<b>Consolidated and separate financial statements</b>	
	30 June 2021	31 March 2021
	<i>(in thousand Baht)</i>	
<b>Capital commitments</b>		
Machinery and equipment	43,909	35,197
<b>Total</b>	<b>43,909</b>	<b>35,197</b>
<b>Non-cancellable operating lease and service commitments</b>		
Within 1 year	3,600	4,424
After 1 year but within 5 years	725	1,263
<b>Total</b>	<b>4,325</b>	<b>5,687</b>
<b>Other commitments</b>		
Bank guarantees for electricity use <i>(for own performance)</i>	13,548	13,548
<b>Total</b>	<b>13,548</b>	<b>13,548</b>

**Operating lease agreements**

The Group has various operating lease agreements for office equipment and vehicle rental. The period of agreements is variable from 1 - 4 years.

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**9 Event after the reporting period**

At the annual general meeting of the shareholders of the Company held on 29 July 2021, the shareholder approved the appropriation of dividends of Baht 0.80 per share, amounting to Baht 240 million. The dividends will be paid to shareholders in August 2021.

**10 Reclassification of accounts**

Certain accounts in the 2020 financial statements have been reclassified to conform to the presentation in the 2021 financial statements as follows:

	<b>2020</b>		
	Before reclassification	Reclassification	After reclassification
	<i>(in thousand Baht)</i>		
<b><i>For the three-month period ended 30 June</i></b>			
<b><i>Consolidated and separate statement of income</i></b>			
Cost of sales of goods	721,991	37,764	759,755
Distribution costs	24,024	(302)	23,722
Administrative expenses	100,197	<u>(37,462)</u>	62,735
		<u><u>-</u></u>	

The reclassifications have been made because, in the opinion of management, the new classification is more appropriate to the Group's business.