

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

Condensed interim financial statements
for the three-month and six-month periods ended
30 September 2021
and
Independent auditor's review report



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Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of 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 September 2021; the consolidated and separate statements of income and comprehensive income for the three-month and six-month periods ended of 30 September 2021, the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 September 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.

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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".

A handwritten signature in blue ink, appearing to read 'Jent W.' with a stylized flourish at the end.

(Treerawat Witthayaphalert)
Certified Public Accountant
Registration No. 11464

KPMG Phoomchai Audit Ltd.
Bangkok
12 November 2021

Birla Carbon (Thailand) Public Company Limited and its Subsidiary

Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 March	30 September	31 March
Assets	<i>Note</i>	2021	2021	2021	2021
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<i>Current assets</i>					
Cash and cash equivalents		3,845,502	4,646,819	3,845,502	4,646,819
Trade accounts receivable	2	1,493,421	1,042,120	1,493,421	1,042,120
Other receivables	2	152,527	42,107	152,368	41,961
Inventories		2,574,230	1,319,268	2,574,230	1,319,268
Total current assets		8,065,680	7,050,314	8,065,521	7,050,168
<i>Non-current assets</i>					
Investments in associates	3	6,668,681	5,638,429	770,364	770,364
Investments in subsidiary	3	-	-	-	-
Other non-current financial assets	8	114,212	97,914	114,212	97,914
Long-term loans to related party	2	5,835,597	5,389,684	5,835,597	5,389,684
Long-term interest receivables from related party	2	3,329,935	2,920,103	3,329,935	2,920,103
Property, plant and equipment	4	1,133,765	1,178,204	1,133,765	1,178,204
Intangible assets		-	1,216	-	1,216
Deferred tax assets		121,618	123,582	124,188	126,153
Advance for purchase machinery and equipment		14,974	933	14,974	933
Other non-current assets		2,354	2,427	2,354	2,427
Total non-current assets		17,221,136	15,352,492	11,325,389	10,486,998
Total assets		25,286,816	22,402,806	19,390,910	17,537,166

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 September 2021 (Unaudited)	31 March 2021	30 September 2021 (Unaudited)	31 March 2021
<i>(in thousand Baht)</i>					
Liabilities and equity					
Current liabilities					
Trade accounts payable	2	1,392,853	1,087,402	1,392,853	1,087,402
Other payables	2	195,724	186,736	195,436	186,472
Current portion of lease liabilities	2	-	1,591	-	1,591
Current income tax payable		381,652	153,671	381,652	153,671
Derivatives liabilities		10,592	25,679	10,592	25,679
Total current liabilities		1,980,821	1,455,079	1,980,533	1,454,815
Non-current liabilities					
Non-current provisions for employee benefits		145,664	138,871	145,664	138,871
Total non-current liabilities		145,664	138,871	145,664	138,871
Total liabilities		2,126,485	1,593,950	2,126,197	1,593,686
Equity					
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		23,590,588	21,392,886	16,104,989	14,796,730
Other components of equity		(1,690,257)	(1,844,030)	(100,276)	(113,250)
Total equity		23,160,331	20,808,856	17,264,713	15,943,480
Total liabilities and equity		25,286,816	22,402,806	19,390,910	17,537,166

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

Birla Carbon (Thailand) Public Company Limited and its Subsidiary

Statement of income (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended 30 September		Three-month period ended 30 September	
		2021	2020	2021	2020
<i>(in thousand Baht)</i>					
Revenues					
Revenues from sales		2,224,864	1,197,297	2,224,864	1,197,297
Dividend income	2	-	-	-	25,491
Interest income	2	85,975	87,782	85,975	87,782
Net foreign exchange gain		708,065	256,218	708,065	256,218
Other income		2,259	1,269	2,259	1,269
Total revenues		3,021,163	1,542,566	3,021,163	1,568,057
Expenses					
Cost of sales of goods	2	1,709,710	881,482	1,709,710	881,482
Distribution costs	2	61,180	33,023	61,180	33,023
Administrative expenses	2	72,163	55,655	72,163	55,655
Total expenses		1,843,053	970,160	1,843,053	970,160
Profit from operating activities		1,178,110	572,406	1,178,110	597,897
Finance costs	2	(10)	(75)	(10)	(75)
Share of profit of associates					
accounted for using equity method		556,270	164,156	-	-
Profit before income tax expense		1,734,370	736,487	1,178,100	597,822
Tax expense		235,581	25,974	235,581	25,974
Profit for the period		1,498,789	710,513	942,519	571,848
Basic earnings per share (in Baht)		5.00	2.37	3.14	1.91

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)

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month period ended		Three-month period ended	
	30 September		30 September	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Profit for the period	1,498,789	710,513	942,519	571,848
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating foreign operations	(14,441)	86,686	-	-
Total items that will be reclassified subsequently to profit or loss	(14,441)	86,686	-	-
<i>Items that will not be reclassified subsequently to profit or loss</i>				
Gain on investments in equity instruments designated at fair value through other comprehensive income	14,404	1,562	14,404	1,562
Income tax relating to item that will not be reclassified	(2,881)	(312)	(2,881)	(312)
Share of other comprehensive income (expense) of associates, net of tax	150	(1,532)	-	-
Total items that will not be reclassified subsequently to profit or loss	11,673	(282)	11,523	1,250
Other comprehensive income (expense) for the period, net of tax	(2,768)	86,404	11,523	1,250
Total comprehensive income for the period	1,496,021	796,917	954,042	573,098

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

Birla Carbon (Thailand) Public Company Limited and its Subsidiary
Statement of income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Six-month period ended 30 September		Six-month period ended 30 September	
		2021	2020	2021	2020
<i>(in thousand Baht)</i>					
Revenues					
Revenues from sales	5	4,299,106	2,113,003	4,299,106	2,113,003
Dividend income	2,3	-	-	25,491	25,491
Interest income	2	166,424	195,939	166,424	195,939
Net foreign exchange gain		950,929	-	950,929	-
Other income		3,549	2,490	3,549	2,490
Total revenues		5,420,008	2,311,432	5,445,499	2,336,923
Expenses					
Cost of sales of goods	2	3,268,738	1,641,237	3,268,738	1,641,237
Distribution costs	2	117,124	56,745	117,124	56,745
Administrative expenses	2	130,553	118,390	130,553	118,390
Net foreign exchange loss		-	371,596	-	371,558
Total expenses		3,516,415	2,187,968	3,516,415	2,187,930
Profit from operating activities		1,903,593	123,464	1,929,084	148,993
Finance costs	2	(36)	(173)	(36)	(173)
Share of profit (loss) of associates accounted for using equity method	3	914,934	(97,670)	-	-
Profit before income tax expense		2,818,491	25,621	1,929,048	148,820
Tax expense	6	380,789	24,658	380,789	24,658
Profit for the period		2,437,702	963	1,548,259	124,162
Basic earnings per share (in Baht)		8.13	0.00	5.16	0.41

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)

	Consolidated		Separate	
	financial statements		financial statements	
	Six-month period ended		Six-month period ended	
	30 September		30 September	
<i>Note</i>	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Profit for the period	2,437,702	963	1,548,259	124,162
Other comprehensive income				
<i>Items that will be reclassified subsequently to profit or loss</i>				
Exchange differences on translating foreign operations	140,505	49,638	-	-
Total items that will be reclassified subsequently to profit or loss	140,505	49,638	-	-
<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	16,217	(18,015)	16,217	(18,015)
Income tax relating to item that will not be reclassified	(3,243)	3,603	(3,243)	3,603
Share of other comprehensive income (expense) of associates, net of tax	3 294	(1,921)	-	-
Total items that will not be reclassified subsequently to profit or loss	13,268	(16,333)	12,974	(14,412)
Other comprehensive income (expense) for the period, net of tax	153,773	33,305	12,974	(14,412)
Total comprehensive income for the period	2,591,475	34,268	1,561,233	109,750

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)

Consolidated financial statements

	Note	Retained earnings				Other components of equity				Total equity
		Issued and paid share capital	Share premium	Legal reserve	Unappropriated	Translating foreign operations	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	
Six-month period ended 30 September 2020										
Balance at 31 March 2020		300,000	930,000	30,000	20,716,466	(1,887,939)	(107,620)	-	(1,995,559)	19,980,907
Transactions with owners, recorded directly in equity										
<i>Distributions to owners</i>										
Dividends	7	-	-	-	(360,000)	-	-	-	-	(360,000)
Total distributions to owners		-	-	-	(360,000)	-	-	-	-	(360,000)
Comprehensive income for the period										
Profit		-	-	-	963	-	-	-	-	963
Other comprehensive income		-	-	-	-	49,638	(14,412)	(1,921)	33,305	33,305
Total comprehensive income for the period		-	-	-	963	49,638	(14,412)	(1,921)	33,305	34,268
Balance at 30 September 2020		300,000	930,000	30,000	20,357,429	(1,838,301)	(122,032)	(1,921)	(1,962,254)	19,655,175

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)

Consolidated financial statements

	Note	Retained earnings				Other components of equity				
		Issued and paid share capital	Share premium	Legal reserve	Unappropriated	Translating foreign operations	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
Six-month period ended 30 September 2021										
Balance at 31 March 2021		300,000	930,000	30,000	21,392,886	(1,787,134)	(113,250)	56,354	(1,844,030)	20,808,856
Transactions with owners, recorded directly in equity										
<i>Distributions to owners</i>										
Dividends	7	-	-	-	(240,000)	-	-	-	-	(240,000)
Total distributions to owners		-	-	-	(240,000)	-	-	-	-	(240,000)
Comprehensive income for the period										
Profit		-	-	-	2,437,702	-	-	-	-	2,437,702
Other comprehensive income		-	-	-	-	140,505	12,974	294	153,773	153,773
Total comprehensive income for the period		-	-	-	2,437,702	140,505	12,974	294	153,773	2,591,475
Balance at 30 September 2021		300,000	930,000	30,000	23,590,588	(1,646,629)	(100,276)	56,648	(1,690,257)	23,160,331

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)

	Note	Separate financial statements				Other components of equity	Total equity
		Issued and paid share capital	Share premium	Legal reserve	Unappropriated		
<i>(in thousand Baht)</i>							
Six-month period ended 30 September 2020							
Balance at 31 March 2020		300,000	930,000	30,000	14,438,247	(107,620)	15,590,627
Transactions with owners, recorded directly in equity							
<i>Distributions to owners</i>							
Dividends	7	-	-	-	(360,000)	-	(360,000)
Total distributions to owners		-	-	-	(360,000)	-	(360,000)
Comprehensive income for the period							
Profit		-	-	-	124,162	-	124,162
Other comprehensive income		-	-	-	-	(14,412)	(14,412)
Total comprehensive income for the period		-	-	-	124,162	(14,412)	109,750
Balance at 30 September 2020		300,000	930,000	30,000	14,202,409 ⁽¹⁾	(122,032)	15,340,377

(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 changes in equity (Unaudited)

	Note	Issued and paid share capital	Share premium	Separate financial statements		Other components of equity	Total equity
				Retained earnings	Unappropriated		
				Legal reserve		Gain (loss) on investments in equity instruments designated at fair value through other comprehensive income	
<i>(in thousand Baht)</i>							
Six-month period ended 30 September 2021							
Balance at 31 March 2021		300,000	930,000	30,000	14,796,730	(113,250)	15,943,480
Transactions with owners, recorded directly in equity							
<i>Distributions to owners</i>							
Dividends	7	-	-	-	(240,000)	-	(240,000)
Total distributions to owners		-	-	-	(240,000)	-	(240,000)
Comprehensive income for the period							
Profit		-	-	-	1,548,259	-	1,548,259
Other comprehensive income		-	-	-	-	12,974	12,974
Total comprehensive income for the period		-	-	-	1,548,259	12,974	1,561,233
Balance at 30 September 2021		300,000	930,000	30,000	16,104,989	(100,276)	17,264,713

(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 financial statements		Separate financial statements	
		Six-month period ended		Six-month period ended	
		30 September		30 September	
		2021	2020	2021	2020
<i>(in thousand Baht)</i>					
<i>Cash flows from operating activities</i>					
Profit for the period		2,437,702	963	1,548,259	124,162
<i>Adjustments to reconcile profit to cash receipts</i>					
Depreciation and amortisation		90,950	109,801	90,950	109,801
Loss (gain) on inventories devaluation		16,782	(7,218)	16,782	(7,218)
Dividend income	2,3	-	-	(25,491)	(25,491)
Interest income		(166,424)	(195,939)	(166,424)	(195,939)
Finance costs		36	173	36	173
Unrealised (gain) loss on exchange rate		(848,691)	306,873	(848,680)	306,875
Unrealised (gain) loss on derivatives		(15,087)	74,266	(15,087)	74,266
Share of (profit) loss associates accounted for using equity method, net of tax	3	(914,934)	97,670	-	-
Provision for employee benefits		10,277	6,312	10,277	6,312
Tax expense		380,789	24,658	380,789	24,658
		<u>991,400</u>	<u>417,559</u>	<u>991,411</u>	<u>417,599</u>
<i>Changes in operating assets and liabilities</i>					
Trade accounts receivable		(443,190)	260,753	(443,190)	260,753
Other receivables		(110,774)	(755)	(110,761)	(752)
Inventories		(1,271,744)	(177,179)	(1,271,744)	(177,179)
Other non-current assets		73	(122)	73	(122)
Trade accounts payable		293,792	(247,318)	293,792	(247,318)
Other payables		211	(21,098)	187	(21,100)
Net cash generated from (used in) operating		<u>(540,232)</u>	<u>231,840</u>	<u>(540,232)</u>	<u>231,881</u>
Employee benefit paid		(3,484)	(5,908)	(3,484)	(5,908)
Tax paid		<u>(154,447)</u>	<u>(272,635)</u>	<u>(154,447)</u>	<u>(272,635)</u>
Net cash used in operating activities		<u>(698,163)</u>	<u>(46,703)</u>	<u>(698,163)</u>	<u>(46,662)</u>

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	
	Six-month period ended		Six-month period ended	
	30 September		30 September	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	6,740	27,127	6,740	27,127
Dividend received	25,491	25,491	25,491	25,491
Acquisition of property, plant and equipment	(50,446)	(1,725)	(50,446)	(1,725)
Proceeds from sale of property, plant and equipment	-	338	-	338
Proceeds from repayment of long-term loans to related parties	-	6,875	-	6,875
Net cash (used in) from investing activities	(18,215)	58,106	(18,215)	58,106
<i>Cash flows from financing activities</i>				
Interest paid	(36)	(173)	(36)	(173)
Dividend paid	(240,114)	(360,002)	(240,114)	(360,002)
Payment of lease liabilities	(1,591)	(2,762)	(1,591)	(2,762)
Net cash used in financing activities	(241,741)	(362,937)	(241,741)	(362,937)
Net decrease in cash and cash equivalents, before effect of exchange rates	(958,119)	(351,534)	(958,119)	(351,493)
Effect of exchange rate changes on cash and cash equivalents	156,802	(33,938)	156,802	(33,938)
Net decrease in cash and cash equivalents	(801,317)	(385,472)	(801,317)	(385,431)
Cash and cash equivalents at 1 April	4,646,819	4,600,902	4,646,819	4,600,861
Cash and cash equivalents at 30 September	3,845,502	4,215,430	3,845,502	4,215,430
<i>Non-cash transactions</i>				
Net change in advances and payables for purchases of machinery and equipment	59,337	55,263	59,337	55,263

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 and six-month periods ended 30 September 2021 (Unaudited)

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Birla Carbon (Thailand) Public Company Limited and its Subsidiary
Notes to the condensed interim financial statements
For the three-month and six-month periods ended 30 September 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 12 November 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 and six-month periods ended 30 September 2021 (Unaudited)

2 Related parties

<i>Significant transactions with related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
<i>Three-month period ended 30 September</i>	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Associates				
Interest income	86,330	78,503	86,330	78,503
Dividend income	-	-	-	25,491
Purchase of goods	-	291	-	291
Key management personnel				
Interest income	-	29	-	29
Key management personnel compensation				
Short-term employee benefit	13,160	9,275	13,160	9,275
Other related parties				
Cost reduction from sales of electricity and steam generated from manufacturing process	100,019	81,834	100,019	81,834
Expenses charged to related parties	51	-	51	-
Purchase of goods	1,800,203	3,904	1,800,203	3,904
Expenses charged from related parties	64,281	29,536	64,281	29,536
Finance costs	8	58	8	58

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<i>Significant transactions with related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
<i>Six-month period ended 30 September</i>	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Associates				
Interest income	159,991	172,591	159,991	172,591
Dividend income	-	-	25,491	25,491
Purchase of goods	76	291	76	291
Key management personnel				
Interest income	-	76	-	76
Key management personnel compensation				
Short-term employee benefit	24,798	19,016	24,798	19,016
Other related parties				
Cost reduction from sales of electricity and steam generated from manufacturing process	245,945	145,310	245,945	145,310
Expenses charged to related parties	51	951	51	951
Purchase of goods	2,295,818	687,934	2,295,818	687,934
Expenses charged from related parties	69,845	35,150	69,845	35,150
Royalty expense	6,828	-	6,828	-
Finance costs	29	127	29	127

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

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 March	30 September	31 March
	2021	2021	2021	2021
	<i>(in thousand Baht)</i>			
Trade accounts receivable				
Other related party	227,249	67,668	227,249	67,668
Other receivables				
Other related parties	5,069	4,763	5,069	4,763

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	Consolidated financial statements		Separate financial statements	
	30 September 2021	31 March 2021	30 September 2021	31 March 2021
	<i>(in thousand Baht)</i>			
<i>Long-term loan to and Interest receivable</i>				
Associate				
Long-term loan to	5,835,597	5,389,684	5,835,597	5,389,684
Interest receivables	3,329,935	2,920,103	3,329,935	2,920,103
Total	<u>9,165,532</u>	<u>8,309,787</u>	<u>9,165,532</u>	<u>8,309,787</u>

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

<i>Long-term loans to</i>	Interest rate <i>(% per annum)</i>	Consolidated	Separate
		financial statements 2021	financial statements 2021
		<i>(in thousand Baht)</i>	
<i>Associate</i>			
At 1 April	SOFR+3.5	5,389,684	5,389,684
Unrealised gain on exchange		445,913	445,913
At 30 September		<u>5,835,597</u>	<u>5,835,597</u>

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 and payable along with the final repayment of the loan. The amendment agreement was effective from 1 April 2021.

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	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 March	30 September	31 March
	2021	2021	2021	2021
	<i>(in thousand Baht)</i>			
<i>Trade accounts payable</i>				
Other related parties	105,312	673,374	105,312	673,374
<i>Other payables</i>				
Other related parties	1,082	22,532	1,082	22,532
<i>Lease liabilities</i>				
Other related party				
Current portion	-	1,591	-	1,591

Significant agreements with related parties

As at 30 September 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 years being effective on the agreement date which was expired on 31 March 2021. The company is in the process of renewing the royalty agreement and extended existing agreement till 30 April 2021.

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3 Investments in associates and subsidiary

	Consolidated		Separate	
	financial statements		financial statements	
<i>Six-month period ended 30 September</i>	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Associates				
At 1 April	5,638,429	5,163,284	770,364	770,364
Share of net profit (loss) of associates	914,934	(97,670)	-	-
Share of other comprehensive income (expense), net of tax	294	(1,921)	-	-
Dividend income	(25,491)	(25,491)	-	-
Currency translation differences	140,515	49,640	-	-
At 30 September	<u>6,668,681</u>	<u>5,087,842</u>	<u>770,364</u>	<u>770,364</u>

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

Subsidiary

As at 30 September 2021 and 31 March 2021, an investment in subsidiary, Birla Carbon Mexico, S.A. DE C.V., of Baht 12.85 million is fully impaired.

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4 Property, plant and equipment

<i>For the six-month period ended 30 September 2021</i>	Consolidated and separate financial statements <i>(in thousand Baht)</i>
Acquisitions - at cost	54,160

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 six-month period ended 30 September</i>	Consolidated and separate financial statements	
	2021	2020
	<i>(in thousand Baht)</i>	
Geographical information		
Thailand	3,159,038	1,512,720
Japan	469,402	277,869
Indonesia	280,689	73,476
Vietnam	122,706	111,658
Malaysia	84,118	57,358
Other countries	183,153	79,922
Total	<u>4,299,106</u>	<u>2,113,003</u>

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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 six-month periods ended 30 September 2021 and 2020 in the consolidated financial statements were 13.51% and 96.24%, respectively (*separate financial statements for the six-month periods ended 30 September 2021 and 2020: 19.74% and 16.57%, 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 Dividends

Details of dividends are as follows:

	Approval date	Payment schedule	Dividend rate per share (Baht)	Amount (in million Baht)
2021 Annual dividend	29 July 2021	August 2021	0.8	240
2020 Annual dividend	30 July 2020	August 2020	1.2	360

8 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.

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	Consolidated and separate financial statements					
	Carrying amount			Fair value		
	Financial instruments measured at FVTPL	Financial instruments measured at FVOCI	Total	Level 2	Level 3	Total
	<i>(in thousand Baht)</i>					
<i>At 30 September 2021</i>						
<i>Financial assets</i>						
Other non-marketable equity securities	-	97,858	97,858	-	97,858	97,858
<i>Financial liabilities</i>						
Derivatives liabilities	10,592	-	10,592	10,592	-	10,592
<i>At 31 March 2021</i>						
<i>Financial assets</i>						
Other non-marketable equity securities	-	81,641	81,641	-	81,641	81,641
<i>Financial liabilities</i>						
Derivatives liabilities	25,679	-	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.

Type	Valuation technique
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.

9 Commitments with non-related parties

	Consolidated and separate financial statements	
	30 September 2021	31 March 2021
	<i>(in thousand Baht)</i>	
<i>Capital commitments</i>		
Machinery and equipment	23,168	35,197
Total	23,168	35,197
<i>Non-cancellable operating lease and service commitments</i>		
Within 1 year	3,039	4,424
After 1 year but within 5 years	348	1,263
Total	3,387	5,687
<i>Other commitments</i>		
Bank guarantees for electricity use <i>(for own performance)</i>	13,548	13,548
Total	13,548	13,548
<i>Operating lease agreements</i>		

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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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:

	Before	2020	After
	reclassification	Reclassification	reclassification
		<i>(in thousand Baht)</i>	
<i>For the six-month period ended 30 September</i>			
<i>Consolidated and separate statement of income</i>			
Cost of sales of goods	1,553,684	87,553	1,641,237
Distribution costs	56,668	77	56,745
Administrative expenses	206,020	<u>(87,630)</u>	118,390
		<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.