

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**  
**AND INDEPENDENT AUDITOR'S REPORT**

## Independent Auditor's Report

To The Shareholders of Panelesmatic Solutions Public Company Limited

### Opinion

I have audited the financial statements of Panelesmatic Solutions Public Company Limited, which comprise the statements of financial position as at December 31, 2024, Statements of comprehensive income, Statements of changes in shareholders' equity and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Company as at December 31, 2024, financial performance and cash flows for year then ended in accordance with Thai Financial Reporting Standards.

### Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Company in accordance with the Code of Ethics for Professional Accountants including Independence Standards issued by the Federation of Accounting Professions (Code of Ethics for Professional Accountants) that are relevant to my audit of the financial statements, and I have fulfilled my other ethical with the Code of Ethics for Professional Accountants. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements current period. These matters were addressed in the context of my audit financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

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**Recognition of sales revenue**

**Risk**

The revenue from sales is the significant amount in the statement of comprehensive income and is also the key indicator of business performance on which the users of financial statements focus. In addition, The Company has a large volume of customer. Therefore, the recognition of revenue is a material risk from my audit.

I focused our audit on the following area of revenue recognition related to

- Assessing and testing the Company's internal controls with respect to the revenue cycle by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls.
- Performed audit on the accuracy of customer bill generation on a sample basis and testing of a sample of the credit and discount applied to customer invoice.
- On a sampling basis, examining supporting documents for actual sales transactions occurring during the year and near the end of the accounting period.
- Audit of accuracy by sample of credit notes that the Company issued after the period-end.
- Audit of accuracy of TFRS 15 "Revenue from contracts with customers" According policies for revenue recognition were disclosed in note 3.1 to the financial statements.

**Other Matter**

The statements of financial position of Panelesmatic Solutions Public Company Limited as at December 31, 2023, Statements of comprehensive income, Statements of changes in shareholders' equity and cash flows for the year then ended, presented as comparative information, were audited by another auditor in my firm whose report dated on February 28, 2024.

**Other Information**

Management is responsible for the other information. The other information comprise the information included in annual report of the Company, but does not include the financial statements and my auditor's report thereon. The annual report of the Company is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or my knowledge obtained in the audit or otherwise appears to be materially misstated.



When I read the annual report of the Company, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement.

**Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.


In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Financial Statements**

My objectives are to obtain reasonable assurance about whether the overall financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management. 

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the overall financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards (if any).

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Ms.Bongkotrat Suamsiri



(Ms.Bongkotrat Suamsiri)

Certified Public Accountant Registration No. 13512

Karin Audit Company Limited

Bangkok

February 25, 2025

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**STATEMENT OF FINANCIAL POSITION**

**AS AT DECEMBER 31, 2024**

		(Unit : Baht)	
	Notes	2024	2023
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	168,798,766	14,999,105
Trade and other current receivables	7	22,044,202	26,566,956
Current contract assets	8	958,405	-
Inventories	9	15,647,604	10,450,558
Other current assets		926,294	-
<b>Total current assets</b>		<b>208,375,271</b>	<b>52,016,619</b>
<b>Non - current assets</b>			
Restricted bank deposits		266,502	5,050,044
Investment properties	10	4,960,000	4,960,000
Property, plant and equipment	11	88,145,988	79,832,844
Right of use assets	5.2, 12	4,983,318	164,478
Intangible assets	13	2,076,998	2,375,021
Deferred tax assets	14	1,127,670	1,095,007
Other non - current assets		1,424,432	1,111,201
<b>Total non - current assets</b>		<b>102,984,908</b>	<b>94,588,595</b>
<b>Total assets</b>		<b>311,360,179</b>	<b>146,605,214</b>

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

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION (CONT.)**  
**AS AT DECEMBER 31, 2024**

		(Unit : Baht)	
	Notes	2024	2023
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>Current liabilities</b>			
Trade and other current payables	15	9,839,910	11,824,883
Current contract liabilities	8	6,683,892	4,840,538
Current portion of long - term loans from financial institutions	16	-	3,590,697
Current portion of lease liabilities	5.2, 12	854,770	174,331
Income tax payable		2,172,453	1,996,816
Other current liabilities		3,960,977	1,806,445
<b>Total current liabilities</b>		<b>23,512,002</b>	<b>24,233,710</b>
<b>Non - current liabilities</b>			
Long - term loans from financial institutions - net	16		
of current portion		-	25,778,447
Lease liabilities - net of current portion	5.2, 12	3,895,781	-
Non - current provisions for employee benefits	17	4,871,876	3,700,135
Other non - current liabilities		196,789	1,006,272
<b>Total non - current liabilities</b>		<b>8,964,446</b>	<b>30,484,854</b>
<b>Total liabilities</b>		<b>32,476,448</b>	<b>54,718,564</b>

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

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**STATEMENT OF FINANCIAL POSITION (CONT.)**

**AS AT DECEMBER 31, 2024**

		(Unit : Baht)	
	Notes	2024	2023
<b>Shareholders' equity</b>			
Share capital	18		
Authorized share capital			
Ordinary shares 190,000,000 shares, Baht 0.50 par value		95,000,000	95,000,000
Issued and paid share capital			
Ordinary shares 190,000,000 shares, Baht 0.50 par value		95,000,000	-
Ordinary shares 140,000,000 shares, Baht 0.50 par value		-	70,000,000
Premium (discount) on share capital	18	150,280,486	-
Retained earnings			
Appropriated			
Statutory reserve		5,763,072	4,761,743
Unappropriated		27,840,173	17,124,907
<b>Total shareholder's equity</b>		<b>278,883,731</b>	<b>91,886,650</b>
<b>Total liabilities and shareholders' equity</b>		<b>311,360,179</b>	<b>146,605,214</b>

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



**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

		(Unit : Baht)	
	Notes	2024	2023
Revenues from sales and services	21, 25	127,843,053	132,158,271
Revenue from construction services		21,272,379	-
<b>Total revenues</b>		<b>149,115,432</b>	<b>132,158,271</b>
Cost of sales and services		(76,325,062)	(81,744,428)
Cost of construction services		(18,146,528)	-
<b>Total cost</b>		<b>(94,471,590)</b>	<b>(81,744,428)</b>
<b>Gross profit (loss)</b>		<b>54,643,842</b>	<b>50,413,843</b>
Other income		2,128,600	512,738
<b>Profit (loss) before expenses</b>		<b>56,772,442</b>	<b>50,926,581</b>
Selling expenses		(5,845,228)	(5,391,874)
Administrative expenses		(21,044,753)	(18,105,081)
Management benefit expenses	5.1	(4,710,512)	(3,959,715)
<b>Total expenses</b>		<b>(31,600,493)</b>	<b>(27,456,670)</b>
<b>Profit (loss) from operating activities</b>		<b>25,171,949</b>	<b>23,469,911</b>
Finance costs		(143,440)	(722,522)
<b>Profit (loss) before income tax</b>		<b>25,028,509</b>	<b>22,747,389</b>
Income tax (expense) revenue	23	(5,001,939)	(4,712,519)
<b>Profit (loss) for the year</b>		<b>20,026,570</b>	<b>18,034,870</b>
<b>Other comprehensive income (expense) for the year</b>			
<b>Items that not will be reclassified to profit or loss :</b>			
Gain (loss) on remeasurement of defined benefit plan		(709,975)	-
<b>Total comprehensive income (expense) for the year</b>		<b>19,316,595</b>	<b>18,034,870</b>
<b>Earnings (loss) per share</b>			
<b>Basic earnings (loss) per share (baht per share)</b>		<b>0.11</b>	<b>0.13</b>
<b>Weighted average number of ordinary shares (shares)</b>		<b>183,306,011</b>	<b>140,000,000</b>

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

PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2024

(Unit : Baht)

(Unit : Baht)

	Notes	Retained earnings				Other components of shareholder's equity		Total shareholder's equity
		Issued and paid share capital	Premium (discount) on share capital	Appropriated		Gains (losses) on remeasurements of defined benefit plans	Total other components of shareholder's equity	
				Statutory reserve	Unappropriated			
Balance as at January 1, 2023		70,000,000	-	2,410,000	30,441,780	-	-	102,851,780
Dividend paid		-	-	-	(29,000,000)	-	-	(29,000,000)
Appropriated statutory reserve		-	-	2,351,743	(2,351,743)	-	-	-
Comprehensive income (expense) for for the year		-	-	-	18,034,870	-	-	18,034,870
Balance as at January 1, 2024		70,000,000	-	4,761,743	17,124,907	-	-	91,886,650
Increase in shares capital	18	25,000,000	150,280,486	-	-	-	-	175,280,486
Dividend paid	19	-	-	-	(7,600,000)	-	-	(7,600,000)
Appropriated statutory reserve	20	-	-	1,001,329	(1,001,329)	-	-	-
Comprehensive income (expense) for for the year		-	-	-	20,026,570	(709,975)	(709,975)	19,316,595
Transferred to retained earnings		-	-	-	(709,975)	709,975	709,975	-
Balance as at December 31, 2024		95,000,000	150,280,486	5,763,072	27,840,173	-	-	278,883,731

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

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED DECEMBER 31, 2024**

	(Unit : Baht)	
	2024	2023
<b>Cash flows from operating activities :</b>		
<b>Profit (loss) before income tax</b>	25,028,509	22,747,389
<b>Adjustment items that profit (loss) is cash received (paid)</b>		
Finance costs	143,440	722,522
Depreciation and amortization expenses	4,872,172	5,096,803
(Reverse of) expected credit losses	(159,084)	(779,780)
(Reverse of) loss on adjustment of product value	(346,938)	103,225
(Reverse of) provisions for employee benefits	284,273	272,810
(Gain) loss on disposal of fixed assets	(741,425)	37,173
(Gain) loss on write-off of fixed assets	2,343	-
Unrealized (gain) loss on exchange rate	(15,740)	-
Interest income	(775,085)	(131,505)
<b>Changes in operating assets and liabilities</b>		
Trade and other current receivables (increase) decrease	4,681,838	(692,893)
Current contract assets (increase) decrease	(958,405)	-
Inventories (increase) decrease	(4,850,108)	9,200,369
Other current assets (increase) decrease	(926,294)	-
Other non - current assets (increase) decrease	(313,231)	(242,145)
Trade and other current payables increase (decrease)	(1,969,233)	4,814,080
Current contract liabilities increase (decrease)	1,843,355	(1,685,200)
Other current liabilities increase (decrease)	2,154,530	1,004,445
Other non - current liabilities increase (decrease)	(809,483)	(3,779,832)
<b>Total adjustment of profit (loss) before income taxes</b>	<b>27,145,434</b>	<b>36,687,461</b>
<b>Net cash provided by (used in) operating</b>		
Income tax refund (paid)	(4,681,472)	(5,222,254)
Interest income	775,085	131,501
<b>Net cash provided by (used in) operating activities</b>	<b>23,239,047</b>	<b>31,596,708</b>

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

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**STATEMENTS OF CASH FLOWS (CONT.)**

**FOR THE YEAR ENDED DECEMBER 31, 2024**

	(Unit : Baht)	
	2024	2023
<b>Cash flows from investing activities :</b>		
Restricted bank deposits (increase) decreased	4,783,542	(3,111,525)
Current investments (increase) decreased	-	2,000
Cash paid for purchase of property, plant and equipment	(12,518,077)	(36,639,263)
Cash received from sale of property, plant and equipment	747,664	-
Cash paid for purchase of intangible assets	-	(120,920)
<b>Net cash provided by (used in) investing activities</b>	<b>(6,986,871)</b>	<b>(39,869,708)</b>
<b>Cash flows from financing activities :</b>		
Cash received from issuing common shares	175,280,486	-
Cash received from long - term loans to financial institution	-	30,425,000
Cash paid for long - term loans to financial institution	(29,000,065)	(1,424,935)
Cash paid for lease liabilities	(697,654)	(180,000)
Cash paid for finance costs	(435,282)	(337,727)
Dividends paid	(7,600,000)	(38,000,000)
<b>Net cash provided by (used in) financing activities</b>	<b>137,547,485</b>	<b>(9,517,662)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>153,799,661</b>	<b>(17,790,662)</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>14,999,105</b>	<b>32,789,767</b>
<b>Cash and cash equivalents at ending of the year</b>	<b>168,798,766</b>	<b>14,999,105</b>
<b>Supplemental disclosures of cash flows information :</b>		
Non - cash transaction		
Dividends paid - net of accrued dividend	-	(9,000,000)

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

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

**1. General information**

**Company information**

The Company has been registered to be a limited company on May 10, 1990, in “Panelesmatic Solutions Company Limited” and registered change the name to “Panelesmatic Solutions Public Company Limited” on May 8, 2023. On February 13, 2024, the Company’s securities to be traded on MAI. The head office is located at No. 36 Moo 7, Bang Talat Subdistrict, Pak Kret District, Nonthaburi Province and has a branch office located at No. 10/12 Moo 5, Soi Bongkot 33, Klong Song Subdistrict, Klong Luang District, Pathum Thani Province.

The Company operates the business of manufacturing, selling, and installing, including after-sales service for door products, automatic doors, operating room doors, soundproof walls, and movable walls including other doors and walls.

**2. Basis for preparation of financial statements and presentation of financial statements**

**2.1 Basis for preparation of financial statements**

The financial statements have been prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Financial Reporting Standards issued under the Accounting Profession Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission under the Securities and Exchange Act.

The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with Thai generally accepted accounting principles requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4.

An English version of the financial statements have been prepared from the statutory financial statements that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language statutory financial statements shall prevail.

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

**2.2 New financial reporting standards**

**2.2.1 Financial reporting standards that became effective in the current year**

During the year, the Company has adopted the revised financial reporting standards which are effective for fiscal years beginning on or after January 1, 2024. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The adoption of these financial reporting standards does not have any significant impact on the Company's financial statements.

**2.2.2 Financial reporting standards that will become effective for fiscal years beginning on or after January 1, 2025**

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after January 1, 2025. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The management of the Company believes that adoption of these amendments will not have any significant impact on the Company's financial statements.

**3. Significant accounting policies**

**3.1 Revenue and expenses recognition**

Recognized revenue excludes VAT, and shows the net of trade discounts.

a) Revenue from sale of goods ordered by customers and sales finished goods.

Revenue from sales of goods ordered by customers and sales of finished goods is recognized in the statement of comprehensive income when control of the goods has been transferred to the buyer. Revenue recognition is not appropriate if there is significant uncertainty about the consideration to be received or the amount of revenue and costs incurred cannot be reliably measured, or it is probable that the goods will be returned, or management has control of the goods sold.

b) Revenue from service

Revenue from service is recognize when the services is rendered on the stage of completion which requires additional judgment the timing of the transfer of control - at a point in time.

c) Revenue from installation service

Revenue from installation service is recognize when the services is rendered on the stage of completion which requires additional judgment the timing of the transfer of control - at a point in time or over time.

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

d) Revenues from construction contracts

The Company has determined that its construction contracts generally have one performance obligation. The Company recognizes construction revenue over time where the stage of completion is measured using an input method, based on comparison of actual construction costs incurred up to the end of the period and total anticipated construction costs at completion.

The likelihood of contract variations, claims and liquidated damages, delays in delivery or contractual penalties is taken into account in determining revenue to be recognized, such that revenue is only recognized to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognized will not occur.

When the value and stage of completion of the contract cannot be reasonably measured, revenue is recognized only to the extent of contract costs incurred that are expected to be recovered.

e) Interest income

Interest income is recognized as interest accrues based on the effective rate method.

f) Finance cost

Interest expense from financial liabilities at amortized cost is calculated using the effective interest method and recognized on an accrual basis.

**3.2 Cash and cash equivalents**

Cash and cash equivalents comprise cash balances, call deposits and highly liquid short-term investments with an original maturity of 3 months or less and not subject to withdrawal restrictions.

**3.3 Trade and other current receivables**

The Company are presented trade receivables at net realizable value.

The Company are recognized trade receivables initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognized at its present value.

The Company measuring expected credit losses, which requires expected lifetime losses to be recognized from initial recognition of the receivables. To measure the expected credit losses, trade receivables have been grouped based on the days past due. The expected loss rates are based on the payment profiles and the corresponding historical credit losses which are adjusted to reflect the historical loss rates based on expected changes in these factors. The impairment losses are recognized in profit or loss within administrative expenses.

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

**Accrued income**

"Accrued income" arises from the delivery of goods at a particular point in time, but an invoice has not yet been created for collection. Normally, the Company prepares an invoice billing to the customer to collect a payment within 3 - 30 days after delivery.

The Company initially recognizes "accrued income" as the amount of consideration that is unconditional on receipt.

**3.4 Contract assets / Contract liabilities**

**Contract assets**

A contract asset is the excess of cumulative revenue earned over the billings to date and The Company records an allowance for impairment losses on assets arising from contracts for estimated losses that may occur as a result of being unable to collect payments from customers. Contract assets are transferred to receivables when the rights become unconditional (i.e. services are completed and delivered to the customer).

**Contract liabilities**

A contract liability is recognized when the billings to date exceed the cumulative revenue earned and the Company has an obligation to services to a customer. Contract liabilities are recognized as revenue when the Company fulfils its performance obligations under the contracts.

**3.5 Costs to fulfil contracts with customers**

The Company recognizes costs to fulfil contracts with customers as an asset, provided that the costs generate or enhance resources of the entity that will be used in satisfying performance obligations in the future and the costs are expected to be recovered. The asset recognized is amortized to expenses on a systematic basis that is consistent with the pattern of revenue recognition. An impairment loss is recognized to the extent that the carrying amount of an asset recognized exceeds the remaining amount of consideration that the entity expects to receive less direct costs.

**3.6 Inventory**

Raw material, work in process and finished goods are stated at the lower of cost or net realizable value.

Cost of inventories is calculated using the FIFO method.

The cost of inventories includes all costs of purchase, which comprise the purchase price and expense directly attributable to the purchase of the goods, such as import costs, import duties, transportation, insurance, non-refundable taxes, deduct discounts, and refunds from purchase.



**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

**3.7 Investment property**

Land is stated at cost less provision for impairment of assets (if any).

An investment property is a property that is held to earn rental income or from an increased value or both. It is not for sale in the normal course of business or used in the production or supply of goods or services or using in the administration.

**3.8 Property, plant and equipment**

Land is stated at cost less provision for impairment of assets (if any). Building improvements and equipment are stated at cost less accumulated depreciation. The Company depreciate its equipment on a straight - line method over the estimated useful lives of the assets as follows:

	<u>Useful lives (Years)</u>
Buildings and structures	10-20
Land improvement	10
Vehicles	5
Furniture and equipment	5
Office equipment	5
Machinery	5-10
Computer	3

No depreciation is made for land and assets under construction.

Profits and losses on disposal are determined by comparing the proceeds received with the carrying amount and are included in the results of operations.

Expenses related to additions, renewals, or improvements to assets a significant increase in the current replacement price of the asset will be included in the cost of the asset. Repair and maintenance expenses are recognized as expenses in the accounting period in which they are incurred.

Depreciation is recorded as an expense in the statement of comprehensive income. Calculated by the straight-line method based on the expected duration of use.

**3.9 Intangible assets**

Intangible assets are stated at cost less accumulated amortization and allowance for decline in value (if any).

Amortization is recorded as an expense in the income statement. It is calculated using the straight-line method based on the expected period of economic benefits of each type of intangible asset. The expected period of economic benefits is shown below.

Software system	10	Years
-----------------	----	-------

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**3.10 Foreign currency conversion**

Transactions in foreign currencies are converted into Thai Baht at the exchange rate prevailing on the transaction date. Assets and liabilities in foreign currencies remaining at the end of the reporting period are translated into Baht at the exchange rate prevailing on that date. The exchange rate difference is recognized as profit (loss) and is presented in the statement of comprehensive income.

**3.11 Impairment of non-financial assets**

The Company have determined the impairment of assets if there is indicator that the carrying amount of asset exceeds its recoverable amount.

In case that the book value of an asset exceeds its net realizable value, the Company will recognize as impairment loss in the statements of income for the period. The Company will reverse the impairment loss whenever there is an indication that there is no longer impairment or reduction in impairment.

**3.12 Leases**

**The Company as a lessee**

At inception of contract, the Company assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period in exchange for consideration.

The Company applied a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. At the commencement date of the lease (i.e., the date the underlying asset is available for use), the Company recognizes right-of-use assets representing the right to use underlying assets and lease liabilities based on lease payments.

**Right-of-use assets**

The Company recognizes right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized through initial measurement, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

Unless the Company is reasonably certain that it will obtain ownership of the leased asset at the end of the lease term, the recognized right-of-use assets are depreciated on a straight-line basis from the commencement date of the lease to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.

Land improvements under leased are amortized using the straight-line method throughout the contract period.

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**Lease liabilities**

At the commencement date of the lease, the Company recognizes lease liabilities measured at the present value of the lease payments to be made over the lease term, discounted by the interest rate implicit in the lease or the Company's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification or reassessment.

**Short-term leases and Leases of low-value assets**

Payments under leases that, have a lease term of 12 months or less at the commencement date, or are leases of low-value assets, are recognized as expenses on a straight-line basis over the lease term.

**3.13 Employee benefits**

**Short-term employee benefits**

Salaries, wages, bonuses, and contributions to the social security fund are recognized as expenses when incurred.

**Post-employment benefits**

Defined contribution plans

The Company, and its employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Company. The fund's assets are held in a separate trust fund and the Company and its subsidiaries' contributions are recognized as expenses when incurred.

Defined benefit plans

The Company have obligations in respect of the severance payments it must make to employees upon retirement under labor law. The treat these severance payment obligations as a defined benefit plan.

The Company calculates liabilities under a defined benefit plan. The projected unit credit method was used by an independent expert to assess such obligations based on actuarial principles.

Actuarial gains and losses arising from post-employment benefits are recognized immediately in other comprehensive income.

Past service costs are recognized in the income statement on the earlier of the date of the plan amendment or curtailment and the date that the Company recognizes restructuring-related costs.

The defined benefit obligations are measured at the present value of estimated future cash flows using a discount rate that is like the interest rate on government bond.

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**3.14 Income tax**

Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognized in profit or loss except to the extent that they relate to a business combination, or items recognized directly in equity or in other comprehensive income.

Current tax

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognized for the following temporary differences: the initial recognition of goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries and joint ventures entities to the extent that it is probable that they will not reverse in the foreseeable future.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

In determining the amount of current and deferred tax, the Company considers the impact of uncertain tax positions and whether additional taxes and interest may be due. The Company believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgments about future events. New information may become available that causes the Company to change its judgment regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis, or their tax assets and liabilities will be realized simultaneously. A deferred tax asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realized.

**3.15 Basic earnings (loss) per share**

Basic earnings (loss) per share is calculated by dividing net profit (loss) for the year by weighted average number of ordinary shares issue and paid up during the year.

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**3.16 Financial instruments**

The Company initially measures financial assets at its fair value plus, in the case of financial assets that are not measured at fair value through profit or loss, transaction costs. However, trade receivables, that do not contain a significant financing component are measured at the transaction price as disclosed in the accounting policy relating to trade receivables.

Classification and measurement of financial assets

Financial assets are classified, at initial recognition, as to be subsequently measured at amortized cost, fair value through other comprehensive income ("FVOCI"), and fair value through profit or loss ("FVTPL"). The classification of financial assets at initial recognition is driven by the Company's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets at amortized cost

The Company measures financial assets at amortized cost if the financial asset is held to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at amortized cost are subsequently measured using the effective interest rate ("EIR") method and are subject to impairment. Gains and losses are recognized in profit or loss when the asset is derecognized, modified, or impaired.

Financial assets at FVTPL

Opened - End Fund and derivative measured at FVTPL are carried in the statement of financial position at fair value with net changes in fair value recognized in profit or loss.

Classification and measurement of financial liabilities

Except for derivative liabilities, at initial recognition the Company's financial liabilities are recognized at fair value net of transaction costs and classified as liabilities to be subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. In determining amortized cost, the Company considers any fees or costs that are an integral part of the EIR. The EIR amortization is included in finance costs in profit or loss.

Derivatives

Derivatives are recognized initially at fair value; attributable transaction costs are recognized in profit or loss when incurred. After initial recognition, they are remeasured at fair value. The gain or loss on remeasurement to fair value is recognized immediately in profit or loss.

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Derecognition of financial instruments

A financial asset is primarily derecognized when the rights to receive cash flows from the asset have expired or have been transferred and either the Company has transferred substantially all the risks and rewards of the asset, or the Company has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

Impairment of financial assets

The Company measures expected credit losses (ECLs) that result from default events that are possible within the next 12 months. For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure (a lifetime ECL).

For trade receivables, the Company applies a simplified approach in calculating ECLs. It is based on its historical credit loss experience and adjusted for forward-looking factors specific to the debtors and the economic environment. Impairment loss is recognized in profit or loss under the account. "Administrative expenses"

A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

**3.17 Fair value measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Company apply a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Company measure fair value using valuation technique that are appropriate in the circumstances and maximizes the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

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All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy into three levels based on categories of input to be used in fair value measurement as follows:

- Level 1      Use of quoted market prices in an observable active market for such assets or liabilities.
- Level 2      Use of other observable inputs for such assets or liabilities, whether directly or indirectly.
- Level 3      Use of unobservable inputs such as estimates of future cash flows.

At the end of each reporting period, the Company determine whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

**3.18 Provision**

A provision is recognized when the Company has a present legal or constructive obligation because of a past event, the amount of which can be estimated reliably and an economic benefit will probably be paid to settle the obligation. Provisions are determined by discounting the expected future cash flows using the current market discount rate before income tax. To reflect current market assessments of the time value of money and the risks specific to the liability. The increase in provisions due to the passage of time is recognized as a finance cost.

**4. Significant accounting judgments and estimates**

The preparation of financial statements in conformity with generally accepted accounting principles at times requires management to make subjective judgments and estimates regarding matters that are inherently uncertain. These judgments and estimates affect reported amounts and disclosures, and actual results could differ. The significant accounting judgments and estimates are as follows:

Allowance for deteriorated and obsolete inventory

The Company has estimated allowance for deteriorated and obsolete inventory to reflect the decrease in the value of inventories. The estimation is based on the aging of inventories, sales trends from economic conditions, and other factors that affect deteriorated and obsolete inventory.

Allowance for expected credit losses

Allowance for expected credit losses the management needs to use judgment and make estimates of expected credit losses for each receivable by considering past collection experiences aging of outstanding debt, the expected economic conditions of similar credit risk groups of customers, etc. Historical credit loss data and economic forecasts of the Company may not be indicative of Actual breach of contract by customers in the future Credit losses are recognized in the statements of comprehensive income as part of administrative expenses by setting up an allowance for expected credit losses for trade receivables and other receivables (Note 3.3) that expect to be uncollectible.

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The Company considers impairment of assets if there are indicators that the assets are impaired when it finds that the fair value of the assets has significantly decreased, the Company estimates the expected recoverable amount of the assets. The estimation depends on the discretion of the management.

**Depreciation**

In calculating depreciation of plant and equipment, the management estimates useful lives and salvage values of the plant and equipment and reviews estimated useful lives and salvage values if there are any changes.

**5. Transactions with related person and parties**

Related persons and parties are individuals or companies related to the Company by being shareholders or having common shareholders or directors. During the year 2024, the Company had significant business transactions with related persons and parties as follows:

<b><u>Company</u></b>	<b><u>Relationship</u></b>
Doormatic Systems Company Limited	Related Company (Common directors)
Nicky International Company Limited	Related Company (Common directors)
Sanook sood Company Limited	Related Company (Common directors)
Paneles Asia Company Limited	Related Company (Common directors)
Jun (Thailand) Company Limited	Related Company (Common directors)
J and Associated Company Limited	Related Company (Common directors)
A.S. Industrial and mining Company Limited	Related Company (Common directors)
A.S. Associated Engineering (1964) Company Limited	Related Company (Common directors)
S.E.A Track Company Limited	Related Company (Common directors)
S.K. Consults and business Company Limited	Related Company (Common directors)
Oriental Residence Bangkok Company Limited	Related Company (Common directors)
Key management personnel	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company.

During the year, the Company had significant business transactions with related persons and parties. Such business transactions are subject to commercial terms and criteria agreed between the company and those related parties and parties. The important business transactions with related persons and parties can be summarized as follows:



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**5.1 Related incomes and expenses for year ended December 31, 2024 and 2023 are as follows:**

		(Unit : Baht)	
Transactions type / relationship	Pricing policies	2024	2023
<b>Revenue</b>			
<b>Sales revenue</b>	(1)		
Related parties		-	4,813
<b>Key management personnel compensations</b>			
Short-term benefits		4,528,500	3,784,500
Post-employment benefits		182,012	175,215
Total key management personnel compensations		4,710,512	3,959,715
<u><b>Pricing policy</b></u>			

(1) Contract price

**5.2 Right-of-use assets and lease liabilities to related parties**

The Company has entered into a land and building lease agreement for use as a factory with a related party. A period starting on January 1, 2022, ending on December 31, 2024, with a rental rate of Baht 15,000 per month (the rental rate between each other is lower than the market price). On September 30, 2024, the Company has exercised its right to extend the lease term, which will now terminate on December 31, 2027.

**Right-of-use assets**

As at December 31, 2024 and 2023, the Company has a net right-of-use asset remaining amount of Baht 0.49 million and Baht 0.16 million, respectively.

**Lease liabilities**

As at December 31, 2024, the Company has a net lease liability remaining amount of Baht 0.34 million.

During the year 2024, the Company recognized depreciation and interest expenses in comprehensive income amounting to Baht 0.16 million and Baht 0.01 million, respectively.

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED****NOTES TO FINANCIAL STATEMENTS****DECEMBER 31, 2024****6. Cash and cash equivalents**

As at December 31, 2024 and 2023, the Company has cash and cash equivalents as follows:

	(Unit : Baht)	
	2024	2023
Cash	339	9,810
Saving account	168,584,334	14,755,431
Current account	214,093	233,864
Total cash and cash equivalents	168,798,766	14,999,105

**7. Trade and other current receivables**

As at December 31, 2024 and 2023, the Company has trade and other current receivables as follows:

	(Unit : Baht)	
	2024	2023
Trade receivables	16,252,703	16,671,753
<u>Less</u> allowance for expected credit losses	(546,346)	(741,420)
Trade receivables - net	15,706,357	15,930,333
Accrued income	2,025,640	7,305,480
<u>Less</u> allowance for expected credit losses	(549,149)	(513,160)
Accrued income - net	1,476,491	6,792,320
Post - dated cheques	3,408,541	180,190
Total trade receivables - net	20,591,389	22,902,843
Other current receivables :		
Prepaid expenses	948,659	3,573,392
Other receivables	504,154	90,721
Total other current receivables	1,452,813	3,664,113
Total trade and other current receivables	22,044,202	26,566,956

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	(Unit : Baht)	
	2024	2023
The aging of receivable are as follows		
Within due	7,315,356	4,351,396
Overdue		
Not over 3 months	8,644,293	9,473,008
3 - 6 months	68,480	362,262
6 - 12 months	-	2,226,273
Over 12 months	224,574	258,814
Total trade receivables	16,252,703	16,671,753
<u>Less</u> allowance for expected credit losses	(546,346)	(741,420)
Total	15,706,357	15,930,333

As at December 31, 2024 and 2023, the Company has accrued income is Baht 2.03 million and Baht 7.31 million, respectively. The bills have been collected is Baht 0.38 million and Baht 1.13 million, divided by time period as follows:

	(Unit : Baht)	
	2024	2023
Within 1 month	1,504,940	584,800
Within 3 months	-	6,315,300
Within 9 months	115,320	-
Unbilled *	405,380	405,380
Total	2,025,640	7,305,480

\*As at December 31, 2024 and 2023, the Company has accrued income - unbilled is Baht 0.41 million which belongs to one customer who has a lawsuit against the Company form as default on debt payments and the Company has recognized the full value of allowance for expected credit losses.

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**8. Current contract assets / current contract liabilities**

As at December 31, 2024 and 2023, the Company has current contract assets / current contract liabilities as follows:

	(Unit : Baht)	
	2024	2023
Current contract assets		
Unbilled receivables	958,405	-
Total current contract assets	958,405	-
Current contract liabilities		
Revenue from construction services in advance	1,017,784	-
Advance received from employers	4,518,260	4,840,538
Outstanding construction contracts	1,147,848	-
Total current contract liabilities	6,683,892	4,840,538

**9. Inventories**

As at December 31, 2024 and 2023, the Company has inventories as follows:

	(Unit : Baht)	
	2024	2023
Finished goods	8,967,300	5,879,781
Raw materials supply and packing materials	6,724,384	4,023,073
Work in process	708,744	1,647,465
Total inventories	16,400,428	11,550,319
<u>Less</u> Allowance for obsolete inventories	(182,983)	(529,920)
Allowance for impairment - work in process	(569,841)	(569,841)
Total inventories - net	15,647,604	10,450,558

**10. Investment properties**

For the year ended December 31, 2024 and 2023, the movements are as follows:

	(Unit : Baht)	
	2024	2023
Book value as at December 31,	4,960,000	4,960,000

As at December 31, 2024, such land was presented by the cost method for Baht 4.96 million (the fair value is appraised by an independent appraiser using the market method according by an appraisal report 2022 for Baht 5.24 million).

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**11. Property, plant, and equipment**

For the year ended December 31, 2024 and 2023, the movements are as follows:

	(Unit : Baht)			
	Balance as at January 1, 2024	Additions	Disposals	Transfer In / (Out)
				Balance as at December 31, 2024
<b>Cost</b>				
Land	45,672,000	-	-	-
Buildings and structures	29,026,481	-	-	-
Office equipment and supplies	1,043,045	285,676	(3,626)	-
Furniture	413,620	77,000	-	-
Tools	1,422,944	87,748	(4,953)	-
Machinery and equipment	3,855,560	960,000	-	-
Vehicles	7,927,785	1,112,150	(1,899,000)	-
Computer and equipment	1,231,159	128,149	-	-
Building in construction	-	9,867,354	-	-
Land improvement	285,593	-	-	-
Building improvement	4,657,806	-	-	-
<b>Total</b>	<b>95,535,993</b>	<b>12,518,077</b>	<b>(1,907,579)</b>	<b>-</b>
<b>Accumulated depreciation</b>				
Buildings and structures	(3,034,291)	(1,148,881)	-	-
Office equipment and supplies	(525,259)	(223,656)	2,833	-
Furniture	(169,605)	(91,519)	-	-
Tools	(1,209,523)	(116,132)	3,403	-
Machinery and equipment	(2,059,149)	(314,677)	-	-
Vehicles	(7,035,088)	(796,271)	1,892,762	-
Computer and equipment	(574,594)	(362,861)	-	-
Land improvement	(68,504)	(57,243)	-	-
Building improvement	(1,027,136)	(1,085,112)	-	-
<b>Total</b>	<b>(15,703,149)</b>	<b>(4,196,352)</b>	<b>1,898,998</b>	<b>-</b>
<b>Net</b>	<b>79,832,844</b>			<b>88,145,988</b>
<b>Allocate depreciation</b>				
Cost of sales				1,041,020
Administrative expenses				3,155,332
Depreciation for the year				4,196,352

Land and buildings are mortgaged as collateral for long-term loans. The Company has already redeemed the land from the mortgage of the loan from the financial institution on May 3, 2024 (Note 16).

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	(Unit : Baht)			
	Balance as at January 1, 2023	Additions	Disposals	Balance as at December 31, 2023
<b>Cost</b>				
Land	9,888,000	35,784,000	-	45,672,000
Buildings and structures	29,026,481	-	-	29,026,481
Office equipment and supplies	1,011,733	31,312	-	1,043,045
Furniture	413,620	-	-	413,620
Tools	1,509,313	49,825	(136,194)	1,422,944
Machinery and equipment	3,855,560	-	-	3,855,560
Vehicles	7,927,785	-	-	7,927,785
Computer and equipment	613,210	642,800	(24,851)	1,231,159
Building in construction	1,700,480	56,326	-	(1,756,806)
Land improvement	285,593	-	-	285,593
Building improvement	2,826,000	75,000	-	1,756,806
<b>Total</b>	<b>59,057,775</b>	<b>36,639,263</b>	<b>(161,045)</b>	<b>95,535,993</b>
<b>Accumulated depreciation</b>				
Buildings and structures	(1,373,558)	(1,660,733)	-	(3,034,291)
Office equipment and supplies	(322,263)	(202,996)	-	(525,259)
Furniture	(86,932)	(82,673)	-	(169,605)
Tools	(1,033,911)	(283,791)	108,179	(1,209,523)
Machinery and equipment	(1,558,816)	(500,333)	-	(2,059,149)
Vehicles	(6,156,964)	(878,124)	-	(7,035,088)
Computer and equipment	(297,852)	(292,435)	15,693	(574,594)
Land improvement	(11,417)	(57,087)	-	(68,504)
Building improvement	(344,649)	(682,487)	-	(1,027,136)
<b>Total</b>	<b>(11,186,362)</b>	<b>(4,640,659)</b>	<b>123,872</b>	<b>(15,703,149)</b>
<b>Net</b>	<b>47,871,413</b>			<b>79,832,844</b>
<b>Allocate depreciation</b>				
Cost of sales				1,428,437
Administrative expenses				3,212,222
Depreciation for the year				4,640,659

As at December 31, 2024 and 2023, the Company has assets that are fully depreciated but are still in use, with a cost price of Baht 7.44 million and Baht 5.32 million, respectively.

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

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

**Right-of-use assets**

The movement of right-of-use assets for the year ended December 31, 2024 and 2023 are as follows:

	(Unit : Baht)	
	2024	2023
Net Book value as at January 1,	164,478	328,955
Transfer In / (Out) during the year	5,196,637	-
Depreciation during the year	(377,797)	(164,477)
Net Book value as at December 31,	4,983,318	164,478

**Lease liabilities**

As at December 31, 2024 and 2023, the Company has lease liabilities as follow:

	(Unit : Baht)	
	2024	2023
Lease liabilities	5,452,000	180,000
<u>Less:</u> Deferred interest expenses	(701,449)	(5,669)
Total	4,750,551	174,331
<u>Less:</u> Portion due within one year	(854,770)	(174,331)
Lease liabilities - net of current portion	3,895,781	-

**13. Intangible assets**

The movement for the year ended December 31, 2024 and 2023, are as follows:

	(Unit : Baht)			
	Balance as at January 1, 2024	Additions/ Transfer in	Disposals/ Transfer out	Balance as at December 31, 2024
<b>Cost</b>				
Computer program	3,453,775	-	-	3,453,775
Total	3,453,775	-	-	3,453,775
<b>Accumulated amortization</b>				
Computer program	(1,078,754)	(298,023)	-	(1,376,777)
Total	(1,078,754)	(298,023)	-	(1,376,777)
Net	2,375,021			2,076,998

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	(Unit : Baht)		
	Balance as at January 1, 2023	Additions/ Transfer in	Disposals/ Transfer out
			Balance as at December 31, 2023
<b>Cost</b>			
Computer program	3,332,855	120,920	-
Total	3,332,855	120,920	-
<b>Accumulated amortization</b>			
Computer program	(787,088)	(291,666)	-
Total	(787,088)	(291,666)	-
Net	2,545,767		2,375,021

**14. Deferred tax assets**

As at December 31, 2024 and 2023, the deferred tax assets are as follows:

	(Unit : Baht)	
	2024	2023
Deferred tax assets - net	1,127,670	1,095,007
Set off of tax	-	-
Deferred tax assets - net	1,127,670	1,095,007



**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

During the year, the movement of deferred tax assets and liabilities are as follows:

(Unit : Baht)

	(Charged) / Credited to:				As at December 31, 2024
	As at January 1, 2024	Gains or (loss)	Other comprehensive income (expense)	Shareholder's equity	
<b>Deferred tax assets</b>					
Allowance for expected credit losses - trade receivables	148,284	(39,015)	-	-	109,269
Allowance for expected credit losses - accrued income	102,632	7,198	-	-	109,830
Allowance for impairment - work in process	113,968	-	-	-	113,968
Allowance for the value of obsolete goods	105,984	(69,388)	-	-	36,596
Provisions for employee benefits	740,027	56,854	177,494	-	974,375
Lease liabilities	34,866	915,244	-	-	950,110
Intangible assets	67,200	(9,600)	-	-	57,600
Building improvement	32,532	30,174	-	-	62,706
<b>Total</b>	<b>1,345,493</b>	<b>891,467</b>	<b>177,494</b>	<b>-</b>	<b>2,414,454</b>
<b>Deferred tax liabilities</b>					
Right-of-use under lease liabilities - net	32,895	963,768	-	-	996,663
Improvement of sanitation and fire fighting	56,010	18,670	-	-	74,680
Electrical system improvements	78,808	26,269	-	-	105,077
Improvement of air conditioning and ventilation systems	82,773	27,591	-	-	110,364
<b>Total</b>	<b>250,486</b>	<b>1,036,298</b>	<b>-</b>	<b>-</b>	<b>1,286,784</b>
<b>Deferred tax assets - net</b>	<b>1,095,007</b>	<b>(144,831)</b>	<b>177,494</b>	<b>-</b>	<b>1,127,670</b>

PANELESOMATIC SOLUTIONS PUBLIC COMPANY LIMITED

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2024

	(Unit : Baht)			
	(Charged) / Credited to:			
	As at	Other comprehensive		As at
	January	Gains or	income	Shareholder's
	1, 2023	(loss)	(expense)	equity
				December
				31, 2023
<b>Deferred tax assets</b>				
Allowance for expected credit losses -				
trade receivables	325,797	(177,513)	-	-
148,284				
Allowance for expected credit losses -				
accrued income	81,076	21,556	-	-
102,632				
Allowance for impairment - work in process	113,968	-	-	-
113,968				
Allowance for the value of obsolete goods	85,338	20,646	-	-
105,984				
Provisions for employee benefits	685,465	54,562	-	-
740,027				
Lease liabilities	67,723	(32,857)	-	-
34,866				
Intangible assets	76,800	(9,600)	-	-
67,200				
Building improvement	12,606	19,926	-	-
32,532				
Total	1,448,773	(103,280)	-	-
1,345,493				
<b>Deferred tax liabilities</b>				
Right-of-use under lease liabilities - net	65,791	(32,896)	-	-
32,895				
Improvement of sanitation and fire fighting	24,893	31,117	-	-
56,010				
Electrical system improvements	35,026	43,782	-	-
78,808				
Improvement of air conditioning and				
ventilation systems	36,788	45,985	-	-
82,773				
Total	162,498	87,988	-	-
250,486				
Deferred tax assets - net	1,286,275	(191,268)	-	-
1,095,007				

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**DECEMBER 31, 2024**

**15. Trade and other current payables**

As at December 31, 2024 and 2023, the Company has trade and other current payables as follow:

	(Unit : Baht)	
	2024	2023
Trade payables	3,845,733	9,338,387
Other payables	5,163,396	2,126,315
Accrued expenses	464,445	314,345
Other	366,336	45,836
Total trade and other current payables	9,839,910	11,824,883

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

As at December 31, 2024 and 2023, the Company has long-term loans from financial institutions as follow:

	(Unit : Baht)	
	2024	2023
Long-term loans from financial institutions	-	29,000,065
Increase (decrease) interest by effective interest rate	-	438,879
<u>Less</u> deferred front-end fee	-	(69,800)
Total	-	29,369,144
<u>Less</u> current portion long-term loans from financial institutions	-	(3,590,697)
Net	-	25,778,447

For the year ended December 31, 2024, the movement of long-term loan from financial institutions are as follows:

	(Unit : Baht)
Balance as at January 1, 2024	29,000,065
Additions	-
Repayment	(29,000,065)
Balance as at December 31, 2024	-

The Board of Directors' Meeting No.1/2023 held on May 10, 2023, approve requesting a loan from a financial institution for the purchase of land and on July 5, 2023, the Company had entered into loan agreements with commercial banks credit line Baht 30.43 million. The interest rate is determined as follows:

Month 1-3	Interest rate	0.00% p.a.
Month 4-12	Interest rate	MRR - 4.46% p.a.
Month 13-144	Interest rate	MRR - 3.90% p.a.

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

The loans are secured by mortgages of the Company's land and buildings (Note 11) and guaranteed by certain directors of the Company (free of charge).

The Company must pay a front-end fee for loans to financial institutions at the rate 0.25% of the above credit line, which is recognized as an expense using the effective interest rate method.

During the year 2024, the Company fully repaid the loan before the contract's due date. A loan agreement is therefore final and the Company has already redeemed the land from the mortgage of the loan from the financial institution on May 3, 2024 (Note 11).

**17. Non - current provisions for employee benefits**

An independent actuary carried out an evaluation of the Company's obligations for employees' long-term benefits using the projected unit credit method. The Company has provided the provision for employees' long-term benefits as at December 31, 2024 and 2023 as follows:

	(Unit : Baht)	
	2024	2023
Obligation employee benefits - beginning	3,700,135	3,427,325
Employee benefit expense		
Current service cost	187,471	182,915
Interest cost	96,801	89,895
Actuarial loss	887,469	-
Obligation employee benefits - ending	4,871,876	3,700,135

Significant actuarial assumptions are summarized below:

	(Unit : Baht)	
	2024	2023
<u>Change in assumptions</u>		
Discount rate (%)	2.17	2.49
Future salary increase rate (%)	3.79	4.12
Retirement age (years)	60	60

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

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**DECEMBER 31, 2024**

The result of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligations as at December 31, 2024 and 2023 are summarized as follows:

	(Unit : Baht)	
	As at December 31, 2024	
	Increase	Decrease
<u>Change in assumptions</u>		
Discount rate (0.5%)	(133,757)	138,785
Salary increases rate (0.5%)	135,134	(131,587)
Turnover rate (0.5%)	(47,055)	48,712

	(Unit : Baht)	
	As at December 31, 2023	
	Increase	Decrease
<u>Change in assumptions</u>		
Discount rate (0.5%)	(115,326)	119,971
Salary increases rate (0.5%)	135,356	(130,880)
Turnover rate (0.5%)	(62,190)	64,035

The sensitivity analysis presented above may not be representative of the actual change in employee benefit obligations as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

The maturity analyses of undiscounted cash flows of benefit payments as at December 31, 2024 and 2023 are as follows:

	(Unit : Baht)	
	2024	2023
Within 1 year	-	-
Within 2-5 years	3,094,502	2,569,126
Within 6-10 years	3,766,181	3,041,029
Within 11-15 years	485,542	231,752

**18. Share capital**

The Extraordinary General Meeting of Shareholders No. 1/2023 held on April 25, 2023, Approved increase of registered capital of Baht 25,000,000 from the original registered capital of Baht 70,000,000 to a new registered capital of Baht 95,000,000 by issuing 50,000,000 new ordinary shares with a par value of Baht 0.5 per share for Initial Public Offering (IPO).

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**DECEMBER 31, 2024**

On February 13, 2024, The Company's shares were approved by the Securities and Exchange Commission ("SEC"), to the public offering. The Board of Directors passed a resolution to specify the subscription and payoff date of newly issued ordinary shares for the public on February 14 -16, 2024, with an offer price of Baht 3.68 per share. The Company received payment for those newly issued shares and registered the increased share capital with the Department of Business Development on February 19, 2024. This makes up the paid-up share capital of Baht 95,000,000 and share premium of Baht 159,000,000 (exclusive of financial advisory and underwriting fees), which there was an expense related to the offering of shares in the amount of Baht 8,719,514. The Company has presented the item as a deduction from premium on share capital.

	(Unit : Baht)
Premium on ordinary shares	
Cash received from the shares offering 50,000,000 shares, Baht 3.68 par value	184,000,000
<u>Deducted</u> ordinary shares 50,000,000 shares, Baht 0.50 par value	(25,000,000)
<u>Deducted</u> Initial Public Offering shares cost	(8,719,514)
Premium on ordinary shares - net	<u>150,280,486</u>

**19. Dividend payments**

At the Annual General Meeting held on May 9, 2024, the shareholders, passed the resolution to approve the dividend payment from the net profit at the rate of Baht 0.04 per share, totaling of Baht 7.60 million. The Company has already paid the dividend in May 2024.

**20. Statutory reserve**

A legal reserve of the Company under the Public Companies Act B.E. 2535, the Company is required to set aside as a legal reserve at least 5% of its net profit after accumulated deficit brought forward (if any) until the reserve is not less than 10% of the registered capital. The legal reserve is non-distributable.

Before convert the Company from a limited company to a public limited company a legal reserve according to the Civil and Commercial Code, the Company has appropriated its reserve as a legal reserve not less than 5% of the annual net profit deducted by the total accumulated deficit brought forward until the reserve reaches an amount not less than 10% of the authorized share capital.

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

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**21. Revenue from contracts with customers**

For the year ended December 31, 2024 and 2023, the Company has revenue from contracts with customers as follows:

	(Unit : Baht)		
	For the year ended December 31, 2024		
	Domestic	Overseas	Total
<b>Type of revenues</b>			
Sales revenues	106,324,946	9,547,068	115,872,014
Service revenues	5,092,757	-	5,092,757
Installation service revenues	6,878,282	-	6,878,282
Revenue from construction services	21,272,379	-	21,272,379
Total revenue from contracts with customers	139,568,364	9,547,068	149,115,432
A point in time	111,417,703	9,547,068	120,964,771
Over time	28,150,661	-	28,150,661
			(Unit : Baht)
	For the year ended December 31, 2023		
	Domestic	Overseas	Total
<b>Type of revenues</b>			
Sales revenues	111,579,686	9,380,452	120,960,138
Service revenues	3,358,539	-	3,358,539
Installation service revenues	7,839,594	-	7,839,594
Revenue from construction services	-	-	-
Total revenue from contracts with customers	122,777,819	9,380,452	132,158,271
A point in time	114,938,225	9,380,452	124,318,677
Over time	7,839,594	-	7,839,594

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

**22. Expense by nature**

Significant expenses by nature are as follows:

	(Unit : Baht)	
	2024	2023
Salary and wages and other employee benefits	34,503,316	30,186,456
Depreciation and amortization	4,872,172	5,096,803
Consulting fee	3,914,767	4,917,523
Service fee	1,422,835	1,199,956
Repair expenses	713,070	504,378
Operating wages	1,505,905	808,189
Utilities	1,406,187	1,338,727
Transportation expenses	1,966,551	1,335,676
Material quantity variance	257,338	266,771

**23. Income tax**

Income tax recognized in profit or loss.

	(Unit : Baht)	
	2024	2023
Income tax:		
Income tax for the year	4,857,108	4,521,251
Deferred tax:		
Expense (income) relating to origination and reversal of temporary differences	144,831	191,268
Expense (Income) tax in statements of comprehensive income	5,001,939	4,712,519



**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

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**DECEMBER 31, 2024**

Reconciliation of effective tax rate

	(Unit : Baht)			
	Tax rate		Tax rate	
	(%)	2024	(%)	2023
Profit before income tax expense		25,028,509		22,747,389
Income tax using the Thai corporation tax rate	20	5,005,702	20	4,549,478
Tax effect of income and expenses that are not taxable income or not deductible in determining taxable profit-net		(148,594)		(64,002)
Under provided in prior years		-		35,775
Total		4,857,108		4,521,251

**24. Basic earnings (loss) per share**

Basic earnings (loss) per share is calculated by dividing the net profit (loss) attributable to ordinary shareholders by the weighted average number of common shares outstanding issued and paid during the year.

**25. Information classified by segment**

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The Company is principally engaged in the manufacturing, selling, and installation of doors and walls, as well as the construction services business segment.

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**DECEMBER 31, 2024**

The revenue and profit segments of the Company for the year ended 31 December 2024 are as follows:

	(Unit : Baht)		
	For the year ended December 31, 2024		
	Manufacturing, Selling, Installing, Door and Wall	Construction services	Net
Revenues from sales and services	127,843,053	21,272,379	149,115,432
Gross profit (loss)	51,517,991	3,125,851	54,643,842
Other income			2,128,600
Expenses			
Selling expenses			(5,845,228)
Administrative expenses			(21,044,753)
Management benefit expenses			(4,710,512)
Finance costs			(143,440)
Total expenses			(31,743,933)
Profit (loss) before income tax			25,028,509
Income tax			(5,001,939)
Net profit			20,026,570

**Geography segment**

External customer revenue is determined based on the location of the customer in the financial statements for years ended December 31, 2024 and 2023 as follows:

	(Unit : Baht)	
	2024	2023
<b>External customer revenue</b>		
Thailand	139,568,364	122,777,819
Overseas	9,547,068	9,380,452
Total	149,115,432	132,158,271

**Major customer**

For the year ended December 31, 2024 and 2023, the Company has 4 and 6 major customers, respectively. In the amount of Baht 46.93 million and Baht 36.26 million, respectively.

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

**26. Commitments**

As at December 31, 2024, the Company has commitments and contingent liabilities as follow:

- a) Obligations from contracting with outside contractors, contract term 1-3 months, amount Baht 4.65 million.
- b) Obligations from engineering contracts with third parties in the amount of Baht 17.98 million.
- c) Contingent liabilities arising from the Company having a bank issue a letter of guarantee for receiving advance deposits to customers in the total amount of Baht 0.27 million by the Company's savings account.

**27. Financial instruments**

**27.1 Fair value of financial assets and liabilities**

The fair value of the following financial assets and liabilities approximates their book value.

- a) For financial assets and liabilities which have short-term maturity, including cash and cash equivalents, trade and other current receivables, restricted bank deposits, trade and other current payables, their carrying amounts in the statement of financial position approximate their fair value.
- b) For lease liability, long-term loans with carrying interest approximate to the market rate, their carrying amounts in the statement of financial position approximates their fair value.

Book value of the above financial assets and liabilities is measured at amortized cost.

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2024**

**27.2 Interest rate risk**

Interest rate risk incurs from the future interest rate instability, which may affect the Company operating result and cash flow. The Company also incurs interest rate risk from investment in financial institutes, bank overdraft, loan from banks, and promissory note - financial institute.

Since the financial assets and liabilities are held primarily in short - term and have fixed interest rates in relation with the current market interest rate, the Company has not used financial derivative to protect against such risk.

As at December 31, 2024 and 2023, significant interest-bearing financial assets and liabilities classified by type of interest rate are summarized in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date if this occurs before the maturity date.

(Unit: Baht)

As at December 31, 2024							
Fixed interest rates						Interest Rate (% per annum)	
Within 1 year	1-5 years	Over 5 years	Floating Interest rate	Non- interest bearing	Total		
<b>Financial Assets</b>							
Cash and cash equivalents	-	-	-	168,584,334	214,432	168,798,766	0.40 - 1.00
Restricted bank deposits	-	-	-	266,502	-	266,502	0.40
	-	-	-	168,850,836	214,432	169,065,268	
<b>Financial liabilities</b>							
Lease liabilities	854,770	3,895,781	-	-	-	4,750,551	5.44 - 5.95
	854,770	3,895,781	-	-	-	4,750,551	

**PANELESMATIC SOLUTIONS PUBLIC COMPANY LIMITED**

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**DECEMBER 31, 2024**

(Unit: Baht)

	As at December 31, 2023						
	Fixed interest rates				Non-		
	Within 1 year	1-5 years	Over 5 years	Floating Interest rate	interest bearing	Total	Interest Rate
							(% per annum)
<b>Financial Assets</b>							
Cash and cash equivalents	-	-	-	14,755,431	243,674	14,999,105	0.60 - 1.00
Trade and other current receivables	-	-	-	-	26,566,956	26,566,956	-
Restricted bank deposits	-	-	-	5,050,044	-	5,050,044	0.60
	-	-	-	19,805,475	26,810,630	46,616,105	
<b>Financial liabilities</b>							
Trade and other current payables	-	-	-	-	11,824,883	11,824,883	-
Long-term loans financial institutions	3,590,697	25,778,447	-	-	-	29,369,144	5.44
Lease liabilities	174,331	-	-	-	-	174,331	5.95
	3,765,028	25,778,447	-	-	11,824,883	41,368,358	

**28. Capital management**

The primary objectives of the Company capital management are to maintain their abilities to continue as a going concern and to maintain an appropriate capital structure.

As at December 31, 2024 debt to equity ratio in financial statements is 0.12 : 1.

**29. Subsequent events**

According to the minutes of the Board of Directors meeting No.1/2025 held on February 25, 2025, it was resolved to approve the payment of dividends from the net profit for the year 2024 at a rate of Baht 0.02 per share, amounting to Baht 3.80 million. The dividend payment is scheduled for May 22, 2025.

**30. Approval of the financial statements**

These financial statements have been approved by the Company's Board of Directors on February 25, 2025.