

**SPCG Public Company Limited
and its Subsidiaries**

Financial statements for the year ended
31 December 2023
and
Independent Auditor's Report



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Independent Auditor's Report

To the Shareholders of SPCG Public Company Limited

Opinion

I have audited the consolidated and separate financial statements of SPCG Public Company Limited and its subsidiaries (the "Group") and of SPCG Public Company Limited (the "Company"), respectively, which comprise the consolidated and separate statements of financial position as at 31 December 2023, the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of the Group and the Company, respectively, as at 31 December 2023 and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards (TFRSs).

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing (TSAs). My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements* section of my report. I am independent of the Group and 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 is relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance 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 consolidated and separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Valuation of inventories

Refer to Notes 3 (g) and 7 to the financial statements.

Inventories are measured at the lower of cost and net realizable value. Due to some inventories have slow movement and long outstanding which may cause the net realizable value to be lower than cost, therefore, this is focus area in my audit.



My audit procedures included understanding the policies and procedures that the management applied for net realizable value calculation. I verified the appropriateness of the net realizable value calculation and randomly tested the price of inventories with the relevant documents. I considered the adequacy of the disclosure of inventories.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and separate financial statements and my auditor's report thereon.

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

In connection with my audit of the consolidated and separate financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

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

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

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and 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 Group and the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate 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 TSAs 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 consolidated and separate financial statements.

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



- Identify and assess the risks of material misstatement of the consolidated and separate 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 Group's and 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 Group's and 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 consolidated and separate 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 Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

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, actions taken to eliminate threats or safeguards applied.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated and separate 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.

Sophit P.

(Sophit Prompol)
Certified Public Accountant
Registration No. 10042

KPMG Phoomchai Audit Ltd.
Bangkok
23 February 2024

SPCG Public Company Limited and its Subsidiaries
Statement of financial position

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 December		31 December	
		2023	2022	2023	2022
		<i>(in thousand Baht)</i>			
Current assets					
Cash and cash equivalents	5	4,443,184	1,733,488	3,587,823	979,740
Other current financial assets	19	18	1,500,018	-	1,500,000
Trade and other current receivables	4, 6	775,350	1,085,063	1,849	5,272
Current portion of long-term loans to related parties	4	-	-	14,628	421,257
Inventories	7	191,782	295,531	-	-
Other current assets		94,139	83,975	11,866	9,614
Total current assets		5,504,473	4,698,075	3,616,166	2,915,883
Non-current assets					
Other non-current financial assets	19	1,442,913	1,476,944	1,333,343	1,360,995
Investments in subsidiaries	8	-	-	7,430,176	7,456,176
Long-term loans to related parties	4	-	-	4,993	19,621
Investment properties		36,992	39,798	22,696	23,819
Property, plant and equipment	10	16,231,443	16,746,850	34,130	21,430
Intangible assets	11	64,790	75,219	14,977	17,315
Deferred tax assets	16	149,953	156,247	93	-
Prepaid warranty expense for inverters		388,628	434,965	-	-
Other non-current assets		77,700	90,057	1,357	1,350
Total non-current assets		18,392,419	19,020,080	8,841,765	8,900,706
Total assets		23,896,892	23,718,155	12,457,931	11,816,589

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

SPCG Public Company Limited and its Subsidiaries
Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		31 December		31 December	
		2023	2022	2023	2022
<i>(in thousand Baht)</i>					
Liabilities and equity					
Current liabilities					
Trade and other current payables	4	316,843	363,126	25,959	30,119
Current portion of debentures	12, 19	1,499,249	649,507	1,499,249	649,507
Current portion of lease liabilities	12, 19	23,588	20,844	6,130	6,085
Income tax payable		133,685	117,201	-	-
Other current financial liabilities	19	2,441	9,562	16	-
Other current liabilities		34,841	52,859	1,036	1,332
Total current liabilities		2,010,647	1,213,099	1,532,390	687,043
Non-current liabilities					
Debentures	12, 19	-	1,498,268	-	1,498,268
Lease liabilities	12, 19	33,893	28,217	23,079	11,257
Deferred tax liabilities	16	-	161	-	161
Non-current provisions for employee benefits		3,598	4,258	1,762	1,515
Other non-current financial liabilities	19	50	-	50	-
Other non-current liabilities		300	300	-	-
Total non-current liabilities		37,841	1,531,204	24,891	1,511,201
Total liabilities		2,048,488	2,744,303	1,557,281	2,198,244
Equity					
Share capital					
Authorised share capital					
<i>(1,153,189,000 ordinary shares, par value at Baht 1 per share)</i>					
		1,153,189	1,153,189	1,153,189	1,153,189
Issued and paid-up share capital					
<i>(1,055,790,000 ordinary shares, par value at Baht 1 per share)</i>					
		1,055,790	1,055,790	1,055,790	1,055,790
Share premium on ordinary shares	13	5,673,723	5,673,723	6,500,593	6,500,593
Share premium from business combination		89,000	89,000	-	-
Deficit from changes in ownership interests in subsidiary		(1,758,878)	(1,758,878)	-	-
Retained earnings					
Appropriated					
Legal reserve					
	13	115,319	115,319	115,319	115,319
Unappropriated					
		13,960,346	13,092,565	3,227,951	1,946,643
Other components of equity		707	-	997	-
Equity attributable to owners of the parent		19,136,007	18,267,519	10,900,650	9,618,345
Non-controlling interests	9	2,712,397	2,706,333	-	-
Total equity		21,848,404	20,973,852	10,900,650	9,618,345
Total liabilities and equity		23,896,892	23,718,155	12,457,931	11,816,589

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

SPCG Public Company Limited and its Subsidiaries
Statement of comprehensive income

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Year ended 31 December		Year ended 31 December	
		2023	2022	2023	2022
<i>(in thousand Baht)</i>					
Revenue from sale and rendering of services	4, 14	4,125,595	4,358,249	-	-
Cost of sale and rendering of services	4, 14	(1,641,898)	(1,353,331)	-	-
Gross profit		2,483,697	3,004,918	-	-
Other income	4	86,445	41,243	2,416,936	2,053,359
Selling and distribution expenses	4, 15	(55,427)	(19,021)	-	-
Administrative expenses	4, 15	(236,309)	(214,440)	(133,234)	(128,292)
Gain (loss) on derivatives		4,476	8,028	(77)	5,885
Gain on financial assets		2,275	5,103	-	1,254
Profit from operating activities		2,285,157	2,825,831	2,283,625	1,932,206
Finance costs		(53,148)	(103,937)	(52,626)	(103,137)
Profit before income tax expense		2,232,009	2,721,894	2,230,999	1,829,069
Tax (expense) income	16	(258,082)	(257,552)	503	(4,297)
Profit for the year		1,973,927	2,464,342	2,231,502	1,824,772
Other comprehensive income					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Loss on cash flow hedges		(363)	-	-	-
Income tax relating to items that will be reclassified subsequently to profit or loss		73	-	-	-
Total items that will be reclassified subsequently to profit or loss		(290)	-	-	-
<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		1,246	-	1,246	-
Income tax relating to items that will not be reclassified subsequently to profit or loss		(249)	-	(249)	-
Total items that will not be reclassified subsequently to profit or loss		997	-	997	-
Other comprehensive income for the period, net of tax		707	-	997	-
Total comprehensive income for the year		1,974,634	2,464,342	2,232,499	1,824,772
Profit attributable to:					
Owners of parent		1,837,970	2,320,482	2,231,502	1,824,772
Non-controlling interests		135,957	143,860	-	-
Profit for the year		1,973,927	2,464,342	2,231,502	1,824,772
Total comprehensive income attributable to:					
Owners of parent		1,838,677	2,320,482	2,232,499	1,824,772
Non-controlling interests		135,957	143,860	-	-
Total comprehensive income for the year		1,974,634	2,464,342	2,232,499	1,824,772
Basic earnings per share (in Baht)	17	1.74	2.20	2.11	1.73

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

SPCG Public Company Limited and its Subsidiaries

Statement of changes in equity

	Consolidated financial statements						Total equity
	Issued and paid-up share capital	Share premium on ordinary shares	Share premium from business combination	Changes in ownership interests in subsidiary	Retained earnings	Equity attributable to owners of the parent	
				Legal reserve	Unappropriated reserve	Non-controlling interests	
<i>(in thousand Baht)</i>							
Year ended 31 December 2022							
Balance at 1 January 2022	1,055,790	5,673,723	89,000	115,319	11,616,697	2,555,221	19,346,872
Transactions with owners, recorded directly in equity							
<i>Distributions to owners</i>							
Dividends paid	-	-	-	-	(844,614)	(155,328)	(999,942)
<i>Total distributions to owners</i>	-	-	-	-	(844,614)	(155,328)	(999,942)
<i>Change in ownership interests in subsidiary</i>							
Acquisition of non-controlling interests without a change in control	-	-	-	-	-	162,580	162,580
<i>Total change in ownership interests in subsidiary</i>	-	-	-	-	-	162,580	162,580
Total transactions with owners, recorded directly in equity	-	-	-	-	(844,614)	7,252	(837,362)
Comprehensive income for the year							
Profit	-	-	-	-	2,320,482	143,860	2,464,342
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	2,320,482	143,860	2,464,342
Balance at 31 December 2022	1,055,790	5,673,723	89,000	115,319	13,092,565	2,706,333	20,973,852

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

SPCG Public Company Limited and its Subsidiaries
Statement of changes in equity

	Consolidated financial statements											
	Retained earnings ⁸					Other components of equity						
	Issued and paid-up share capital	Share premium on ordinary shares	Share premium from business combination	Shares premium interests in subsidiary	Deficit from changes in ownership interests	Legal reserve	Unappropriated reserve	Fair value reserve	Cash flow hedges reserve	Components of Shareholders' equity	Equity attributable to owners of the parent	Non-controlling interests
Year ended 31 December 2023	1,055,790	5,673,723	89,000	(1,758,878)	115,319	13,092,565	-	-	-	18,267,519	2,706,333	20,973,852
Balance at 1 January 2023	-	-	-	-	-	(19,995)	(950,194)	(970,189)	-	(19,995)	(202,657)	(1,152,851)
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	-
<i>Distributions to owners</i>	-	-	-	-	-	-	-	-	-	-	-	-
Reclassification of accounts	-	-	-	-	-	(19,995)	-	-	-	(19,995)	19,995	-
Dividends paid	-	-	-	-	-	(950,194)	-	-	-	(950,194)	(202,657)	(1,152,851)
Total distributions to owners	-	-	-	-	-	(970,189)	-	-	-	(970,189)	(182,662)	(1,152,851)
<i>Change in ownership interests in subsidiary</i>	-	-	-	-	-	-	-	-	-	-	-	-
Call for additional paid-up capital	-	-	-	-	-	-	-	-	-	-	52,769	52,769
Total change in ownership interests in subsidiary	-	-	-	-	-	-	-	-	-	-	52,769	52,769
Total transactions with owners, recorded directly in equity	-	-	-	-	-	(970,189)	-	-	-	(970,189)	(129,893)	(1,100,082)
Comprehensive income for the year	-	-	-	-	-	1,837,970	-	-	-	1,837,970	135,957	1,973,927
Profit	-	-	-	-	-	-	997	-	-	707	-	707
Other comprehensive income	-	-	-	-	-	-	(290)	-	-	(290)	-	(290)
Total comprehensive income for the year	-	-	-	-	-	1,837,970	997	-	-	1,838,677	135,957	1,974,634
Balance at 31 December 2023	1,055,790	5,673,723	89,000	(1,758,878)	115,319	13,960,346	997	(290)	707	19,136,007	2,712,397	21,848,404

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

SPCG Public Company Limited and its Subsidiaries
Statement of changes in equity

		Separate financial statements				
		Retained earnings				
	Issued and paid-up share capital	Share premium on ordinary shares	Legal reserve	Unappropriated	Total equity	
<i>Note</i>						
			<i>(in thousand Baht)</i>			
		1,055,790	115,319	966,485	8,638,187	
	Year ended 31 December 2022					
	Balance at 1 January 2022	6,500,593	115,319	966,485	8,638,187	
	Transactions with owners, recorded directly in equity					
	<i>Distributions to owners</i>					
<i>18</i>	Dividends paid	-	-	(844,614)	(844,614)	
	Total distributions to owners	-	-	(844,614)	(844,614)	
	Comprehensive income for the year					
	Profit	-	-	1,824,772	1,824,772	
	Other comprehensive income	-	-	-	-	
	Total comprehensive income for the year	-	-	1,824,772	1,824,772	
	Balance at 31 December 2022	1,055,790	115,319	1,946,643	9,618,345	

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

SPCC Public Company Limited and its Subsidiaries
Statement of changes in equity

		Separate financial statements					
		Retained earnings			Other components of equity		
	Share premium						
Issued and paid-up share capital	on ordinary shares	Legal reserve	Unappropriated reserve	Fair value reserve			Total equity
<i>Note</i>		<i>(in thousand Baht)</i>					
Year ended 31 December 2023							
Balance at 1 January 2023	1,055,790	6,500,593	115,319	1,946,643	-		9,618,345
Transactions with owners, recorded directly in equity							
<i>Distributions to owners</i>							
Dividends paid	-	-	-	(950,194)	-		(950,194)
Total distributions to owners	-	-	-	(950,194)	-		(950,194)
Comprehensive income for the year							
Profit	-	-	2,231,502	-	-		2,231,502
Other comprehensive income	-	-	-	-	997		997
Total comprehensive income for the year	-	-	2,231,502	997	997		2,232,499
Balance at 31 December 2023	1,055,790	6,500,593	115,319	3,227,951	997		10,900,650

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

SPCG Public Company Limited and its Subsidiaries
Statement of cash flows

	Consolidated		Separate	
	financial statements		financial statements	
	Year ended 31 December		Year ended 31 December	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Profit for the year	1,973,927	2,464,342	2,231,502	1,824,772
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Tax expense (income)	258,082	257,552	(503)	4,297
Finance costs	53,148	103,937	52,626	103,137
Depreciation and amortisation	652,016	657,852	11,437	14,831
(Reversal of) impairment loss	354	(626)	-	-
(Reversal of) provisions for employee benefit	(660)	618	248	236
Unrealised loss on foreign exchange	9,444	41,072	-	27,394
(Gain) loss on fair value measurement	(9,526)	(55,859)	630	(25,600)
Reversal of inventories devaluation	(1,923)	-	-	-
Gain from disposal of plant and equipment	(795)	(67)	(370)	-
Dividend income	(17,614)	(9,169)	(2,250,656)	(1,895,240)
Interest income	(47,221)	(15,156)	(43,519)	(35,986)
	<u>2,869,232</u>	<u>3,444,496</u>	<u>1,395</u>	<u>17,841</u>
<i>Changes in operating assets and liabilities</i>				
Trade and other current receivables	309,237	(233,471)	3,580	1,874
Inventories	105,672	171,806	-	-
Other current assets	(1,654)	37,947	5,403	(56)
Prepaid warranty expense for inverters	46,338	46,346	-	-
Other non-current assets	(798)	(2,240)	(9)	2
Trade and other current payables	7,453	150,339	(3,038)	8,591
Other current liabilities	(18,018)	2,645	(296)	(1,873)
Net cash generated from operating	<u>3,317,462</u>	<u>3,617,868</u>	<u>7,035</u>	<u>26,379</u>
Taxes paid	<u>(244,152)</u>	<u>(193,585)</u>	<u>(7,655)</u>	<u>(4,063)</u>
Net cash from (used in) operating activities	<u>3,073,310</u>	<u>3,424,283</u>	<u>(620)</u>	<u>22,316</u>

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

SPCG Public Company Limited and its Subsidiaries

Statement of cash flows

	Consolidated		Separate	
	financial statements		financial statements	
	Year ended 31 December		Year ended 31 December	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Decreased in fixed deposit with financial institutions	1,500,000	-	1,500,000	-
Proceeds from sale of other financial assets	28,534	3,640,823	28,534	1,836,961
Acquisition of other financial assets	(200)	(2,152,100)	(200)	(928,000)
Decreased in restricted fixed deposits	-	9,984	-	-
Acquisition of property plant and equipment	(134,603)	(114,438)	(1,234)	(64)
Proceeds from sale of plant and equipment	6,421	18,756	374	11
Acquisition of intangible assets	(210)	(1,493)	(210)	(471)
Proceeds from sale of intangible assets	57	-	57	-
Proceeds from repayment of long-term loans to related parties	-	-	421,257	1,240,202
Payment of share subscription in subsidiary	-	-	(5,000)	(13)
Proceeds from decrease of share capital in subsidiaries	-	-	31,000	-
Dividends received	17,614	9,169	2,250,656	1,895,240
Interest received	46,996	15,127	43,362	36,072
Net cash from investing activities	1,464,609	1,425,828	4,268,596	4,079,938
<i>Cash flows from financing activities</i>				
Payment of short-term loans from financial institutions	-	(20,674)	-	-
Payment of long-term loans from financial institution	-	(930,000)	-	(930,000)
Payment of debentures	(650,000)	(1,250,000)	(650,000)	(1,250,000)
Payment of lease liabilities	(26,440)	(21,835)	(7,999)	(6,467)
Proceeds from share subscription by non-controlling interests	52,768	162,580	-	-
Dividends paid	(1,152,851)	(999,942)	(950,194)	(844,614)
Interest paid	(51,700)	(102,801)	(51,700)	(102,465)
Net cash used in financing activities	(1,828,223)	(3,162,672)	(1,659,893)	(3,133,546)
Net increase in cash and cash equivalents	2,709,696	1,687,439	2,608,083	968,708
Cash and cash equivalents at 1 January	1,733,488	46,049	979,740	11,032
Cash and cash equivalents at 31 December	4,443,184	1,733,488	3,587,823	979,740

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

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Notes to the financial statements
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These notes form an integral part of the financial statements.

The 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 financial statements, and were approved and authorized for issue by the Board of Directors on 23 February 2024.

1 General information

SPCG Public Company Limited, the “Company”, is incorporated in Thailand and was listed on the Stock Exchange of Thailand in March 2005. The Company’s registered office as follows:

Head office : 1 Capital Work Place Building, 10th floor, Soi Jamjan,
Klongton Nua, Wattana, Bangkok

Branch office 1st : 8/88 Moo 12 Rachathewa, Bangplee, Samutprakarn

Branch office 2nd : 8 Moo 15 Bangplee Yai, Bangplee, Samutprakarn

The Company’s major shareholder during the financial year was the Kunchornyakong family (43.94% shareholding).

The principal activity of the Company is holding company. The principal activities of the Group are summarised as follows:

- Production and distribution of electricity from solar energy;
- Trading and installation service of solar roof;
- Manufacture, trading and installation service of roof sheets and
- Distribution and providing service about inverter.

Details of the Company’s subsidiaries as at 31 December 2023 and 2022 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			2023	2022
Direct subsidiaries				
Solar Power Company Limited	Holding company	Thailand	100	100
Steel Roof Company Limited	Manufacturing, trading and installation services for roof sheets	Thailand	100	100
Solar Power Engineering Company Limited	Distribution and providing service about inverter	Thailand	100	100
Solar Power Roof Company Limited	Trading and installation services for solar roofing	Thailand	100	100
Solar Power Asset Company Limited	Holding company	Thailand	100	100
SET Energy Co., Ltd.	Develop and invest in intelligent power network	Thailand	75	75
Solar Roof Thai Co., Ltd.	Trading and installation services for solar roofing	Thailand	100	-

SPCG Public Company Limited and its Subsidiaries

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Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			2023	2022
Indirect subsidiaries				
Solar Power (Korat 1) Company Limited	Production and distribution of electricity from solar energy	Thailand	85	85
Solar Power (Korat 2) Company Limited	Production and distribution of electricity from solar energy	Thailand	56	56
Solar Power (Korat 3) Company Limited	Production and distribution of electricity from solar energy	Thailand	60	60
Solar Power (Korat 4) Company Limited	Production and distribution of electricity from solar energy	Thailand	60	60
Solar Power (Korat 5) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Korat 6) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Korat 7) Company Limited	Production and distribution of electricity from solar energy	Thailand	60	60
Solar Power (Korat 8) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Korat 9) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Khonkaen 1) Company Limited	Production and distribution of electricity from solar energy	Thailand	70	70
Solar Power (Khonkaen 2) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Khonkaen 3) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Khonkaen 4) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Khonkaen 5) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Khonkaen 6) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Khonkaen 7) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100

SPCG Public Company Limited and its Subsidiaries**Notes to the financial statements****For the year ended 31 December 2023**

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			2023	2022
Solar Power (Khonkaen 8) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Khonkaen 9) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Khonkaen 10) Company Limited	Production and distribution of electricity from solar energy	Thailand	75	75
Solar Power (Surin 1) Company Limited	Production and distribution of electricity from solar energy	Thailand	75	75
Solar Power (Surin 2) Company Limited	Production and distribution of electricity from solar energy	Thailand	75	75
Solar Power (Surin 3) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Bureerum 1) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Bureerum 2) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Bureerum 3) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Nakornphanom 1) Company Limited	Production and distribution of electricity from solar energy	Thailand	70	70
Solar Power (Nakornphanom 2) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Nakornphanom 3) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Sakonnakorn 1) Company Limited	Production and distribution of electricity from solar energy	Thailand	70	70
Solar Power (Sakonnakorn 2) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100

SPCG Public Company Limited and its Subsidiaries
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Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			2023	2022
Solar Power (Loei 1) Company Limited	Production and distribution of electricity from solar energy	Thailand	56	56
Solar Power (Loei 2) Company Limited	Production and distribution of electricity from solar energy	Thailand	75	75
Solar Power (Nongkai 1) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
Solar Power (Udonthani 1) Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100
AJ Technology Company Limited	Production and distribution of electricity from solar energy	Thailand	75	75
Tipayanarai Company Limited	Production and distribution of electricity from solar energy	Thailand	100	100

2 Basis of preparation of the financial statements

The financial statements are prepared in accordance with Thai Financial Reporting Standards (“TFRS”), guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission. The financial statements are presented in Thai Baht, which is the Company’s functional currency. The accounting policies, described in note 3 have been applied consistently to all periods presented in these financial statements.

The preparation of financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of the Group’s accounting policies. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

3 Significant accounting policies

(a) Basis of consolidation

The consolidated financial statements relate to the Company and its subsidiaries (together referred to as the “Group”).

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

SPCG Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2023

At the acquisition date, the Group measures any non-controlling interest at its proportionate interest in the identifiable net assets of the acquiree. In addition, when there is a change in the Group's interest in a subsidiary that do not result in a loss of control, any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid from the acquisition of the non-controlling interests with no change in control are accounted for as other surpluses or deficits in shareholders' equity.

Intra-group balances and transactions, and any unrealised income or expenses arising from intra-group transactions, are eliminated on consolidation. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

Business combinations

The Group applies the acquisition method when the Group assess that the acquired set of activities and assets include, at a minimum, an input and a substantive process that together significantly contribute to the ability to create output. The acquisition date is the date on which control is transferred to the Group, other than business combinations with entities under common control. Expenses in connection with a business combination are recognised as incurred.

Goodwill is measured as the fair value of the consideration transferred including the recognised amount of any non-controlling interest in the acquiree, less net fair value of the identifiable assets acquired and liabilities assumed. Any gain on bargain purchase is recognized in profit or loss immediately.

Consideration transferred includes assets transferred, liabilities incurred by the Group to the previous owners of the acquiree, any contingent consideration and equity interests issued by the Group.

Any contingent consideration is measured at fair value at the date of acquisition, and remeasured at fair value at each reporting date. Subsequent changes in the fair value are recognised in profit or loss.

A contingent liability of the acquiree is assumed in a business combination only if such a liability represents a present obligation and arises from a past event, and its fair value can be measured reliably.

Business combination under common control are accounted for using a method similar to the pooling of interest method, by recognising assets and liabilities of the acquired businesses at their carrying amounts in the consolidated financial statements of the ultimate parent company at the transaction date. The difference between the carrying amount of the acquired net assets and the consideration transferred is recognised as surplus or deficit from business combinations under common control in shareholder's equity. The surplus or deficit will be written off upon divestment of the businesses acquired. The results from operations of the acquired businesses will be included in the consolidated financial statements of the acquirer from the beginning of the comparative period or the moment the businesses came under common control, whichever date is later, until control ceases.

(b) Investments in subsidiaries

Investments in subsidiaries in the separate financial statements of the Company are measured at cost less allowance for impairment losses. Dividend income is recognised in profit or loss on the date on which the Group's right to receive payment is established. If the Company disposes of part of its investment, the deemed cost of the part sold is determined using the weighted average method. Gains and losses on disposal of the investments are recognised in profit or loss.

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(c) Foreign currencies

Transactions in foreign currencies including non-monetary assets and liabilities denominated in foreign currencies are translated to the respective functional currencies of each entity in the Group at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate at the reporting date. Non-monetary assets and liabilities measured at fair value in foreign currencies are translated at the exchange rates at the dates that fair value was determined.

Foreign currency differences are generally recognized in profit or loss.

(d) Financial instruments

(d.1) Classification and measurement

Debt securities issued by the Group are initially recognised when they are originated. Other financial assets and financial liabilities (except trade accounts receivables (see note 3(f))) are initially recognised when the Group becomes a party to the contractual provisions of the instrument, and measured at fair value plus or minus, for an item not at fair value through profit or loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue.

On initial recognition, a financial asset is classified as measured at: amortised cost; fair value through other comprehensive income (FVOCI); or fair value through profit or loss (FVTPL). Financial assets are not reclassified subsequent to their initial recognition unless the Group changes its business model for managing financial assets, in which case all affected financial assets are reclassified prospectively from the reclassification date.

On initial recognition, financial liabilities are classified as measured at amortised cost using the effective interest method. Interest expense, foreign exchange gains and losses and any gain or loss on derecognition are recognised in profit or loss.

Financial assets measured at amortised costs are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by expected credit losses. Interest income, foreign exchange gains and losses, expected credit loss and any gain or loss on derecognition are recognised in profit or loss.

(d.2) Derecognition and offset

The Group derecognises a financial asset when the contractual rights to receive the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Group derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Group also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

The difference between the carrying amount extinguished and the consideration received or paid is recognised in profit or loss.

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Interest rate benchmark reform

When the basis of determining the contractual cash flows of a financial asset or financial liability measured at amortised cost changed as a result of interest rate benchmark reform (IBOR reform), the Group first updated the effective interest rate of the financial asset or financial liability to reflect the change that is required by IBOR reform. If there were any other additional changes, the Group applied the policies on accounting for modifications to those changes.

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Group currently has a legally enforceable right to set off the amounts and the Group intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

(d.3) Derivatives

Derivative are recognised at fair value and remeasured at fair value at each reporting date. The gain or loss on remeasurement to fair value is recognised immediately in profit or loss, except where the derivatives qualify for cash flow hedge accounting, in which case recognition of any resultant gain or loss depends on nature of the item being hedged.

(d.4) Hedging

The Group designates certain derivatives as hedging instruments to hedge the variability in cash flows associated with foreign exchange rates and interest rates.

At inception of designated hedging relationships, the Group documents the risk management objective and strategy for undertaking the risk, the economic relationship between the hedged item and the hedging instrument, including consideration of the hedge effectiveness at the inception of the hedging relationship and throughout the remaining period to determine the existence of economic relationship between the hedged item and the hedging instrument.

Cash flow hedges

When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognised in OCI and accumulated in the hedging reserve. Any ineffective portion of changes in the fair value of the derivative is recognised immediately in profit or loss.

When the hedged forecast transaction subsequently results in the recognition of a non-financial item such as inventory, the amount accumulated in the hedging reserve and the cost of hedging reserve is included directly in the initial cost of the non-financial item when it is recognised.

For all other hedged forecast transactions, the amount accumulated in the cash flow hedging reserve is reclassified to profit or loss in the same period or periods during which the hedged expected future cash flows affect profit or loss.

If the hedge no longer meets the criteria for hedge accounting or the hedging instrument is sold, expires, is terminated or is exercised, then hedge accounting is discontinued prospectively. When hedge accounting for cash flow hedges is discontinued, the amount that has been accumulated in the cash flow hedging reserve remains in equity until, for a hedge of a transaction resulting in the recognition of a non-financial item, it is included in the non-financial item's cost on its initial recognition or, for other cash flow hedges, it is reclassified to profit or loss in the same period or periods as the hedged expected future cash flows affect profit or loss.

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If the hedged future cash flows are no longer expected to occur, then the amounts that have been accumulated in the cash flow hedging reserve are immediately reclassified to profit or loss.

(d.5) Impairment of financial assets other than trade accounts receivables

The Group recognises allowances for expected credit losses (ECLs) on financial assets measured at amortised cost.

The Group recognises ECLs equal to 12-month ECLs unless there has been a significant increase in credit risk of the financial instrument since initial recognition or credit-impaired financial assets, in which case the loss allowance is measured at an amount equal to lifetime ECLs.

ECLs are a probability-weighted estimate of credit losses based on forward-looking and historical experience. Credit losses are measured as the present value of all cash shortfalls discounted by the effective interest rate of the financial asset.

The Group considers a financial asset to have low credit risk when its credit rating is equivalent to the globally understood definition of 'investment grade'. The Group recognises ECLs for low credit risk financial asset as 12-month ECLs.

The Group assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due, significant deterioration in credit rating, significant deterioration in the operating results of the debtor and existing or forecast changes in the technological, market, economic or legal environment that have a significant adverse effect on the debtor's ability to meet its obligation to the Group.

The Group considers a financial asset to be in default when:

- the debtor is unlikely to pay its credit obligations to the Group in full, without recourse by the Group to actions such as realising security (if any is held) or
- the financial asset is more than 90 days past due.

(d.6) Write offs

The gross carrying amount of a financial asset is written off when the Group has no reasonable expectations of recovering. Subsequent recoveries of an asset that was previously written off, are recognised as a reversal of impairment in profit or loss in the period in which the recovery occurs.

(d.7) Interest

Interest income and expense is recognised in profit or loss using the effective interest method. In calculating interest income and expense, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit-impaired) or to the amortised cost of the liability.

(e) Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

(f) Trade account receivables

A trade receivable is recognised when the Group has an unconditional right to receive consideration. A trade receivable is measured at transaction price less allowance for expected credit loss. Bad debts are written off when incurred.

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The Group estimates lifetime expected credit losses (ECLs), using a provision matrix to find ECLs rate. This method groups the debtors based on shared credit risk characteristics and past due status, taking into account historical credit loss data, adjusted for factors that are specific to the debtors and an assessment of both current economic conditions and forward-looking general economic conditions at the reporting date.

(g) Inventories

Inventories are measured at the lower of cost and net realisable value. Cost is calculated using the weighted average cost principle. Cost includes direct costs incurred in acquiring the inventories. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of production overheads based on normal operating capacity. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

(h) Investment properties

Investment properties are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the investment property. The cost of self-constructed assets includes capitalised borrowing costs.

Depreciation is calculated on a straight-line basis over the estimated useful lives of buildings and improvement of 5 and 20 years and recognised in profit or loss. No depreciation charged on freehold land and assets under construction.

Differences between the proceeds from disposal and the carrying amount of investment property are recognised in profit or loss.

(i) Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes capitalised borrowing costs, and the costs of dismantling and removing the items and restoring the site on which they are located. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

Differences between the proceeds from disposal and the carrying amount of property, plant and equipment are recognised in profit or loss.

Subsequent costs

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item when the future economic benefits embodied within the part will flow to the Group, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

Depreciation

Depreciation is calculated on a straight-line basis over the estimated useful lives of each component of an asset and recognised in profit or loss. No depreciation is provided on freehold land and assets under construction.

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The estimated useful lives are as follows:

Buildings, building improvements and infrastructure	5 - 25 years
Solar modules	30 years
Inverters	20 years
Equipment and machinery	3 - 25 years
Office equipment	3 and 5 years
Vehicles	5 years

(j) Goodwill

Goodwill is measured at cost less accumulated impairment losses.

(k) Intangible assets

Energy Industry License

Energy Industry license acquired in a business combination are recognised at fair value at the acquisition date. Energy Industry License have a finite useful life and are carried at cost less accumulated amortisation. Amortisation is calculated using the straight-line basis over their estimated useful lives of 25 years.

Other intangible assets

Other intangible assets are measured at cost less accumulated amortisation and impairment losses. Subsequent expenditure is capitalised only when it will generate the future economic benefits. Amortisation is calculated on a straight-line basis over the estimated useful lives of intangible assets and recognised in profit or loss.

The estimated useful lives are as follows:

Computer software	5 - 10 years
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(l) Leases

At inception of a contract, the Group assesses that a contract is, or contains, a lease when it conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At commencement or on modification of a contract, the Group allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices of each component.

The Group recognises a right-of-use asset and a lease liability at the lease commencement date, except for leases of low-value assets and short-term leases which is recognised as an expense on a straight-line basis over the lease term.

Right-of-use asset is measured at cost, less any accumulated depreciation and impairment loss, and adjusted for any remeasurements of lease liability. The cost of right-of-use asset includes the initial amount of the lease liability adjusted for any prepaid lease payments, plus any initial direct costs incurred. Depreciation is charged to profit or loss on a straight-line method from the commencement date to the end of the lease term.

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The lease liability is initially measured at the present value of all lease payments that shall be paid under the lease. The Group uses the Group's incremental borrowing rate to discount the lease payments to the present value. The Group determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of the asset leased.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a lease modification. When the lease liability is remeasured, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

(m) *Impairment of non-financial assets*

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. For goodwill, the recoverable amount is estimated each year at the same time.

An impairment loss is recognised in profit or loss if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount.

The recoverable amount is the greater of the asset's value in use and fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Impairment losses of assets recognised in prior periods is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss in respect of goodwill is not reversed. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(n) *Employee benefits*

Defined contribution plans

Obligations for contributions to the Group's provident funds are expensed as the related service is provided.

Defined benefit plans

The Group's net obligation in respect of defined benefit plans is calculated by estimating the amount of future benefit that employees have earned in the current and prior periods. The defined benefit obligations is discounted to the present value, which performed every 3 years by a qualified actuary using the projected unit credit method.

Remeasurements of the net defined benefit liability, actuarial gain or loss are recognised immediately in OCI. The Group determines the interest expense on the net defined benefit liability for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period, taking into account any changes in the net defined benefit liability during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

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When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

The Group's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value. Remeasurements are recognised in profit or loss in the period in which they arise.

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognizes costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the end of the reporting period, then they are discounted.

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(o) Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as a finance cost.

(p) 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 market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Group has access at that date. The fair value of a liability reflects its non-performance risk.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are based on unobservable input.

If an asset or a liability measured at fair value has a bid price and an ask price, then the Group measures assets and asset positions at a bid price and liabilities and liability positions at an ask price.

The best evidence of the fair value of a financial instrument on initial recognition is normally the transaction price - i.e. the fair value of the consideration given or received.

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Notes to the financial statements

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(q) *Revenue from contracts with customers*

(1) Revenue recognition

Revenue is recognised when a customer obtains control of the goods or services in an amount that reflects the consideration to which the Group expects to be entitled, excluding those amounts collected on behalf of third parties, value added tax and is after deduction of any trade discounts and volume rebates.

Revenue from sales of goods is recognised on the date on which the goods are delivered to the customers.

Revenue for rendering of services is recognised over time based on stage of completion. The stage of completion is assessed based on cost-to-cost method. The related costs are recognised in profit or loss when they are incurred.

For bundled packages, the Group recognises revenue from sales of products and rendering of services separately if a product or service is separately identifiable from other items and a customer can benefit from it. The consideration received is allocated based on their relative stand-alone selling prices.

Income from sale of electricity

Income from the sale of electricity is recognised in profit or loss in accordance with delivery units supplied as stipulated in the contract. Income from the sale of electricity for entities within Thailand is entitled to receive ADDER for a period of 10 years from the commencement of commercial sales. Thereafter, subsequent to this initial period income from sale of electricity is recognised at normal rates.

Commission revenue

For the contracts that the Group is arranging for the provision of the goods or services on behalf of its customers and does not control the goods or services before the primary sellers or service providers will provide the goods or services to the customers. The Group acts in the capacity of an agent and recognises the net amount of consideration as commission revenue.

(2) Contract balances

Contract assets are recognised when the Group has recognised revenue before it has an unconditional right to receive consideration. The contract assets are measured at the amount of consideration that the Group is entitled to, less allowance for expected credit loss. The contract assets are classified as trade receivables when the Group has an unconditional right to receive consideration.

Contract liabilities are the obligation to transfer goods or services to the customer. The contract liabilities are recognised when the Group receives or has an unconditional right to receive non-refundable consideration from the customer before the Group recognises the related revenue.

(r) *Income tax*

Income tax expense for the year comprises current and deferred tax, which is recognised in profit or loss except to the extent that they relate to items recognised directly in other comprehensive income.

Current tax is recognised in respect of 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.

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Deferred tax is recognised 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 recognised for the 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.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities, using tax rates enacted or substantively enacted at the reporting date. Current deferred tax assets and liabilities are offset in the separate financial statements.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. 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 realised.

(s) *Earnings per share*

Earning per share is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

(t) *Segment reporting*

Segment results that are reported to the Group's president (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

4 Related parties

A related party is a person or entity that has direct and indirect control, or has significant influence over the financial and managerial decision-making of the Group; a person or entity that are under common control or under the same significant influence as the Group; or a person or entity over which the Group has direct and indirect control or has significant influence over the financial and managerial decision-making.

Relationships with subsidiaries are described in note 8. Other related parties which the Group had significant transactions with during the year were as follows:

Name of entities	Country of incorporation	Nature of relationships
Woracha Holding Co., Ltd.	Thailand	Common shareholders
Capital Work Place Co., Ltd.	Thailand	Common shareholders and some directors
Capital residence co.,Ltd	Thailand	Common shareholders and some directors
SW PARTNERS INC.	Japan	Common directors
Key management personnel	Thailand	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 Group

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<i>Significant transactions with related parties</i> <i>Year ended 31 December</i>	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Subsidiaries				
Interest income	-	-	6,576	23,390
Dividends income	-	-	2,241,278	1,895,240
Management service income	-	-	118,986	118,986
Other income	-	-	2,644	2,644
Other related parties				
Sales of goods (*)	-	3	-	-
Purchases of goods (*)	-	2,920	-	-
Purchases of fixed asset (*)	-	23,634	-	-
Service expense for operation and maintenance (*)	-	23,365	-	-
Building rental expense and utilities expense	13,393	12,125	9,272	8,974
Warehouse rental expense (*)	21	549	-	-
Contractual installation service of solar roof (*)	-	7,345	-	-
Consulting fee	5,378	3,298	5,378	3,298
Interest expense	1,040	1,101	523	380
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	46,470	40,875	40,981	34,607
Post-employment benefits	368	355	134	128
Total	46,838	41,230	41,115	34,735

(*) JPEN Co., Ltd. is not a related party of the Group since 20 April 2022. Thus, the significant transactions with the Company are disclosed only occurred in 2022.

Balances as at 31 December with related parties were as follows:

<i>Trade and other current receivables</i>	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	39	108
	-	-	39	108
Less allowance for expected credit loss	-	-	-	-
Net	-	-	39	108

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	Interest rate		Separate financial statements			
	31	31	31			31
	December	December	December	Increase	Decrease	December
	2022	2023	2022			2023
	(% per annum)		(in thousand Baht)			
Long-term loans						
Subsidiaries	THBFIX3M	FALLBACK3M				
	+1.55	+1.55	440,878	-	(421,257)	19,621
Less current portion due within one year			(421,257)	-	406,629	(14,628)
Total long-term loans			19,621	-	(14,628)	4,993

The reference rate reform

As a result of the interest rate benchmark reform and the cessation of LIBOR, the Group undertook amendments to the contractual terms with the counterparties. The outstanding contracts with interest rates that reference THBFIX with maturity date after 30 June 2023 have been transitioned to THOR, or alternative benchmark rates as appropriate. Nevertheless, the amendments would not have material impact to financial risk and consolidated financial statements of the Group.

Expected credit losses for the year ended 31 December	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
	(in thousand Baht)			
Trade and other current receivables	-	-	-	-
Loans to	-	-	-	-

Balance with related parties as at 31 December	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
	(in thousand Baht)			
Trade and other current payables				
Other related parties	142	101	100	77
Total	142	101	100	77
Lease liabilities				
Other related parties	46,331	47,729	26,196	16,339
Total	46,331	47,729	26,196	16,339

Significant agreements with related parties

As at 31 December 2023, the Group has significant agreements with related parties as follows:

Office rental agreement

The Company and various subsidiaries have entered into office rental agreement with a related party. The agreement term is for a period of 3 years, commencing from the effective date as specified in the agreement and expiring in December 2025 with the rental fee and condition are as stipulated in the agreement.

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Warehouse rental agreement

The Company and various subsidiaries have entered into warehouse rental agreement with a related party. The agreement term is for a period of 3 years, commencing from the effective date as specified in the agreement and expiring in December 2024 with the rental fee and condition are as stipulated in the agreement.

Service agreement

The Company has entered into service agreement with various subsidiaries for general management service. The Company agreed to provide human resources to manage operation process in accordance with subsidiaries' condition. The agreement term is for a period of 1 year, commencing from the effective date as specified in the agreement and expiring in December 2024 with the service fee and condition are as stipulated in the agreement.

Consulting agreement

The Company has entered into consulting agreement with a related party for provide consultancy and advice on the Company's activities in Japan. The agreement term is for a period of 2 years from the effective date as specified in the agreement and expiring in March 2025 with the service fee and condition are as stipulated in the agreement.

Loan agreements

On 30 June 2017, the Company entered into a long-term loan agreement with a subsidiary totaling of Baht 8,450 million which has repayment period every 3 months with the last due date for repayments in 2024. The loans bear interest at the rate of THBFIX3M + 1.55% per annum, loans are unsecured. During 2023, the Company has undertaken amendments to the interest rate using FALLBACK3M + 1.55 per annum.

On 31 August 2017, the Company entered into a long-term loan agreement with a subsidiary totaling of Baht 679 million which has repayment period every 3 months with the last due date for repayments in 2025. The loans bear interest at the rate of THBFIX3M + 1.55% per annum, loans are unsecured. During 2023, the Company has undertaken amendments to the interest rate using FALLBACK3M + 1.55 per annum.

5 Cash and cash equivalents

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Cash on hand	130	125	20	20
Cash at financial institutions	4,443,054	1,733,363	3,587,803	979,720
Total	4,443,184	1,733,488	3,587,823	979,740

SPCG Public Company Limited and its Subsidiaries

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6 Trade and other current receivables

	Note	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
		<i>(in thousand Baht)</i>			
Related parties	4	-	-	39	108
Other parties					
Trade accounts receivable		328,809	480,951	-	-
Accrued income		457,981	606,432	-	-
Retention receivable		2,077	2,238	-	-
Others		15,761	24,366	1,810	5,164
		<u>804,628</u>	<u>1,113,987</u>	<u>1,810</u>	<u>5,164</u>
Total		804,628	1,113,987	1,849	5,272
Less allowance for expected credit loss		(29,278)	(28,924)	-	-
Net		<u>775,350</u>	<u>1,085,063</u>	<u>1,849</u>	<u>5,272</u>

	As at 31 December	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
		<i>(in thousand Baht)</i>			
Trade account receivables					
Within credit terms		288,659	435,411	-	-
Overdue:					
Less than 90 days		7,973	8,349	-	-
91 - 180 days		1,331	5,390	-	-
181 - 365 days		934	316	-	-
More than 365 days		29,912	31,485	-	-
Total		<u>328,809</u>	<u>480,951</u>	<u>-</u>	<u>-</u>
Less allowance for expected credit loss		(27,211)	(26,776)	-	-
Net		<u>301,598</u>	<u>454,175</u>	<u>-</u>	<u>-</u>

The normal credit term granted by the group ranges from 30 days to 120 days.

	Allowance for expected credit loss	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
		<i>(in thousand Baht)</i>			
At 1 January		28,924	29,550	-	-
Increase		1,342	64	-	-
Reversal		(988)	(690)	-	-
At 31 December		<u>29,278</u>	<u>28,924</u>	<u>-</u>	<u>-</u>

Information of credit risk is disclosed in note 19.

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7 Inventories

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Finished goods	1,058	6,922	-	-
Work in process	-	3,696	-	-
Raw materials	191,530	199,220	-	-
Goods in transit	-	88,422	-	-
Total	192,588	298,260	-	-
Less allowance for decline in value of inventories	(806)	(2,729)	-	-
Net	191,782	295,531	-	-
Inventories recognised in 'cost of sales of goods':				
- Cost of sales	635,994	407,936	-	-
- Reversal of write-down to net realizable value	(1,923)	-	-	-
Net	634,071	407,936	-	-

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For the year ended 31 December 2023

8 Investment in subsidiaries

	Ownership interest (%)		Separate financial statements				At cost - net	
	2023	2022	2023	2022	2023	2022	2023	2022
	(in thousand Baht)		Cost	Impairment				
<i>Direct subsidiaries</i>								
Solar Power Company Limited	100	100	2,301,000	-	-	2,301,000	2,301,000	
Steel Roof Company Limited	100	100	57,373	-	-	57,373	57,373	
Solar Power Engineering Company Limited	100	100	4,000	-	-	4,000	10,000	
Solar Power Roof Company Limited	100	100	408,640	-	-	408,640	408,640	
Solar Power Asset Company Limited	100	100	287,300	-	-	287,300	312,300	
SET Energy Company Limited	75	75	4,366,863	-	-	4,366,863	4,366,863	
Solar Roof Thai Company Limited	100	-	5,000	-	-	5,000	-	
			7,430,176	7,456,176	7,430,176	7,456,176	7,456,176	

All subsidiaries were incorporated and operate in Thailand.

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*Material movements for the year
ended 31 December*

	Separate financial statements	
	2023	2022
	<i>(in thousand Baht)</i>	
Increase capital in SET Energy Co., Ltd.	-	13
Purchase investment in Solar Roof Thai Co., Ltd	5,000	-
Capital reduction of Solar Power Engineering Company Limited	(6,000)	-
Capital reduction of Solar Power Asset Company Limited	(25,000)	-
Total	(26,000)	13

SET Energy Company Limited

At the Board of Directors' meeting of the Company held on 5 July 2022, the Board approved the partial purchase of increase share capital in SET Energy Co., Ltd. which is a subsidiary. SET Energy Co., Ltd. increased registered share capital from Baht 3,230 million (divided into 32,300,000 shares at Baht 100 par value) to Baht 3,445.35 million (divided into 34,453,500 shares at Baht 100 par value) by issuance of new shares of Baht 215.35 million (divided into 2,153,500 shares at Baht 100). The subsidiary registered an increase of registered share capital with the Ministry of Commerce on 10 August 2022. The Company made share payment by 125 shares or equivalent to Baht 12,500. Minority shareholder has invested in the remaining new issuance shares of 2,153,375 shares and made partial share payment of Baht 162.58 million resulting in decrease in ownership interest of the Company from 80% to 75%; however, SET Energy Co., Ltd. is still a subsidiary of the Company. In February 2023, minority shareholders made the remaining share payment resulting that the Group recognised an increase in non-controlling interests of Baht 52.76 million.

Solar Roof Thai Company Limited

On 30 December 2022, the Board of Directors of the Company passed a resolution to approve the establishment of Solar Roof Thai Co., Ltd., for the purpose of providing installation services for solar roofing. The registered capital is 50,000 ordinary shares with a par value of Baht 100 each, totalling Baht 5 million. The Company invested 49,997 shares or 99.99% in such subsidiary. The Board of Director passed a resolution to approve to call for first instalment paid-up capital of 25% of ordinary shares at Baht 1.25 million. The subsidiary has already registered its receipt of share subscription with the Department of Business Development, the Ministry of Commerce on 4 January 2023.

The Company call for an additional paid-up capital of 50,000 ordinary shares at Baht 75 per shares. The Company paid the additional paid-up share capital in full totalling Baht 5 million on 2 February 2023.

AJ Technology Company Limited

According to the shareholders agreement of AJ Technology Company Limited, an indirect subsidiary of the Company, there was a determined date for a change in dividend payment or Flip Point which is the date that an indirect subsidiary made the final payment for power plant construction to the financial institution. At a Flip Point date, an indirect subsidiary will increase its registered capital at the amount of Baht 10,000 by issuing 100 preferred shares with a par value of Baht 100 each to non-controlling interest shareholders. The shareholders of preferred share will receive dividend payment before the shareholders of ordinary share at the amount of two-thirds of the total amount of approved dividend and the remaining amount will be paid to the shareholders of ordinary share according to their shareholding proportion. As the result, the non-controlling interest shareholders will have the right to receive 75% of the total of approved dividend.

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The indirect subsidiary registered an increase of preferred share capital with the Ministry of Commerce on 10 April 2023. The Non-controlling interest shareholders has made a payment in full, result in the Group recognising the increase in non-controlling interest of Baht 10,000.

Therefore, the management has reclassified the account in owners of the parent and non-controlling interests according to the shareholders agreement of AJ Technology Company Limited. The reclassification has no effect on the statement of comprehensive income for the year ended 31 December 2023.

Solar Power Asset Company Limited

At the extraordinary general meeting of shareholders of Solar Power Asset Co., Ltd., a subsidiary of the Company, held on 9 October 2023, the shareholders has approved a capital reduction as the following:

- A decrease of registered share capital of such subsidiary from Baht 240,000,000 (divided into 24,000,000 shares at Baht 10 par value) to new registered share capital of Baht 215,000,000 (divided into 21,500,000 shares at Baht 10 par value) by reduction of Baht 25,000,000 (divided into 2,500,000 shares at Baht 10 par value) and revise the memorandum of association.
- A decrease of legal reserve at the amount of Baht 2,500,000 from the allocated legal reserve of Baht 24,000,000 to the remaining legal reserve of Baht 21,500,000 or equivalent to 10% of the company's registered capital, reserving according to the laws and the Company's Article of Association.

Solar Power Engineering Company Limited

At the extraordinary general meeting of shareholders of Solar Power Engineering Co., Ltd., a subsidiary of the Company, held on 6 November 2023, the shareholders has approved a capital reduction as the following:

- A decrease of registered share capital of such subsidiary from Baht 10,000,000 (divided into 1,000,000 shares at Baht 10 par value) to new registered share capital of Baht 4,000,000 (divided into 400,000 shares at Baht 10 par value) by reduction of Baht 6,000,000 (divided into 600,000 shares at Baht 10 par value) and revise the memorandum of association.
- A decrease of legal reserve at the amount of Baht 185,000 from the allocated legal reserve of Baht 585,000 to the remaining legal reserve of Baht 400,000 or equivalent to 10% of the company's registered capital, reserving according to the laws and the Company's Article of Association.

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9 Non-controlling interests

The following table summarises the information relating to each of the Group's subsidiaries that has a material non-controlling interest, before any intra-group eliminations:

	31 December 2023			
	Solar Power Group Company	Set Energy Company Limited	Other individually immaterial subsidiaries	Total
	<i>(in thousand Baht)</i>			
Current assets	538,007	437,639		
Non-current assets	13,497,922	2,925,439		
Current liabilities	150,171	45,143		
Non-current liabilities	5,293	-		
Net assets	13,880,465	3,317,935		
Carrying amount of non-controlling interest	<u>1,832,512</u>	<u>825,180</u>	54,705	2,712,397
Revenue	2,892,446	-		
Profit (loss) for the year	1,775,276	(34,135)		
Other comprehensive income	-	-		
Total comprehensive income	1,775,276	(34,135)		
Profit allocated to non-controlling interest	<u>123,465</u>	<u>(8,534)</u>	21,026	135,957
Other comprehensive income allocated to non-controlling interest	<u>-</u>	<u>-</u>		
Net cash from (used in) operating activities	2,465,987	(37,124)		
Net cash used in investing activities	(8,509)	(80,081)		
Net cash used in financing activities	(2,459,179)	-		

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	31 December 2022			Total
	Solar Power Group Company	Set Energy Company Limited	Other individually immaterial subsidiaries	
	<i>(in thousand Baht)</i>			
Current assets	769,586	543,074		
Non-current assets	14,144,865	2,858,127		
Current liabilities	589,880	101,888		
Non-current liabilities	19,921	-		
Net assets	14,304,650	3,299,313		
Carrying amount of non-controlling interest	1,880,506	780,956	44,871	2,706,333
Revenue	3,594,683	-		
Profit (loss) for the year	2,406,662	(29,039)		
Other comprehensive income	-	-		
Total comprehensive income	2,406,662	(29,039)		
Profit allocated to non-controlling interest	139,568	(6,474)	10,766	143,860
Other comprehensive income allocated to non-controlling interest	-	-		
Net cash from operating activities	3,036,332	2,619		
Net cash from investing activities	4,209	351,042		
Net cash from (used in) financing activities	(3,029,995)	162,592		

Percentage of non-controlling interest in Solar Power Group Company and SET Energy Company Limited are disclosed in note 1.

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10 Property, plant and equipment

	Consolidated financial statements							Total
	Land	Buildings, building improvements and infrastructure	Solar modules, inverters, equipment and machinery	Office equipment	Vehicles	Asset under construction	Total	
	<i>(in thousand Baht)</i>							
<i>Cost</i>								
At 1 January 2022	4,099,230	738,265	17,451,752	22,694	16,609	585,599	22,914,149	
Additions	-	267	2,846	114	-	108,823	112,050	
Transfers to investment properties	(12,548)	(13,814)	-	-	-	-	(26,362)	
Disposals	(12,707)	(232)	(9,751)	(232)	-	-	(22,922)	
At 31 December 2022 and 1 January 2023	4,073,975	724,486	17,444,847	22,576	16,609	694,422	22,976,915	
Additions	-	20,993	15,503	2,427	14,946	74,978	128,847	
Disposals	-	(1,777)	(5,476)	(1,534)	(7,767)	-	(16,554)	
At 31 December 2023	4,073,975	743,702	17,454,874	23,469	23,788	769,400	23,089,208	
<i>Depreciation</i>								
At 1 January 2022	-	326,443	5,237,111	18,497	14,094	-	5,596,145	
Depreciation charge for the year	-	45,421	594,865	2,017	1,540	-	643,843	
Transfers to investment properties	-	(5,920)	-	-	-	-	(5,920)	
Disposals	-	-	(3,787)	(216)	-	-	(4,003)	
At 31 December 2022 and 1 January 2023	-	365,944	5,828,189	20,298	15,634	-	6,230,065	
Depreciation charge for the year	-	42,633	593,483	1,599	911	-	638,626	
Disposals	-	(1,769)	(34)	(1,356)	(7,767)	-	(10,926)	
At 31 December 2023	-	406,808	6,421,638	20,541	8,778	-	6,857,765	

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		Consolidated financial statements					
		Buildings, building improvements and infrastructure	Solar modules, inverters, equipment and machinery	Office equipment	Vehicles	Asset under construction	Total
		<i>(in thousand Baht)</i>					
<i>Net book value</i>							
At 31 December 2022							
Owned assets		4,073,975	11,616,658	1,956	-	694,422	16,699,282
Right-of-use assets		-	-	322	975	-	47,568
		4,073,975	11,616,658	2,278	975	694,422	16,746,850
At 31 December 2023							
Owned assets		4,073,975	11,033,236	2,761	-	769,400	16,171,536
Right-of-use assets		-	-	167	15,010	-	59,907
		4,073,975	11,033,236	2,928	15,010	769,400	16,231,443

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	Separate financial statements				Total
	Buildings and building improvements	Office equipment	Vehicles	Asset under construction	
	<i>(in thousand Baht)</i>				
Cost					
At 1 January 2022	67,492	13,267	13,927	831	95,517
Additions	267	64	-	-	331
Disposals	-	(137)	-	-	(137)
Transfer	-	-	(800)	-	(800)
At 31 December 2022 and 1 January 2023	67,759	13,194	13,127	831	94,911
Additions	15,003	1,191	4,289	44	20,527
Disposals	-	(260)	(5,255)	-	(5,515)
At 31 December 2023	82,762	14,125	12,161	875	109,923
Depreciation					
At 1 January 2022	40,735	10,363	11,646	-	62,744
Depreciation charge for the year	8,686	1,353	1,224	-	11,263
Disposals	-	(126)	-	-	(126)
Transfer	-	-	(400)	-	(400)
At 31 December 2022 and 1 January 2023	49,421	11,590	12,470	-	73,481
Depreciation charge for the year	6,099	1,072	653	-	7,824
Disposals	-	(257)	(5,255)	-	(5,512)
At 31 December 2023	55,520	12,405	7,868	-	75,793
Net book value					
At 31 December 2022					
Owned assets	2,443	1,283	-	831	4,557
Right-of-use assets	15,895	321	657	-	16,873
	18,338	1,604	657	831	21,430
At 31 December 2023					
Owned assets	1,626	1,553	-	875	4,054
Right-of-use assets	25,616	167	4,293	-	30,076
	27,242	1,720	4,293	875	34,130

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11 Intangible assets

	Consolidated financial statements				
	License for Energy Industry	Goodwill	Computer software <i>(in thousand Baht)</i>	Others	Total
<i>Cost</i>					
At 1 January 2022	57,895	11,286	80,821	2,925	152,927
Additions	-	-	1,079	414	1,493
Disposals	-	-	-	(48)	(48)
At 31 December 2022 and 1 January 2023	57,895	11,286	81,900	3,291	154,372
Additions	-	-	210	-	210
Disposals	-	-	(80)	-	(80)
At 31 December 2023	57,895	11,286	82,030	3,291	154,502
<i>Amortisation</i>					
At 1 January 2022	19,465	-	46,300	2,232	67,997
Amortisation for the year	2,746	-	8,047	411	11,204
Disposals	-	-	-	(48)	(48)
At 31 December 2022 and 1 January 2023	22,211	-	54,347	2,595	79,153
Amortisation for the year	2,746	-	7,582	254	10,582
Disposals	-	-	(23)	-	(23)
At 31 December 2023	24,957	-	61,906	2,849	89,712
<i>Net book value</i>					
At 31 December 2022	35,684	11,286	27,553	696	75,219
At 31 December 2023	32,938	11,286	20,124	442	64,790

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	Separate financial statements
	Computer software
	(in thousand Baht)
Cost	
At 1 January 2022	24,440
Additions	472
At 31 December 2022 and 1 January 2023	24,912
Additions	210
Disposal	(80)
At 31 December 2023	25,042
Amortisation	
At 1 January 2022	5,152
Amortisation for the year	2,445
At 31 December 2022 and 1 January 2023	7,597
Amortisation for the year	2,491
Disposal	(23)
At 31 December 2023	10,065
Net book value	
At 31 December 2022	17,315
At 31 December 2023	14,977

12 Interest-bearing liabilities

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Current				
Current portion of debentures				
- Unsecured	1,499,249	649,507	1,499,249	649,507
Current portion of lease liabilities	23,588	20,844	6,130	6,085
Total current	1,522,837	670,351	1,505,379	655,592
Non-current				
Debentures				
- Unsecured	-	1,498,268	-	1,498,268
Lease liabilities	33,893	28,217	23,079	11,257
Total non-current	33,893	1,526,485	23,079	1,509,525
Total	1,556,730	2,196,836	1,528,458	2,165,117

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Debentures

Details of debentures as at 31 December 2023 and 2022 were as follows:

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Debentures	1,500,000	2,150,000	1,500,000	2,150,000
Less Unamortised deferred expenses on debentures	(751)	(2,225)	(751)	(2,225)
	1,499,249	2,147,775	1,499,249	2,147,775
Less Current portion due within one year	(1,499,249)	(649,507)	(1,499,249)	(649,507)
Total	-	1,498,268	-	1,498,268

On 16 December 2015, the Company issued the name-registered, unsubordinated and unsecured debentures, the repayment date is the same with maturity date with no debenture holders' representative to institutional investors and high net worth investors in an amount of Baht 12,500 million with 8 series which interest is payable on semi-annual basis. The maturity dates from December 2021 to 2023.

On 1 October 2021, the Company issued Green Bond debentures No.1/2021 of 1,500,000 units, par value of Baht 1,000 per unit, offering price of Baht 1,000 per unit, totalling offering value Baht 1,500 million. The debentures specified name of holders, senior, unsecured and with debenture holders' representatives and the maturity of 3 years. The interest rate is fixed at 1.73 % per annum and payable every 6 months throughout the term of the debentures. The purpose is to use as an investment in the solar power plant development project and/or to replace the Company's treasury reserves for invest in a solar power plant project in Japan that the Company has already invested. In addition, such investment is an eligible green project in accordance with the eligibility criteria under The Green Financing Framework.

The condition regarding the rights and obligations of the debenture issuer stipulated certain covenants, the Company has to comply with certain financial terms, such as the maintenance of the debt to equity ratio as specified in the agreement.

Details debentures as at 31 December 2023 were as follow:

Amount <i>(in million Baht)</i>	Interest rates <i>(%) p.a.</i>	Term <i>(years)</i>	Maturity dates
1,500	1.73	3 years	1 October 2024

Movements during the year ended 31 December 2023 and 2022 of debentures which included current portion were as follows:

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
At 1 January	2,147,775	3,395,390	2,147,775	3,395,390
Repayment of debentures	(650,000)	(1,250,000)	(650,000)	(1,250,000)
Adjusted debentures per effective interest rate method	1,474	2,385	1,474	2,385
At 31 December	1,499,249	2,147,775	1,499,249	2,147,775

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As at 31 December 2023, the Group had unutilised credit facilities totalling Baht 1,200 million and US Dollar 35 million (2022: Baht 1,450 million and US Dollar 34 million).

13 Share premium and legal reserve

Share premium

Section 51 of the Public Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account (“share premium”). Share premium is not available for dividend distribution.

Legal reserve

Section 116 of the Public Companies Act B.E. 2535 Section 116 requires that a public company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward, to a reserve account (“legal reserve”), until this account reaches an amount not less than 10% of the registered authorised capital. The legal reserve is not available for dividend distribution.

14 Segment information and disaggregation of revenue

Management determined that the Group has three reportable segments which are the Group’s strategic divisions for different products and services, and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group’s reportable segments.

- Segment 1 Manufacture, trading, and installation service of roof sheets and solar roof
- Segment 2 Production and distribution of electricity from solar energy
- Segment 3 Others

Each segment’s performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group’s CODM. Segment profit before tax is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm’s length basis.

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	Consolidated financial statements						
	Manufacture, trading, and installation service of roof sheets and solar roof		Production and distribution of electricity from solar energy		Others		Total
	2023	2022	2023	2022	2023	2022	
<i>For the year ended at 31 December</i>							
<i>Information about reportable segments</i>							
External revenue	1,122,522	598,764	2,981,465	3,720,830	21,608	38,655	4,358,249
Total revenue	1,122,522	598,764	2,981,465	3,720,830	21,608	38,655	4,358,249
Type of goods or services							
Revenue from sale electricity distribution	-	-	1,568,661	1,394,028	-	-	1,394,028
Revenue from subsidy of adders	-	-	1,412,804	2,326,802	-	-	2,326,802
Revenue from sales and installation service of roof sheets and solar roof	1,056,476	539,106	-	-	-	-	539,106
Revenue from sales of goods and other services	66,046	59,658	-	-	21,608	38,655	98,313
Total	1,122,522	598,764	2,981,465	3,720,830	21,608	38,655	4,358,249

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	Consolidated financial statements									
	Manufacture, trading, and installation service of roof sheets and solar roof		Production and distribution of electricity from solar energy		Others		Eliminations		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Operating profit (loss)	231,401	55,538	2,007,411	2,754,659	2,240,669	1,896,139	(2,241,545)	(1,895,661)	2,237,936	2,810,675
Interest income	2,271	276	7,984	2,279	43,542	35,991	(6,576)	(23,390)	47,221	15,156
Finance costs	(451)	(778)	(6,637)	(23,390)	(52,636)	(103,159)	6,576	23,390	(53,148)	(103,937)
Finance costs, net	1,820	(502)	1,347	(21,111)	(9,094)	(67,168)	-	-	(5,927)	(88,781)
Profit (loss) before income tax expense	233,221	55,036	2,008,758	2,733,548	2,231,575	1,828,971	(2,241,545)	(1,895,661)	2,232,009	2,721,894
Tax (expense) income	(49,228)	(10,393)	(207,062)	(237,821)	503	(4,319)	(2,295)	(5,019)	(258,082)	(257,552)
Profit (loss) for the year	183,993	44,643	1,801,696	2,495,727	2,232,078	1,824,652	(2,243,840)	(1,900,680)	1,973,927	2,464,342

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Consolidated financial statements										
<i>As at 31 December</i>	Manufacture, trading, and installation service of roof sheets and solar roof		Production and distribution of electricity from solar energy		Others		Eliminations		Total	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	<i>(in thousand Baht)</i>									
Segment assets										
Property, plant and equipment	52,878	58,135	16,148,399	16,671,079	34,129	22,604	(3,963)	(4,968)	16,231,443	16,746,850
Other financial assets	18	18	109,570	116,330	1,333,343	2,860,995	-	(381)	1,442,931	2,976,962
Unallocated assets									6,222,518	3,994,343
Total assets									23,896,892	23,718,155
Segment liabilities										
Loans	-	-	19,621	440,878	-	-	(19,621)	(440,878)	-	-
Debtentures	-	-	-	-	1,499,249	2,147,775	-	-	1,499,249	2,147,775
Unallocated liabilities									549,239	596,528
Total liabilities									2,048,488	2,744,303

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Promotional privileges

The Group has been granted promotional certificates by the Office of the Board of Investment for production and distribution of electricity from solar energy. The Group has been granted several privileges including exemption and/or reduction from payment of income tax on the net profit derived from promoted operations with certain terms and conditions prescribed in the promotional certificates, which the Company must comply with.

Year ended 31 December	Consolidated financial statements					
	2023			2022		
	Promoted businesses	Non- promoted businesses	Total	Promoted businesses	Non- promoted businesses	Total
	<i>(in thousand Baht)</i>					
Domestic sales	2,981,465	1,129,108	4,110,573	3,720,830	603,570	4,324,400
Oversea sales	-	15,022	15,022	-	33,849	33,849
Total	2,981,465	1,144,130	4,125,595	3,720,830	637,419	4,358,249

15 Expense by nature

The statements of comprehensive income include an analysis of expenses by function. Expenses by nature disclosed in accordance with the requirements of various TFRS were as follows:

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Depreciation and amortisation	652,016	657,852	11,437	14,831
Raw materials and consumables used	528,400	236,129	-	-
Management and utilities fee	173,934	166,666	12,036	11,461
Employee benefit expenses	94,604	89,206	64,077	59,670
Changes in inventories	105,671	171,807	-	-
Warranty expense for inverters	46,699	49,841	-	-
Contractual installation service of solar roof	130,513	64,721	-	-
Consulting fee	16,989	13,288	6,878	6,467
Others	184,808	137,282	38,806	35,863
Total cost of sale of goods, selling and distribution expenses and administrative expenses	1,933,634	1,586,792	133,234	128,292

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16 Income tax expense

<i>Income tax recognised in profit or loss</i>	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Current tax expense				
Current year	252,127	244,306	-	-
Over provided in prior years	(2)	(239)	-	-
	<u>252,125</u>	<u>244,067</u>	<u>-</u>	<u>-</u>
Deferred tax expense				
Movements in temporary differences	5,957	13,485	(503)	4,297
	<u>5,957</u>	<u>13,485</u>	<u>(503)</u>	<u>4,297</u>
Total tax expense (income)	<u>258,082</u>	<u>257,552</u>	<u>(503)</u>	<u>4,297</u>

Reconciliation of effective tax rate

	Consolidated financial statements			
	2023		2022	
	Rate (%)	<i>(in thousand Baht)</i>	Rate (%)	<i>(in thousand Baht)</i>
Profit before income tax expense		<u>2,232,009</u>		<u>2,721,894</u>
Income tax using the Thai corporation tax rate	20	446,402	20	544,378
Income not subject to tax		(201,276)		(307,118)
Expenses not deductible for tax purposes		4,325		7,575
Current year losses for which no deferred income tax asset was recognised		8,633		12,956
Over provided in prior years		(2)		(239)
Total	<u>11.6</u>	<u>258,082</u>	<u>9.5</u>	<u>257,552</u>

Reconciliation of effective tax rate

	Separate financial statements			
	2023		2022	
	Rate (%)	<i>(in thousand Baht)</i>	Rate (%)	<i>(in thousand Baht)</i>
Profit before income tax expense		<u>2,230,999</u>		<u>1,829,069</u>
Income tax using the Thai corporation tax rate	20	446,200	20	365,814
Income not subject to tax		(449,008)		(374,784)
Expenses not deductible for tax purposes		1,898		6,769
Current year losses for which no deferred tax asset was recognised		407		6,498
Total	<u>-</u>	<u>(503)</u>	<u>0.2</u>	<u>4,297</u>

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Deferred tax

	Consolidated financial statements			
	Assets		Liabilities	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Total	150,352	156,644	(399)	(558)
Set off of tax	(399)	(397)	399	397
Net deferred tax assets (liabilities)	149,953	156,247	-	(161)

Deferred tax

	Separate financial statements			
	Assets		Liabilities	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Total	492	397	(399)	(558)
Set off of tax	(399)	(397)	399	397
Net deferred tax assets (liabilities)	93	-	-	(161)

<i>Deferred tax</i>	Consolidated financial statements			
	(Charged) / Credited to:			
	At 1 January	Profit or loss	Other comprehensive income	At 31 December
	<i>(in thousand Baht)</i>			
2023				
<i>Deferred tax assets</i>				
Property, plant and equipment	147,604	(4,405)	-	143,199
Provisions for employee benefits	852	(132)	-	720
Trade accounts receivables	5,355	87	-	5,442
Derivatives	1,988	(1,563)	73	498
Inventories	546	(385)	-	161
Right-of-use assets	299	33	-	332
Total	156,644	(6,365)	73	150,352
<i>Deferred tax liabilities</i>				
Other financial assets	-	-	249	249
Debentures	445	(295)	-	150
Derivatives	113	(113)	-	-
Total	558	(408)	249	399
Net	156,086	(5,957)	(176)	149,953

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<i>Deferred tax</i>	Consolidated financial statements (Charged) / Credited to:			At 31 December
	At 1 January	Profit or loss <i>(in thousand Baht)</i>	Other	
			comprehensive income	
2022				
<i>Deferred tax assets</i>				
Property, plant and equipment	151,897	(4,293)	-	147,604
Provisions for employee benefits	728	124	-	852
Trade accounts receivables	5,342	13	-	5,355
Derivatives	15,649	(13,661)	-	1,988
Inventories	546	-	-	546
Right-of-use assets	237	62	-	299
Total	174,399	(17,755)	-	156,644
<i>Deferred tax liabilities</i>				
Other financial assets	284	(284)	-	-
Debentures	922	(477)	-	445
Derivatives	3,622	(3,509)	-	113
Total	4,828	(4,270)	-	558
Net	169,571	(13,485)	-	156,086
2023				
<i>Deferred tax assets</i>				
Right-of-use assets	94	33	-	127
Provisions for employee benefits	303	49	-	352
Derivatives	-	13	-	13
Total	397	95	-	492
<i>Deferred tax liabilities</i>				
Other financial assets	-	-	249	249
Debentures	445	(295)	-	150
Derivatives	113	(113)	-	-
Total	558	(408)	249	399
Net	(161)	503	(249)	93

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	Separate financial statements (Charged) / Credited to:			At 31 December
	At 1 January	Profit or loss	Other comprehensive income	
<i>Deferred tax</i>		<i>(in thousand Baht)</i>		
2022				
<i>Deferred tax assets</i>				
Right-of-use assets	83	11	-	94
Provisions for employee benefits	256	47	-	303
Derivatives	8,379	(8,379)	-	-
Total	8,718	(8,321)	-	397
<i>Deferred tax liabilities</i>				
Other financial assets	38	(38)	-	-
Debentures	922	(477)	-	445
Derivatives	3,622	(3,509)	-	113
Total	4,582	(4,024)	-	558
Net	4,136	(4,297)	-	(161)
<i>Unrecognised deferred tax assets</i>	Consolidated	Separate		
	financial statements	financial statements		
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Tax losses carried forward	234,428	255,944	71,933	93,148

The tax losses expire during 2024 to 2028. The deductible temporary differences do not expire under current tax legislation. Deferred tax assets have not been recognised in respect of these items because it is not probable that future taxable profit will be available against which the temporary differences can be utilised.

17 Basic earnings per share

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2023	2022	2023	2022
	<i>(in thousand Baht / thousand shares)</i>			
Profit for the year attributable to ordinary shareholders of the Company	<u>1,837,970</u>	<u>2,320,482</u>	<u>2,231,502</u>	<u>1,824,772</u>
<i>Ordinary shares outstanding</i>				
Number of ordinary shares by weighted average method (basic) at 31 December	<u>1,055,790</u>	<u>1,055,790</u>	<u>1,055,790</u>	<u>1,055,790</u>
Basic earnings per share (in Baht)	<u>1.74</u>	<u>2.20</u>	<u>2.11</u>	<u>1.73</u>

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18 Dividends

	Approval date	Payment schedule	Dividend rate per share (in Baht)	Amount (in thousand Baht)
2023				
Interim dividend 2023	11 August 2023	September 2023	0.30	316,732
Annual dividend 2022	19 April 2023	May 2023	0.60	633,462
				950,194
2022				
Interim dividend 2022	11 August 2022	September 2022	0.25	263,941
Annual dividend 2021	20 April 2022	May 2022	0.55	580,673
				844,614

19 Financial instruments

(a) *Carrying amounts and fair values*

The following table shows the carrying amounts and fair values of 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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<i>At 31 December</i>	Carrying amount				Consolidated financial statement				Fair value				
	Financial instruments measured at FVTPL	Financial instruments measured at FVOCI	Financial instruments measured at amortised cost	Financial instruments measured at cost	Total	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
					<i>(in thousand Baht)</i>								
2023													
Financial assets													
Other financial assets													
Fixed deposits with financial institutions	-	-	18	18	18	18	-	-	-	18	-	-	18
Investment in equity instruments	109,570	1,333,343	-	-	1,442,913	-	-	1,442,913	-	-	-	1,442,913	1,442,913
Total financial assets	109,570	1,333,343	18	18	1,442,931								
Financial liabilities													
Debentures	-	-	1,499,249	1,499,249	1,499,249	-	1,485,710	-	-	-	1,485,710	-	1,485,710
Other financial liabilities:													
Interest rate swaps	96	-	-	96	96	-	96	-	-	-	96	-	96
Forward exchange contract	2,032	363	-	2,395	2,395	-	2,395	-	-	-	2,395	-	2,395
Total financial liabilities	2,128	363	1,499,249	1,501,740									

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<i>At 31 December</i>	Consolidated financial statement				Fair value			
	Carrying amount	(in thousand Baht)			Level 1	Level 2	Level 3	Total
	Financial instruments measured at FVTPL	Financial instruments measured at FVOCI	Financial instruments measured at amortised cost	Total				
2022								
Financial assets								
Other financial assets								
Fixed deposits with financial institutions	-	-	1,500,018	1,500,018	1,500,018	-	-	1,500,018
Investment in equity instruments	116,330	1,360,432	-	1,476,762	-	-	1,476,762	1,476,762
Interest rate swaps	182	-	-	182	-	182	-	182
Total financial assets	116,512	1,360,432	1,500,018	2,976,962				
Financial liabilities								
Debentures	-	-	2,147,775	2,147,775	-	2,142,863	-	2,142,863
Other financial liabilities:								
Interest rate swaps	3,088	-	-	3,088	-	3,088	-	3,088
Forward exchange contract	6,474	-	-	6,474	-	6,474	-	6,474
Total financial liabilities	9,562	-	2,147,775	2,157,337				

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	Separate financial statements				Fair value
	Carrying amount	Level 1	Level 2	Level 3	
<i>At 31 December</i>	Financial instruments measured at FVTPL	Financial instruments measured at FVOCI	Financial instruments measured at amortised cost	Total	Total
	<i>(in thousand Baht)</i>				
2023					
Financial assets					
Other financial assets					
Investment in equity instruments	-	1,333,343	-	1,333,343	1,333,343
Total financial assets	<u>-</u>	<u>1,333,343</u>	<u>-</u>	<u>1,333,343</u>	<u>1,333,343</u>
Financial liabilities					
Debentures	-	-	1,499,249	1,499,249	1,485,710
Other financial liabilities:					
Interest rate swaps	66	-	-	66	-
Total financial liabilities	<u>66</u>	<u>-</u>	<u>1,499,249</u>	<u>1,499,315</u>	<u>1,485,710</u>
					66

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<i>At 31 December</i>	Carrying amount			Separate financial statements				Total
	Financial instruments measured at FVTPL	Financial instruments measured at FVOCI	Financial instruments measured at amortised cost	Fair value				
				Total	Level 1	Level 2	Level 3	Total
				<i>(in thousand Baht)</i>				
2022								
Financial assets								
Other financial assets								
Fixed deposits with financial institutions	-	-	1,500,000	1,500,000	1,500,000	-	-	1,500,000
Investment in equity instruments	-	1,360,432	-	1,360,432	-	-	1,360,432	1,360,432
Interest rate swaps	563	-	-	563	-	563	-	563
Total financial assets	563	1,360,432	1,500,000	2,860,995				
Financial liabilities								
Debentures	-	-	2,147,775	2,147,775	-	2,142,863	-	2,142,863
Total financial liabilities	-	-	2,147,775	2,147,775				

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The following tables present valuation technique of financial instruments measured at fair value in the statements of financial position:

Type	Valuation technique
Investments in marketable unit trusts classified as financial assets measured at FVTPL	Net asset value as of the reporting date
Debentures	Bid prices from the Thai Bond Market Association as of the reporting date
Interest rate and cross currency swaps	Fair value based on broker quotes
Investments in the non-marketable of the equity investments.	Net asset value per latest report, include consideration of reliability and appropriateness of factors in the assessment

(b) Financial risk management policies

Risk management framework

The Group's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Group audit committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The Group audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

(b.1) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investments in debt securities.

(b.1.1) Trade accounts receivables

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The Group has concentrations of credit risk since most of its revenues are contracted under long-term agreements with a small number of parties. However, counterparties are generally government authorities and large public or private corporations and the risk perceived is low.

Information relevant to trade accounts receivables are disclosed in note 6.

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(b.1.2) Investment in debt securities

The Group considers that all debt investments measured at FVTPL have low credit risk.

(b.1.3) Cash and cash equivalent and derivatives

The Group's exposure to credit risk arising from cash and cash equivalents and derivative assets is limited because the counterparties are banks and financial institutions which the Group considers to have low credit risk.

(b.2) Liquidity risk

The Group monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the Group's operations and to mitigate the effects of fluctuations in cash flows.

The following table are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted and include contractual interest payments and exclude the impact of netting agreements.

<i>At 31 December</i>	Carrying amount	Contractual cash flows			Total
		1 year or less	More than 1 year but less than 5 years	More than 5 years	
Consolidated financial statements					
Contractual cash flows					
More than 1 year but less than 5 years					
More than 5 years					
<i>(in thousand Baht)</i>					
2023					
Non-derivative financial liabilities					
Trade and other current payables	316,843	316,843	-	-	316,843
Debentures	1,499,249	1,526,021	-	-	1,526,021
Lease liabilities	57,481	24,787	35,553	-	60,340
	1,873,573	1,867,651	35,553	-	1,903,204
2022					
Non-derivative financial liabilities					
Trade and other current payables	363,126	363,126	-	-	363,126
Debentures	2,147,775	701,560	1,526,021	-	2,227,581
Lease liabilities	49,061	21,593	28,655	-	50,248
	2,559,962	1,086,279	1,554,676	-	2,640,955

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<i>At 31 December</i>	Carrying amount	Separate financial statements Contractual cash flows			Total
		1 year or less	More than 1 year but less than 5 years	More than 5 years	
<i>2023</i>					
<i>Non-derivative financial liabilities</i>					
Trade and other current payables	25,959	25,959	-	-	25,959
Debentures	1,499,249	1,526,021	-	-	1,526,021
Lease liabilities	29,209	6,802	24,193	-	30,995
	<u>1,554,417</u>	<u>1,558,782</u>	<u>24,193</u>	<u>-</u>	<u>1,582,975</u>
<i>2022</i>					
<i>Non-derivative financial liabilities</i>					
Trade and other current payables	30,119	30,119	-	-	30,119
Debentures	2,147,775	701,560	1,526,021	-	2,227,581
Lease liabilities	17,342	6,373	11,486	-	17,859
	<u>2,195,236</u>	<u>738,052</u>	<u>1,537,507</u>	<u>-</u>	<u>2,275,559</u>

(b.3) Market risk

The Group is exposed to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is as follows:

(b.3.1) Foreign currency risk

The Group is exposed to foreign currency risk relating to purchases goods which are denominated in foreign currencies. The Group primarily utilises forward exchange contracts with maturities of less than one year to hedge such financial assets and liabilities denominated in foreign currencies. The forward exchange contracts entered into at the reporting date also relate to anticipated purchases and sales, denominated in foreign currencies, for the subsequent period.

(b.3.2) Interest rate risk

Interest rate risk is the risk that future movements in market interest rates will affect the results of the Group's operations and its cash flows because loan interest rates are mainly fixed. The Group is primarily exposed to interest rate risk from its borrowing (see note 12). The Group mitigates this risk by ensuring that the majority of its borrowings are at fixed interest rates and uses derivatives, principally interest rate swaps, to manage exposure to fluctuations in interest rates on some borrowings.

The Group determines the existence of a relationship between the hedging instrument and hedged item based on the reference interest rates, tenors, repricing dates and maturities and the notional or par amounts.

The Group assesses whether the derivative designated in each hedging relationship is expected to be effective in offsetting changes in cash flows of the hedged item using the critical-terms-match approach.

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The Group and the Company entered into interest rate swap agreements for long-term loan and debenture with financial institutions swapping a floating interest rate to fixed interest rate since July 2012 to August 2025 with condition as stipulated in the agreements.

20 Capital management

The Board of Directors' policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board regularly monitors the return on capital by evaluating result from operating activities divided by total shareholders' equity, excluding non-controlling interests and also monitors the level of dividends to ordinary shareholders.

21 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	<i>(in thousand Baht)</i>			
Capital commitments				
Land	108,475	116,334	-	-
Future minimum payments under service contracts				
Within 1 year	128,019	129,110	1,801	385
1-5 years	91,089	182,453	-	32
Total	219,108	311,563	1,801	417
Other commitments				
Short-term lease commitments	7,730	4,953	1,440	-
Purchase orders for goods	105,614	96,617	-	-
Bank guarantees	5,172	5,352	5,000	5,000
Total	118,516	106,922	6,440	5,000

Investment in "Ukujima Mega Solar Project"

During the year 2020, the Company jointly invested in the Solar Farm development "Ukujima Mega Solar Project", the total capacity 480 Megawatt which is located on Ukujima Island, Nagasaki, Japan. Total project investment is Yen 178,759 million. The Company has investment holding of 17.92%, totalling of Yen 9,000 million. The Company paid for the first injection amount Yen 2,317 million on 26 March 2020 and the second injection amount Yen 1,924 million on 18 May 2020. The Company will pay for the remaining instalment within 2024.

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Operation, maintenance and monitoring agreement

The Group has various subsidiaries entered into operation, maintenance and monitoring agreement for service operation control, maintenance and monitoring each solar farm projects. The agreement is for a period of 3 years, commencing from the effective date as specified in the agreement and expiring in December 2025 with the service charge as stipulated in the agreement.

Warehouse rental agreement

The Group has various subsidiaries have entered into warehouse rental agreement. The agreement term is for a period of 3 years, commencing from the effective date as specified in the agreement and expiring in December 2025 with the rental fee and condition are as stipulated in the agreement.

22 Events after the reporting period

Dividend

At the Board of Directors' meeting of the Company held on 23 February 2024, the Board approved to submit for approval at the Annual General Meeting of the Shareholders, a full year 2023 dividend payment at the rate of Baht 0.95 per share, totaling Baht 1,003 million, of which Baht 0.30 per share was approved for payment as an interim dividend on 11 August 2023 as disclosed in note 18. Thus, the remaining dividend will be at the rate of Baht 0.65 per share payable to the shareholders entitled to receive dividends. This dividend is subject to the approval of the Shareholders at the Annual General Meeting to be held on 19 April 2024.

23 Reclassification of accounts

Certain accounts in the 2022 financial statements have been reclassified to conform to the presentation in the financial statements for the year ended 31 December 2023.

	31 December 2022					
	Consolidated financial statements			Separate financial statements		
	Before reclass	Reclass	After reclass	Before reclass	Reclass	After reclass
	<i>(in thousand Baht)</i>					
<i>Statement of comprehensive income</i>						
Other income	107,898	(66,655)	41,243	2,133,642	(80,283)	2,053,359
Administrative expense	(200,812)	(13,628)	(214,440)	-	-	-
Gain (loss) on derivatives	(72,255)	80,283	8,028	(74,398)	80,283	5,885

24 Thai Financial Reporting Standards (TFRSs) that have been issued but are not yet effective

The Federation of Accounting Professions has issued and revised TFRSs which are effective for annual accounting periods beginning on or after 1 January 2024 and have not been adopted in the preparation of these financial statements because they are not yet effective. The Company has assessed the potential initial impact on the financial statements of these issued and revised TFRSs and expected that there will be no material impact on the financial statements in the year of initial application.