

**EAST COAST FURNITECH PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES**

Interim Financial Information

For the Period Ended June 30, 2021

and Report on Review of Interim Financial Information

by the Certified Public Accountant

M.R. & ASSOCIATES CO., LTD.

Certified Public Accountants

M.R. & ASSOCIATES CO., LTD.

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REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION PERFORMED BY THE CERTIFIED PUBLIC ACCOUNTANT

To the Board of Directors of East Coast Furnitech Public Company Limited

I have reviewed the accompanying consolidated financial statements of East Coast Furnitech Public Company Limited and its subsidiaries, which comprise the consolidated statement of financial position as at June 30, 2021, and the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, the consolidated statement of changes in shareholders' equity and the consolidated statement of cash flows for the six-month period then ended, and the condensed notes to the consolidated financial statements. I have also reviewed the accompanying separate financial statements of East Coast Furnitech Public Company Limited, which comprise the statement of financial position as at June 30, 2021, and the related statements of comprehensive income for the three-month and six-month periods then ended, the statement of changes in shareholders' equity and the statement of cash flows for the six-month period then ended, and the condensed notes to the financial statements. Management is responsible for the preparation and presentation of this interim financial information in accordance with the Thai Accounting Standard No. 34 "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with the Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with the Thai Accounting Standard No. 34 "Interim Financial Reporting".



(Mr. Akadet Pliensakul)
Certified Public Accountant
Registration No. 5389

M.R. & ASSOCIATES CO., LTD.
Bangkok
August 14, 2021

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT JUNE 30, 2021 AND DECEMBER 31, 2020

ASSETS

		In Thousand Baht			
		Consolidated		Separate Financial Statements	
		June 30, 2021 (Unaudited)	December 31, 2020 (Audited)	June 30, 2021 (Unaudited)	December 31, 2020 (Audited)
Note		(Reviewed)	(Audited)	(Reviewed)	(Audited)
CURRENT ASSETS					
	Cash and cash equivalents	51,201	187,144	38,828	12,763
	Trade receivables				
	- Related parties	3, 4	9,334	7,555	50,248
	- Other parties - net	4	387,277	323,754	364,057
	Current portion of receivable from sales of rights	4	42,000	36,000	42,000
	Current portion of other installment receivables				
	- Related person	3, 5	5,550	5,550	5,550
	- Other person	5	11,100	11,100	11,100
	Inventories - net		1,368,209	1,370,207	1,365,062
	Short-term loans to and interest receivables from related parties	3	-	-	37,885
	Short-term loans to other persons (interest rates at 7.0-7.5% p.a. and due at call)		99,000	39,000	35,000
	Other current assets				
	- Deposits for purchases of raw materials and inventories		13,122	25,612	13,122
	- Value-added tax receivable		10,309	11,076	9,042
	- Others (net of allowance for impairment of Baht 3,997 thousand in 2021 and 2020)	3	20,559	18,771	19,960
	Total Current Assets		<u>2,017,661</u>	<u>2,035,769</u>	<u>1,991,854</u>
NON-CURRENT ASSETS					
	Receivable from sales of rights - net	4	-	12,000	-
	Other installment receivables - net				
	- Related person	3, 5	5,560	5,560	5,560
	- Other person	5	11,119	11,119	11,119
	Restricted deposits at banks		51,823	51,823	51,823
	Investment in subsidiaries accounted for using the cost method	6	-	-	926,407
	Investment in associate accounted for using the equity method	6	759,538	672,121	-
	Property, plant and equipment - net		527,045	521,509	523,153
	Right-of-use assets - net		15,172	5,334	15,172
	Intangible assets - net		1,071	1,251	992
	Deferred tax assets	9	8,054	5,835	8,054
	Other non-current assets				
	- Deposit for investment project	16	100,000	100,000	100,000
	- Advance for purchase of investment	16	61,887	70,000	61,887
	- Deposits and guarantees	3, 6	55,294	52,345	32,263
	- Others - net		-	58	-
	Total Non-Current Assets		<u>1,596,563</u>	<u>1,508,955</u>	<u>1,736,430</u>
	TOTAL ASSETS		<u><u>3,614,224</u></u>	<u><u>3,544,724</u></u>	<u><u>3,728,284</u></u>

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

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT JUNE 30, 2021 AND DECEMBER 31, 2020

LIABILITIES AND SHAREHOLDERS' EQUITY

		In Thousand Baht			
		Consolidated		Separate Financial Statements	
		June 30, 2021 (Unaudited) (Reviewed)	December 31, 2020 (Audited)	June 30, 2021 (Unaudited) (Reviewed)	December 31, 2020 (Audited)
	Note				
CURRENT LIABILITIES					
Bank overdrafts and short-term borrowings from financial institutions		617,226	601,835	617,226	601,835
Factoring payables	4	96,534	87,461	96,534	87,461
Trade payables		209,903	215,152	209,626	212,063
Other payables - related parties	3	-	-	1,645	6,726
Short-term loans from and interest payable to related parties	3	-	54,178	157,561	82,746
Short-term loans from other parties	11	193,776	210,078	193,776	210,078
Current portion of long-term borrowings	16	64,500	40,373	64,500	40,373
Current portion of debentures	8	754,694	379,025	754,694	379,025
Current portion of lease liabilities		3,582	2,318	3,582	2,318
Income tax payable		6,886	8,032	1,490	1,117
Accrued expenses and other current liabilities	3, 7	58,212	74,601	55,683	70,283
Total Current Liabilities		2,005,313	1,673,053	2,156,317	1,694,025
NON-CURRENT LIABILITIES					
Long-term borrowings - net	16	81,526	45,599	81,526	45,599
Debentures - net	8	220,521	571,164	220,521	571,164
Lease liabilities - net		6,579	1,289	6,579	1,289
Deferred tax liabilities	9	2,217	2,222	2,217	2,222
Liability for post-employment benefits	10	13,821	11,615	13,821	11,615
Total Non-Current Liabilities		324,664	631,889	324,664	631,889
Total Liabilities		2,329,977	2,304,942	2,480,981	2,325,914

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT JUNE 30, 2021 AND DECEMBER 31, 2020

LIABILITIES AND SHAREHOLDERS' EQUITY (Continued)

		In Thousand Baht			
		Consolidated		Separate Financial Statements	
		June 30, 2021 (Unaudited)	December 31, 2020 (Audited)	June 30, 2021 (Unaudited)	December 31, 2020 (Audited)
Note		(Reviewed)	(Audited)	(Reviewed)	(Audited)
SHAREHOLDERS' EQUITY					
Authorized share capital - 1,151,385,108 common shares in 2021 and 1,196,646,188 common shares in 2020, Baht 0.25 par value	12	287,846	299,162	287,846	299,162
Issued and paid-up share capital - 959,487,590 common shares in 2021 and 959,487,557 common shares in 2020, Baht 0.25 par value	12, 13	239,872	239,872	239,872	239,872
Premium on shares	12, 13	768,342	768,342	768,342	768,342
Retained earnings					
- Appropriated for legal reserve		28,950	28,950	28,950	28,950
- Unappropriated		447,570	430,840	427,531	429,545
Total		1,484,734	1,468,004	1,464,695	1,466,709
Other components of equity		(209,209)	(235,503)	(217,392)	(217,392)
Equity attributable to Owners of the Parent		1,275,525	1,232,501	1,247,303	1,249,317
Non-controlling interests		8,722	7,281	-	-
Total Shareholders' Equity		1,284,247	1,239,782	1,247,303	1,249,317
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		3,614,224	3,544,724	3,728,284	3,575,231

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

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIODS ENDED JUNE 30, 2021 AND 2020

(REVIEWED)

(UNAUDITED)

		In Thousand Baht			
		Consolidated		Separate Financial Statements	
	Note	2021	2020	2021	2020
REVENUES					
Net sales	3	382,792	282,423	375,440	277,853
Other income					
- Sales of production scraps and supplies		11,895	7,757	11,895	7,757
- Interest income	3	1,611	2,030	2,013	2,253
- Others	3	1,171	1,121	1,172	1,101
Gain (loss) on exchange rate		2,604	(2,037)	2,609	(2,041)
Total Revenues		400,073	291,294	393,129	286,923
EXPENSES					
Cost of sales		308,622	219,651	305,879	219,852
Distribution costs		13,891	14,688	12,056	10,706
Administrative expenses	3, 17	33,761	31,628	31,821	29,994
Total Expenses		356,274	265,967	349,756	260,552
Profit from Operating Activities		43,799	25,327	43,373	26,371
Finance Costs	3	(31,985)	(31,659)	(35,120)	(31,850)
Reversal of Loss (Loss) on Impairment of Trade and Other Receivables	17	(3,659)	2,510	(3,354)	3,061
Share of Profit from Investment in Associate	6	7,807	3,536	-	-
PROFIT (LOSS) BEFORE INCOME TAX EXPENSE		15,962	(286)	4,899	(2,418)
Tax Income (Income Tax Expense)	9	(150)	(1,824)	597	(1,484)
PROFIT (LOSS) FOR THE PERIOD		15,812	(2,110)	5,496	(3,902)

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

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF COMPREHENSIVE INCOME (Continued)
 FOR THE THREE-MONTH PERIODS ENDED JUNE 30, 2021 AND 2020

(REVIEWED)

(UNAUDITED)

	Note	In Thousand Baht			
		Consolidated		Separate Financial Statements	
		2021	2020	2021	2020
Other Comprehensive Income (Loss)					
<i>Item that will not be reclassified subsequently to profit or loss</i>					
- Actuarial loss on remeasurement of liability for post-employment benefits (net of income tax effect by Baht 341 thousand in 2021)	10	(1,365)	-	(1,365)	-
<i>Item that will be reclassified subsequently to profit or loss</i>					
- Share of other comprehensive income (loss) from associate	6	9,470	(3,814)	-	-
OTHER COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD		<u>8,105</u>	<u>(3,814)</u>	<u>(1,365)</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD		<u>23,917</u>	<u>(5,924)</u>	<u>4,131</u>	<u>(3,902)</u>
Profit (Loss) Attributable to:					
Owners of the parent		15,773	(1,820)	5,496	(3,902)
Non-controlling interests		39	(290)	-	-
Profit (Loss) for the Period		<u>15,812</u>	<u>(2,110)</u>	<u>5,496</u>	<u>(3,902)</u>
Total Comprehensive Income (Loss) Attributable to:					
Owners of the parent		23,878	(5,634)	4,131	(3,902)
Non-controlling interests		39	(290)	-	-
Total Comprehensive Income (Loss) for the Period		<u>23,917</u>	<u>(5,924)</u>	<u>4,131</u>	<u>(3,902)</u>
Basic Earnings (Loss) per Share (In Baht)	13	<u>0.0164</u>	<u>(0.0019)</u>	<u>0.0057</u>	<u>(0.0041)</u>
Diluted Earnings (Loss) per Share (In Baht)	13	<u>0.0164</u>	<u>(0.0019)</u>	<u>0.0057</u>	<u>(0.0041)</u>

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

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2021 AND 2020

(REVIEWED)

(UNAUDITED)

	Note	In Thousand Baht			
		Consolidated		Separate Financial Statements	
		2021	2020	2021	2020
REVENUES					
Net sales	3	790,099	572,147	774,886	565,404
Other income					
- Sales of production scraps and supplies		12,838	8,823	12,838	8,823
- Interest income	3	3,187	3,374	4,258	3,774
- Others	3	2,342	1,886	2,342	1,884
Gain on exchange rate		5,420	1,455	5,425	1,459
Total Revenues		813,886	587,685	799,749	581,344
EXPENSES					
Cost of sales		628,316	436,380	620,848	436,313
Distribution costs		28,603	29,762	24,052	22,891
Administrative expenses	3, 17	67,786	66,858	63,896	63,758
Other expenses	6	-	22,932	-	-
Total Expenses		724,705	555,932	708,796	522,962
Profit from Operating Activities		89,181	31,753	90,953	58,382
Gain on Sales of Rights in Trade Receivables and Product Brand	4	-	18,796	-	18,796
Finance Costs	3	(66,709)	(61,945)	(72,165)	(63,328)
Reversal of Loss (Loss) on Impairment of Trade and Other Receivables	2, 17	(8,676)	2,332	(7,837)	3,052
Share of Profit from Investment in Associate	6	16,123	20,427	-	-
PROFIT BEFORE INCOME TAX EXPENSE		29,919	11,363	10,951	16,902
Tax Income (Income Tax Expense)	9	(222)	(4,473)	393	(4,889)
PROFIT FOR THE PERIOD		29,697	6,890	11,344	12,013

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

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME (Continued)
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2021 AND 2020

(REVIEWED)
(UNAUDITED)

In Thousand Baht				
Note	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
Other Comprehensive Income (Loss)				
<i>Item that will not be reclassified subsequently to profit or loss</i>				
- Actuarial loss on remeasurement of liability for post-employment benefits (net of income tax effect by Baht 341 thousand in 2021)	10	(1,365)	-	(1,365)
<i>Item that will be reclassified subsequently to profit or loss</i>				
- Share of other comprehensive income (loss) from associate	6	26,294	(108)	-
OTHER COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD		24,929	(108)	(1,365)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		54,626	6,782	9,979
Profit (Loss) Attributable to:				
Owners of the parent		30,088	15,295	11,344
Non-controlling interests		(391)	(8,405)	-
Profit for the Period		29,697	6,890	11,344
Total Comprehensive Income (Loss) Attributable to:				
Owners of the parent		55,017	15,187	9,979
Non-controlling interests		(391)	(8,405)	-
Total Comprehensive Income for the Period		54,626	6,782	9,979
Basic Earnings per Share (In Baht)	13	0.0314	0.0159	0.0118
Diluted Earnings per Share (In Baht)	13	0.0314	0.0159	0.0118

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

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2021 AND 2020

	Consolidated (In Thousand Baht)									
	Other Components of Equity									
	Issued and Paid-up Share Capital	Premium on Shares	Retained Earnings		Surplus on Business Combination under Common Control	Share of Other Comprehensive Income (Loss) from Associate	Loss on Change in Proportion of Investment in Subsidiary		Total Other Components of Equity	Equity Attributable to Owners of the Parent
			Appropriated for Legal Reserve	Unappropriated						
Beginning balance as at January 1, 2021	239,872	768,342	28,950	430,840	(217,392)	(16,776)	(1,335)	(235,503)	1,232,501	1,239,782
Payment of dividends	-	-	-	(11,993)	-	-	-	-	(11,993)	(11,993)
Increase in non-controlling interests	-	-	-	-	-	-	-	-	-	1,832
Total comprehensive income for the period	-	-	-	28,723	-	26,294	-	26,294	55,017	54,626
Ending balance as at June 30, 2021	239,872	768,342	28,950	447,570	(217,392)	9,518	(1,335)	(209,209)	1,275,525	1,284,247
Beginning balance as at January 1, 2020	239,872	768,342	27,400	407,253	(217,392)	(2,822)	(1,336)	(221,550)	1,221,317	1,241,684
Payment of interim dividends	-	-	-	(16,023)	-	-	-	-	(16,023)	(16,023)
Total comprehensive income for the period	-	-	-	15,295	-	(108)	-	(108)	15,187	6,782
Ending balance as at June 30, 2020	239,872	768,342	27,400	406,525	(217,392)	(2,930)	(1,336)	(221,658)	1,220,481	1,232,443

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

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2021 AND 2020

(REVIEWED)
(UNAUDITED)

Separate Financial Statements (In Thousand Baht)							
	Issued and Paid-up Share Capital	Premium on Shares	Retained Earnings		Other Components of Equity		
			Appropriated	Unappropriated	Surplus on Business	Combination under Common Control	Total Shareholders' Equity
			for Legal Reserve				
			Total				
Beginning balance as at January 1, 2021	239,872	768,342	28,950	429,545	1,466,709	(217,392)	1,249,317
Payment of dividends	-	-	-	(11,993)	(11,993)	-	(11,993)
Total comprehensive income for the period	-	-	-	9,979	9,979	-	9,979
Ending balance as at June 30, 2021	239,872	768,342	28,950	427,531	1,464,695	(217,392)	1,247,303
Beginning balance as at January 1, 2020	239,872	768,342	27,400	416,663	1,452,277	(217,392)	1,234,885
Payment of interim dividends	-	-	-	(16,023)	(16,023)	-	(16,023)
Total comprehensive income for the period	-	-	-	12,013	12,013	-	12,013
Ending balance as at June 30, 2020	239,872	768,342	27,400	412,653	1,448,267	(217,392)	1,230,875

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

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2021 AND 2020

(REVIEWED)
(UNAUDITED)

	In Thousand Baht			
	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit for the period	29,697	6,890	11,344	12,013
Adjustments				
Income tax expense (tax income)	222	4,473	(393)	4,889
Depreciation and amortization	22,013	21,846	21,965	21,754
Gain on sales of rights in trade receivables and product brand	-	(18,796)	-	(18,796)
Loss (reversal of loss) on impairment of trade and other receivables	8,676	(2,332)	7,837	(3,052)
Loss on valuation of non-current asset held for sale	-	4,804	-	-
Expenses on post-employment benefits	500	463	500	463
Loss on diminution in value of inventories	1,065	1,230	1,055	1,230
Share of profit from investment in associate	(16,123)	(20,427)	-	-
Loss on valuation of fair value of derivatives	369	24	369	24
Unrealized loss (gain) on exchange rate	(1,624)	618	(1,629)	613
Gain on sales of equipment	(115)	-	(115)	-
Loss on written-off assets	15	18,167	15	36
Interest income	(3,187)	(3,374)	(4,258)	(3,774)
Intetest expense	66,709	61,945	72,165	63,328
Decrease (increase) in operating assets				
Trade receivables	(71,974)	(3,007)	(71,371)	(17,035)
Inventories	933	(15,181)	3,656	(15,249)
Other current assets	12,613	10,333	12,350	11,956
Other non-current assets	5,086	464	5,028	450
Increase (decrease) in operating liabilities				
Trade payables	(5,249)	68,662	(2,437)	68,662
Other payables - related parties	-	-	(6,581)	4,929
Accrued expenses and other current liabilities	(19,839)	(1,884)	(18,045)	(4,360)
Net cash flows provided by operations	29,787	134,918	31,455	128,081
Income tax paid	(3,303)	(300)	(1,169)	(41)
Net Cash Flows Provided by Operating Activities	26,484	134,618	30,286	128,040

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS (Continued)
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2021 AND 2020

(REVIEWED)
(UNAUDITED)

	In Thousand Baht			
	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
CASH FLOWS FROM INVESTING ACTIVITIES				
Increase in restricted deposits at banks	-	(465,296)	-	(465,296)
Decrease (increase) in short-term loans to related parties	-	1,661	149,000	(45,000)
Collections on other installment receivables	6,000	15,352	6,000	15,352
Decrease in short-term loans to other parties	(60,000)	(39,000)	-	(35,000)
Decrease in current investment	-	9,979	-	9,979
Increase in investment in subsidiary	-	-	(221,630)	-
Increase in non-controlling interests in the new subsidiary	500	-	-	-
Increase in investment in associate	(45,000)	-	-	-
Decrease (increase) in advances for share subscription	-	(54,374)	-	78,375
Additions to plant and equipment	(35,631)	(19,957)	(35,631)	(19,948)
Dividends received	-	2,475	-	-
Interest received	2,066	2,243	6,197	2,798
Net Cash Flows Used in Investing Activities	(132,065)	(546,917)	(96,064)	(458,740)
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in bank overdrafts and short-term borrowings from financial institutions	15,204	24,304	15,204	27,095
Increase (decrease) in factoring payables	9,073	(12,180)	9,073	(12,180)
Decrease in short-term loans from other parties	(15,000)	(59,308)	(15,000)	(39,308)
Increase (decrease) in short-term loans from related parties	(53,500)	-	73,152	(48,700)
Proceeds from sales and leaseback of equipment	8,140	-	8,140	-
Decrease in lease liabilities	(1,586)	(1,473)	(1,586)	(1,473)
Increase in long-term borrowings	80,000	-	80,000	-
Repayments of long-term borrowings	(19,946)	(15,064)	(19,946)	(12,549)
Issuance of debentures	225,000	581,100	225,000	581,100
Redemption of debentures	(200,000)	(29,700)	(200,000)	(29,700)
Debenture issuance costs	(5,700)	(10,432)	(5,700)	(10,432)
Increase in non-controlling interests from proceeds for share subscription	1,332	-	-	-
Dividends and interim dividends paid	(11,993)	(16,023)	(11,993)	(16,023)
Interest paid	(61,386)	(53,830)	(64,501)	(53,740)
Net Cash Flows Provided by (Used in) Financing Activities	(30,362)	407,394	91,843	384,090
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(135,943)	(4,905)	26,065	53,390
Cash and Cash Equivalents at Beginning of Period	187,144	84,061	12,763	5,524
CASH AND CASH EQUIVALENTS AT END OF PERIOD	51,201	79,156	38,828	58,914

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

(REVIEWED)

STATEMENTS OF CASH FLOWS (Continued)

(UNAUDITED)

FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2021 AND 2020

	In Thousand Baht			
	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
Supplemental disclosures of cash flow statements:				
a. Cash and cash equivalents at end of period				
Cash in hand	893	500	308	389
Current accounts at banks	37,147	39,328	25,659	21,319
Savings deposits at banks	9,075	39,328	8,775	37,206
Short-term fixed deposits at bank	4,086	-	4,086	-
Total	51,201	79,156	38,828	58,914
b. Non-cash transactions				
Purchases of fixed assets by means of payables	1,340	5,102	1,340	2,340
Payable on share subscription in subsidiary	-	-	1,500	-
Transfer of other non-current assets to fixed assets	105	2,310	105	2,310
Transfer of other non-current assets to intangible assets	31	-	-	-
Transfer of fixed assets to right-of-use assets	11,628	4,003	11,628	4,003
Transfer of fixed assets to intangible assets	-	950	-	950
Transfer of trade receivables to receivables from sales of rights	-	55,000	-	55,000
Initial recognition of right-of-use assets and lease liabilities	-	1,874	-	1,874
Increase in right-of-use asset by new hire purchase agreement	-	1,614	-	1,614
Transfer of investment in joint venture to non-current asset held for sale	-	227,711	-	-
c. Supplemental disclosures of cash flow information				
Total cash outflow for leases	3,881	2,852	3,881	2,852

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

EAST COAST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

1. BASIS FOR THE PREPARATION OF INTERIM FINANCIAL INFORMATION

The accompanying interim financial information is prepared on a condensed basis and in accordance with the Thai Accounting Standard No. 34 (Revised 2020) “Interim Financial Reporting” including interpretations and guidelines promulgated by the Thai Federation of Accounting Professions (“TFAC”), and applicable rules and regulations of the Securities and Exchange Commission.

The accompanying interim financial information has been prepared to provide additional information to the financial statements for the year ended December 31, 2020 by focusing on new activities, events and circumstances which are not repeated information previously reported. Accordingly, the accompanying interim financial information should be read in conjunction with the financial statements for the year ended December 31, 2020.

The consolidated financial statements for the three-month and six-month periods ended June 30, 2021 and 2020, and the consolidated financial statements for the year ended December 31, 2020, which are a component of this interim financial information, include the accounts of the Company and its subsidiaries which the Company has the controlling power or directly and indirectly holdings on those subsidiaries as discussed in Note 6.

Significant intercompany transactions between the Company and its subsidiaries have been eliminated in the preparation of the consolidated financial statements.

Starting from January 1, 2021, the Company and its subsidiaries have adopted Thai Accounting Standards (TAS) and Thai Financial Reporting Standards (TFRS) as well as Thai Accounting Interpretation (TSIC) and Thai Financial Reporting Interpretation (TFRIC), revised by TFAC, which became effective from the accounting period starting on or after January 1, 2021. The aforesaid adoption of revised TAS and TFRS as well as TSIC and TFRIC did not have any material effect on the Company and its subsidiaries.

For convenience of the readers, an English translation of the interim financial information has been prepared from the Thai language statutory interim financial information that is issued for domestic financial reporting purposes.

2. SIGNIFICANT ACCOUNTING POLICIES

The Company and its subsidiaries applied significant accounting policies and methods of computation to the preparation of interim financial information for the three-month and six-month periods ended June 30, 2021 and 2020 which are similar to those applied to the preparation of financial statements for the year ended December 31, 2020 except:

- (1) the matter relating to adoption of revised TAS and TFRS as well as TSIC and TFRIC as discussed in Note 1 which had no any material effects;
- (2) additional accounting policies for sales and leaseback of the asset which the Company (as seller and lessee) has assessed that it is not a sale for financial reporting, the Company shall continue to recognize the transferred asset as previously done and account for the lease liability equal to the amount of proceeds from the transfer of that asset; and
- (3) cancellation on adoption of the Temporary Mitigating Policies for Alternative Accounting on the Effects from Pandemic Situation of the Coronavirus 2019 (COVID-19), issued by TFAC in April 2020 (effective only in 2020) which the effect on allowance for impairment from the expected credit loss of the account “Trade receivables”, when forward-looking information is included in consideration and measurement increased from the previously reported balances as at December 31, 2020 amounting to approximately Baht 3.4 million and Baht 4.1 million in the separate and consolidated financial statements, respectively. Such amounts are integral part of loss on impairment that was recognized in the first quarter of 2021 (the six-month period ended June 30, 2021).

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

3. TRANSACTIONS WITH RELATED PARTIES

Transactions with related parties for the three-month and six-month periods ended June 30, 2021 and 2020 are as follows:

	Consolidated (In Thousand Baht)			
	Three-Month Periods		Six-Month Periods	
	2021	2020	2021	2020
Sales of products				
Related companies	7,044	2,951	14,885	8,576
Interest income				
Associate	-	2	-	16
Joint venture	-	212	-	432
Related person	153	236	319	482
Total	153	450	319	930
Other income				
Related companies	-	142	-	285
Dividends received (presented as a deduction to investment value)				
Associate	-	2,475	-	2,475
Interest expense				
Related persons	121	14	390	14
Key management's remunerations				
Short-term benefits	5,553	4,651	10,878	9,232
Post-employment benefits	54	20	108	167
Total	5,607	4,671	10,986	9,399
Separate Financial Statements (In Thousand Baht)				
	Three-Month Periods		Six-Month Periods	
	2021	2020	2021	2020
Sales of products				
Subsidiaries	26,939	20,913	49,781	37,990
Related companies	2,126	2,951	5,441	8,576
Total	29,065	23,864	55,222	46,566
Interest income				
Subsidiaries	595	488	1,333	968
Related person	153	236	319	482
Total	748	724	1,652	1,450
Other income				
Related companies	-	142	-	285
Interest expense				
Subsidiaries	3,134	324	5,562	1,848
Related person	121	14	283	14
Total	3,255	338	5,845	1,862
Key management's remunerations				
Short-term benefits	4,713	4,651	9,198	9,232
Post-employment benefits	54	20	108	167
Total	4,767	4,671	9,306	9,399

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

Outstanding balances with related parties as at June 30, 2021 and December 31, 2020 are as follows:

	In Thousand Baht			
	Consolidated		Separate Financial Statements	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Trade receivables				
Subsidiaries	-	-	47,973	35,809
Related companies	9,334	7,555	2,275	2,800
Total	9,334	7,555	50,248	38,609
Other installment receivables (see Note 5)				
Related person				
Due for payments within one year	5,550	5,550	5,550	5,550
Due for payments after one year but not exceeding three years	5,560	5,560	5,560	5,560
Total	11,110	11,110	11,110	11,110
Interest receivable (other current assets)	1,226	907	1,226	907
Total	12,336	12,017	12,336	12,017
Short-term loans and interest receivable				
Interest receivable				
Subsidiaries	-	-	2,885	5,707
Short-term loans				
Subsidiaries (interest rate at 5.5% - 7.0% p.a. and due at call)	-	-	35,000	184,000
Total	-	-	37,885	189,707
Guarantees on construction of power plant project				
Associate	20,000	20,000	-	-
Other payables				
Subsidiary	-	-	1,645	6,726
Advance (other current liability)				
Related person	6	-	-	-
Short-term loans and interest payable				
Interest payable				
Subsidiaries	-	-	3,409	1,596
Related persons	-	678	-	150
Short-term loans				
Subsidiaries (interest rate at 7.0% and 7.5% p.a. and due at call)	-	-	154,152	68,500
Related persons (interest rate at 5.25% p.a. and due at call)	-	53,500	-	12,500
Total	-	54,178	157,561	82,746

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

Movements of short-term loans to and from related parties during the period are as follows:

	Separate Financial Statements (In Thousand Baht)				
	December 31,	Movements during the period			June 30,
	2020	Increase	Decrease		2021
Short-term loans to					
ECF Holdings Co., Ltd.	35,000	-	-	35,000	
ECF Power Co., Ltd.	149,000	-	149,000	-	
	Consolidated (In Thousand Baht)				
	December 31,	Movements during the period			June 30,
	2020	Increase	Decrease		2021
Short-term loans from					
Directors	53,500	-	53,500	-	
	Separate Financial Statements (In Thousand Baht)				
	December 31,	Movements during the period			June 30,
	2020	Increase	Decrease		2021
ECF Power Co., Ltd.	62,500	221,652	136,000	148,152	
Planet Board Co., Ltd.	6,000	-	-	6,000	
Directors	12,500	-	12,500	-	

4. TRADE RECEIVABLES

As at June 30, 2021 and December 31, 2020, trade receivables classified by outstanding period are as follows:

	In Thousand Baht			
	Consolidated		Separate Financial Statements	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
<u>Related companies</u>				
Current	6,016	4,384	28,509	16,285
Overdue :				
Not exceeding 3 months	3,318	3,162	8,585	15,014
Between 3 months - 6 months	-	-	7,281	7,055
Between 6 months - 12 months	-	-	5,873	246
Over 12 months	-	9	-	9
Total	9,334	7,555	50,248	38,609
<u>Other companies - net</u>				
Current	193,867	230,667	176,150	220,880
Overdue :				
Not exceeding 3 months	130,882	47,051	124,868	43,603
Between 3 months - 6 months	59,484	16,231	59,376	15,921
Between 6 months - 12 months	6,637	24,762	6,457	24,711
Over 12 months	9,943	9,903	7,037	7,037
Total	400,813	328,614	373,888	312,152
Less Allowance for impairment from the expected credit loss	(13,536)	(4,860)	(9,831)	(1,994)
Net	387,277	323,754	364,057	310,158

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

As at June 30, 2021 and December 31, 2020, the Company discounted, under factoring, its trade receivables amounting to approximately Baht 109.1 million and Baht 89.7 million, respectively, with three local financial institutions (under credit facilities totalling Baht 215 million), whereby such financial institutions can take recourse action on the Company amounting to approximately Baht 96.5 million and Baht 87.5 million, respectively. The Company presented such amounts of obligation under the recourse action as “Factoring payables” in the statements of financial position.

At the Board of Directors’ meeting in March 2020, the Board of Directors passed the resolution to approve the Company to sell a portion of trade receivables, incurred from sales through agents, together with the related rights in product brand to a non-related company, whose business is engaged in trading of construction and household decoration materials, at carrying amount of Baht 55 million whereby such trade receivables had carrying amount of approximately Baht 36.2 million and incurred gain on sales of approximately Baht 18.8 million of which mainly is attributable to payment for the related rights in product brand whereby the Company has transferred control in the rights for cash collection on trade receivables and rights in product brand to buyer. Such gain was separately presented in the consolidated and separate statements of comprehensive income for the six-month period ended June 30, 2020. In addition, under the related sale-purchase agreement, the Company has agreed with buyer to settle the aforesaid price in monthly installments starting from April 2020 to September 2021 with interest charge at the rate 6% p.a. until settlement is completed. As at June 30, 2021, balance of such receivable from sales of rights, amounted to Baht 42.0 million, was entirely due for collection within one year.

**5. LOAN TO OTHER PARTIES OF WHICH RIGHTS DISPOSED TO BE OTHER
INSTALLMENT RECEIVABLES**

Previously, this account represented loan to Inter Far East Energy Corporation Public Company Limited (“IFEC”) amounting to Baht 50 million with interest charge at the rate of 6.25% per annum that is secured by common shares of a subsidiary of IFEC and is in the form of deposit for feasibility study of investment in the 1-Megawatt solar power plant project of CR Solar Co., Ltd. (“CRS”), located at Amphur Thern in Lampang province, whereby CRS is other subsidiary of IFEC. On December 22, 2017, the Company, IFEC, and CRS entered into the Memorandum of Understanding (“MOU”) for determining the condition that such loan and related interest receivable will be able to use as deposit on future settlement of the price on purchase-sale of the business if the Company is satisfied by outcome of the feasibility study and decides to invest. Such loan had been charged for interest until all conditions under such MOU are fulfilled. The Company and IFEC had negotiated and mutually agreed to extend duration for due diligence process to be within November 30, 2019 as well as duration for entering into purchase-sale agreement of the business to be within December 31, 2019.

However, the due diligence process has been in progress and cannot be assessed for its completion, the Board of Directors’ meeting on December 24, 2019, therefore, passed the resolution to approve the Company to dispose the rights under aforesaid loan agreement as well as related pledge agreement and MOU to (1) a non-related person who is shareholder of the venturer and director of the Company’s joint venture and (2) a major shareholder and director of the Company at the portion of two-third and one-third, respectively, of the balance of loan principal including interest as at December 24, 2019 (totalling approximately Baht 58.30 million). Such amount is attributable to (1) totalling approximately Baht 38.87 million and (2) totalling approximately Baht 19.43 million. The disposal to (1) and (2) shall be collected in 7 installments, six-month period per installment, starting from December 2019. Installment for (1) and (2) amounted to approximately Baht 5.55 million and Baht 2.78 million, respectively. The Company also charges interest on installments from (1) and (2) at the rate of 6% per annum. Since December 24, 2019, the Company has not had any rights or agreements in connection with IFEC and the Company is no longer have intention to continue the due diligence and purchase-sale of the business with CRS. As at June 30, 2021 and December 31, 2020, current portion and non-current portion of “Other installment receivables” to be collected from (1) and (2) for each of portion amounted to approximately Baht 11.1 million and Baht 5.6 million, respectively.

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

**6. INVESTMENT IN SUBSIDIARIES ACCOUNTED FOR USING THE COST METHOD
AND INVESTMENT IN ASSOCIATE ACCOUNTED FOR USING THE EQUITY
METHOD**

Investment in subsidiaries accounted for using the cost method

	Separate Financial Statements					
	Authorized Share Capital (In Thousand Baht)		Percentage of Shareholding		Cost of Investment (In Thousand Baht)	
	2021	2020	2021	2020	2021	2020
VV-Decor Co., Ltd.	1,000	1,000	99.95	99.95	1,000	1,000
ECF Holdings Co., Ltd.	10,000	10,000	75.00	75.00	7,500	7,500
ECF Power Co., Ltd.	909,282	687,652	99.99	99.99	909,282	687,652
Planet Board Co., Ltd.	50,000	50,000	57.00	57.00	7,125	7,125
Somewa Plaza Co., Ltd.	2,000	-	75.00	-	1,500	-
Total					<u>926,407</u>	<u>703,277</u>

At the Board of Directors' meeting on May 14, 2021, the Board of Directors approved the following significant matters relating to the investing activities:

- Increase in authorized share capital of ECF Holdings Co., Ltd. ("ECF-H") from Baht 10 million to Baht 45 million by issuance of new 350,000 common shares, Baht 100 par value, whereby the Company will wholly invest in these incremental shares of ECF-H and, therefore, the Company's percentage of shareholding in ECF-H will increase from 75% to 94.44%. Increase in authorized share capital of ECF-H was completely registered in July 2021.
- Establishment of the new subsidiary in June 2021, i.e. Somewa Plaza Co., Ltd. ("SOMEWA"), for conducting the online platform business with initial authorized share capital of Baht 2 million whereby the Company invests in SOMEWA at the percentage of shareholding of 75%.
- Entering into the Memorandum of Understanding for feasibility study of the investment in the business relating to export of dried sawn timbers.

Further, during 2021, the Company additionally invests, at the existing percentage of shareholding, in ECF Power Co., Ltd. ("ECF-P") with respect to increase in authorized share capital of ECF-P amounting to approximately Baht 221.6 million.

In 2020, ECF-P entered into a plan for sales of its investment in joint venture to a venturer under the sale-purchase agreement, jointly arranged with another venturer, with total price of approximately Baht 222.9 million whereby investment value under equity method amounted to approximately Baht 227.7 million which is less than its fair value less cost to sell of approximately Baht 4.8 million. The Group recognized such loss and presented as part of "Other expenses" in the consolidated statement of comprehensive income for the six-month period ended June 30, 2020. Subsequently, such plan was under renegotiation for price adjustment with gain finally incurred on sales, which was completed in late 2020.

Further, in 2020, Planet Board Co., Ltd. ("PNB") had a plan to discontinue its project for manufacturing and sales of MDF board and particle board whereby the Company's management is during consideration for the appropriate new project in the future for PNB. A portion of PNB's fixed assets amounting to approximately Baht 18.1 million was accordingly no longer in use and written-off as expense (approved by the Company's director) which was presented as part of "Other expenses" in consolidated statement of comprehensive income for the six-month period ended June 30, 2020.

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

Investment in associate accounted for using the equity method

	Percentage of Shareholding by Subsidiary	Consolidated (In Thousand Baht)			
		Authorized Share Capital		Investment Value	
		2021	2020	2021	2020
<u>Investment in associate</u>					
Green Earth Power (Thailand) Co., Ltd. ("GEP")	20.00	20.00	2,252,716	759,538	672,121
				-	11,394

Share of profit and other comprehensive income from GEP for the six-month period ended June 30, 2021 amounting to approximately Baht 16.1 million and Baht 26.3 million, respectively. In addition, during 2021, the Company additionally paid for investment in GEP amounting to Baht 45 million.

In the future, GEP will increase its share capital to support the investment in construction of power plant and production of the electric power for sales of its subsidiary (100% held by GEP), i.e. GEP (Myanmar) Company Limited ("GEPM"), whereby the project will be separated into 4 phases until reaching full capacity of 220 megawatts. According to such increase in share capital, ECF-P shall additionally invest in the future for its portion amounting to approximately Baht 94.5 million within 2021. GEP is engaged as a holding and management company in the 220 megawatt solar power plant project of GEPM which is located in Minbu province, Myanmar.

In 2019, ECF-P has placed guarantee for construction of the solar power plant of its associate amounting to Baht 20.0 million which is refundable upon completion of construction of the solar power plant (all four phases). Such guarantee was presented as part of "Deposits and guarantees" in the consolidated statements of financial position as at June 30, 2021 and December 31, 2020.

ECF-P has used its 4,505,433 share certificates (the entire shares invested) of investment in GEP as guarantee for payments of construction costs of the solar power plant project in Myanmar of GEPM to two subsidiaries of Meta Corporation Public Company Limited who are the construction contractors. This matter was made with respect to the payment condition of such project that payments shall be made after the completion of construction works.

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

7. ACCRUED EXPENSES AND OTHER CURRENT LIABILITIES

	In Thousand Baht			
	Consolidated		Separate Financial Statements	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
Other payables	15,662	36,932	13,679	34,168
Accrued advertising and sales promotion expenses	9,650	12,291	9,650	12,291
Accrued interest	7,162	5,613	7,162	5,613
Advances from customers	6,963	1,522	6,963	1,522
Accrued salary, wage, and welfares	5,424	8,308	5,417	7,226
Accrued electricity	3,518	3,629	3,518	3,629
Accrued discounts	2,497	892	2,497	676
Others	7,336	5,414	6,797	5,158
Total	58,212	74,601	55,683	70,283

8. DEBENTURES

	Consolidated and Separate Financial Statements (In Thousand Baht)	
	June 30, 2021	December 31, 2020
Debentures	986,300	961,300
Less Deferred direct transaction costs on debenture issuance	(11,085)	(11,111)
Net	975,215	950,189
Less Due for payments within one year	(754,694)	(379,025)
Net	220,521	571,164

As at June 30, 2021 and December 31, 2020, such debentures had fair values of approximately Baht 986.2 million and Baht 962.8 million, respectively (fair value is the level 2 inputs of fair value hierarchy which was the price announced and referenced by the Thai Bond Market Association).

On March 22, 2019, the Company limitedly issued and offered the registered, unsubordinated, and partially secured debentures to the institutional investors of 200,000 units of which face value per unit is Baht 1,000. Such debentures bear interest rate at 6.75% p.a. whereby interest is payable on a quarterly basis and matured for redemption on March 22, 2021. The abovementioned debentures have significant conditions which include maintaining Debt-to-Equity ratio at the rate not exceeding 4:1.

On July 31, 2019, the Company limitedly issued and offered the registered, unsubordinated, and unsecured debentures to the institutional investors of 180,200 units of which face value per unit is Baht 1,000. Such debentures bear interest rate at 6.50% p.a. whereby interest is payable on a quarterly basis and will mature for redemption on July 31, 2021. The abovementioned debentures have significant conditions which include maintaining Debt-to-Equity ratio at the rate not exceeding 4:1.

On June 12, 2020, the Company limitedly issued and offered the registered, unsubordinated, and partially secured debentures to the institutional investors of 581,100 units of which face value per unit is Baht 1,000. Such debentures bear interest rate at 7.25% p.a. whereby interest is payable on a quarterly basis and will mature for redemption on June 12, 2022. The abovementioned debentures have significant conditions which include maintaining Debt-to-Equity ratio at the rate not exceeding 4:1. These debentures are guaranteed by ECF-P's common share of 68,905,639 held by the Company.

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

On January 29, 2021, the Company limitedly issued and offered the registered, unsubordinated, and partially secured debentures to the institutional investors of 225,000 units of which face value per unit is Baht 1,000. Such debentures bear interest rate at 7.25% p.a. whereby interest is payable on a quarterly basis and will mature for redemption on January 29, 2023. The abovementioned debentures have significant conditions which include maintaining Debt-to-Equity ratio at the rate not exceeding 4:1. These debentures are guaranteed by ECF-P's common share of 21,684,657 held by the Company.

Direct transaction costs on debenture issuance were debenture issuance costs, which were recorded as deferred item and systematically amortized on straight-line method as part of finance costs over the term of related debentures.

9. INCOME TAX

Income tax recorded as expense (income) for the three-month and six-month periods ended June 30, 2021 and 2020 consists of:

	Three-Month Periods (In Thousand Baht)			
	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
Income tax computed from accounting profit (loss)	3,218	(26)	980	(484)
Effects from non-deductible expenses	1,579	(449)	1,553	(1,247)
Effects from additional deductible expenses or items not yet recognized as taxable income	(1,766)	273	(249)	1,245
Effect from utilization of tax loss carryforward	-	56	-	-
Effects from reduction in income tax rate under investment promotion	(1,529)	817	(1,529)	817
Current tax on taxable profit	1,502	671	755	331
Increase in deferred tax assets	(825)	(120)	(825)	(120)
Increase (decrease) in deferred tax liabilities	(527)	1,273	(527)	1,273
Income tax presented as profit or loss in statements of comprehensive income	150	1,824	(597)	1,484
Deferred tax assets increased from other comprehensive loss (see Note 10)	341	-	341	-

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

	Six-Month Periods (In Thousand Baht)			
	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
Income tax computed from accounting profit	5,984	2,304	2,190	3,380
Effects from non-deductible expenses	4,194	7,448	3,789	1,469
Effects from additional deductible expenses or items not yet recognized as taxable income	(5,487)	(7,123)	(1,903)	(2,765)
Effects from reduction in income tax rate under investment promotion	(2,586)	(1,753)	(2,586)	(1,753)
Current tax on taxable profit	2,105	876	1,490	331
Decrease (increase) in deferred tax assets	(1,878)	2,767	(1,878)	3,728
Increase (decrease) in deferred tax liabilities	(5)	830	(5)	830
Income tax presented as profit or loss in statements of comprehensive income	<u>222</u>	<u>4,473</u>	<u>(393)</u>	<u>4,889</u>
Deferred tax assets increased from other comprehensive loss (see Note 10)	<u>341</u>	<u>-</u>	<u>341</u>	<u>-</u>

As at June 30, 2021, a subsidiary had tax loss carryforward of approximately Baht 80.5 million whereby such loss is able to be used as tax credit during 2021 until 2026.

Deferred tax assets and liabilities presented in statements of financial positions as at June 30, 2021 and December 31, 2020 consist of:

	In Thousand Baht			
	Consolidated		Separate Financial Statements	
	June 30, 2021	December 31, 2020	June 30, 2021	December 31, 2020
<i>Deferred tax assets</i>				
Effects from temporary non-deductible items				
- Allowance for diminution in value of obsolete and slow moving inventories	1,433	1,222	1,433	1,222
- Allowance for impairment of trade and other receivables	2,765	1,198	2,765	1,198
- Allowance for impairment of building and machinery	1,092	1,092	1,092	1,092
- Liability for post-employment benefits	2,764	2,323	2,764	2,323
Total deferred tax assets	<u>8,054</u>	<u>5,835</u>	<u>8,054</u>	<u>5,835</u>
<i>Deferred tax liabilities</i>				
Effects from temporary non-recognized items as expense in accounting :				
- Unamortized debenture issuance costs	2,217	2,222	2,217	2,222
Total deferred tax liabilities	<u>2,217</u>	<u>2,222</u>	<u>2,217</u>	<u>2,222</u>

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

10. LIABILITY FOR POST-EMPLOYMENT BENEFITS

Movements of liability for post-employment benefits for the six-month periods ended June 30, 2021 and 2020 are as follows:

	Consolidated and Separate Financial Statements (In Thousand Baht)	
	2021	2020
Liability for post-employment benefits as at January 1	11,615	10,688
Current service cost	444	365
Interest cost	56	98
Expense recognized as profit or loss in statements of comprehensive income	500	463
Actuarial loss on re-measurement	1,706	-
Liability for post-employment benefits as at June 30	13,821	11,151

In the second quarter of 2021, the abovementioned provisions were recalculated and re-measured by the qualified actuary. Thus, actuarial loss on re-measurement in 2021 comprised of (1) loss from experience adjustment of approximately Baht 891 thousand, (2) loss from changes in financial assumptions of approximately Baht 1,221 thousand, and (3) gain from changes in demographic assumptions of approximately Baht 406 thousand.

Significant assumptions used in calculation of the liability for post-employment benefits are as follows:

- Discount rate 1.17% p.a. in 2021 and 2.66% p.a. in 2020
- Salary escalation rate 3.00% p.a. in 2021 and 2020
- Employee turnover rate 9% - 46% p.a. in 2021 and 8% - 35% p.a. in 2020

The abovementioned changes in significant assumptions may affect the sensitivity of the provision for post-employment benefits in respect of the information as per calculation report of the qualified actuary as follows:

Significant Assumptions	Liability may increase (decrease) from changes in significant assumptions (In Thousand Baht)	
	If assumption increased	If assumption decreased
Discount rate (increase/decrease by 1%)	(830)	936
Salary escalation rate (increase/decrease by 1%)	909	(825)
Employee turnover rate (increase/decrease by 20%)	(1,615)	2,034

11. SHORT-TERM LOANS FROM OTHER PARTIES

As at June 30, 2021, this account represented short-term loans under bill of exchange, unsecured and partially secured by the Company's common shares of totalling 108.1 million held by two directors and a relative of such two directors, issued by the Company to several non-related persons between April to June 2021. These loans bear interest ranging between 6.5% p.a. and 7.25% p.a. which have maturities not exceeding nine months from the particular issuance dates.

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

As at December 31, 2020, this account represented short-term loans under bill of exchange, unsecured and partially secured by the Company's common shares of totalling 108.1 million held by two directors and a relative of such two directors, issued by the Company to several non-related companies and persons between July to December 2020. These loans bear interest ranging between 6.5% p.a. and 15.0% p.a. which have maturities not exceeding nine months from the particular issuance dates.

12. SHARE CAPITAL AND PREMIUM ON SHARES

	Par Value (In Baht)	In Thousand Shares / In Thousand Baht			
		June 30, 2021		December 31, 2020	
		No. of Share	At Par Value	No. of Share	At Par Value
Authorized share capital					
As at June 30, 2021 and December 31, 2020					
- Common shares	0.25	<u>1,151,385</u>	<u>287,846</u>	<u>1,196,646</u>	<u>299,162</u>
Issued and paid-up shares					
As at January 1, 2021 and 2020					
- Common shares	0.25	<u>959,488</u>	<u>239,872</u>	<u>959,488</u>	<u>239,872</u>
Exercise of warrants	0.25	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
As at June 30, 2021 and December 31, 2020					
- Common shares	0.25	<u>959,488</u>	<u>239,872</u>	<u>959,488</u>	<u>239,872</u>

At the general shareholders' meeting on April 22, 2021, the shareholders passed the resolutions to approve (a) decrease in the Company's authorized share capital of Baht 59,289,649.50 (from previously Baht 299,161,547.00 to Baht 239,871,897.50) by eliminating the unissued 237,158,598 common shares, Baht 0.25 par value, and (b) increase in the Company's authorized share capital of Baht 47,974,379.50 (from previously Baht 239,871,879.50 to Baht 287,846,277.00), which is divided into 191,897,518 common shares, Baht 0.25 par value, that shall be appropriated to support issuance of ECF-W4 warrants of 191,897,518 units as discussed in Note 13. The Company registered such decrease and increase in its share capital with the Ministry of Commerce on May 3, 2021 and May 5, 2021, respectively.

13. WARRANTS AND EARNINGS (LOSS) PER SHARE

Warrants

On October 20, 2017, the Company issued and offered 129,951,632 units of free warrants ("ECF-W3") for purchase of incremental shares on the basis of 6 common shares for 1 unit of warrant. Terms of the warrants are as follows:

Exercise ratio	1 unit of warrant to purchase 1 incremental common share (adjusted right in April 2019 to 1 unit to purchase 1.0008 common shares)
Exercise price	Baht 5 per share (adjusted right in April 2019 to Baht 4.9958 per share)
Exercise period	The warrants shall be exercisable with the first exercise date on May 25, 2019 and other 7 times, i.e. the 25th of August and November 2019, February, May, August, November 2020 and the last exercise date is February 20, 2021.

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

Term of warrants 3 years and 4 months from the date on which the warrants are issued to the shareholders

Later on November 6, 2017, the Stock Exchange of Thailand has granted the Company's 129,951,632 (ECF-W3) units of warrants as listed securities and has permitted such warrants to be traded on the Market for Alternative Investment since November 7, 2017. Detail of the exercised ECF-W3 warrants is as follows:

Exercise Date	Number of warrants exercised for purchases of common shares (Unit)	Proceeds from the exercise of warrants (Baht)	Paid-up share capital (Baht)	Premium on shares (Baht)	Number of unexercised warrants	Date of the registered increase in issued and paid-up share capital with the Ministry of Commerce
February 19, 2021	33	165	8	157	129,951,599	March 1, 2021

Presently, ECF-W3 warrants are no longer the listed securities.

Later on June 2, 2021, the Company issued and offered 191,894,988 units of free warrants ("ECF-W4") to existing shareholders for purchase of incremental shares on the basis of 5 common shares for 1 unit of warrant. Terms of the warrants are as follows:

Exercise ratio 1 unit of warrant to purchase 1 incremental common share

Exercise price Baht 2 per share

Exercise period The warrants shall be exercisable with the first exercise date on July 20, 2021 and other 9 times, i.e. the 20th of November 2021, March, July, November 2022, March, July, November 2023, March 2024 and the last exercise date is June 2, 2024.

Term of warrants 3 years from the date on which the warrants are issued to the shareholders

Basic earnings (loss) per share

Basic earnings (loss) per share for the three-month and six-month periods ended June 30, 2021 and 2020 are determined by dividing profit (loss) for the period attributable to owners of the Company by the weighted average number of common shares outstanding during the period as follows:

	Three-Month Periods (In Thousand Baht / In Thousand Shares)			
	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
Profit (Loss) for the period attributable to owners of the Company (In thousand Baht)	15,773	(1,820)	5,496	(3,902)
Basic weighted average number of the outstanding common shares (In thousand shares)	959,488	959,488	959,488	959,488
Basic earnings (loss) per share (Baht)	0.0164	(0.0019)	0.0057	(0.0041)

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

	Six-Month Periods (In Thousand Baht / In Thousand Shares)			
	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
Profit for the period attributable to owners of the Company (In thousand Baht)	30,088	15,295	11,344	12,013
Basic weighted average number of the outstanding common shares (In thousand shares)	959,488	959,488	959,488	959,488
Basic earnings per share (Baht)	0.0314	0.0159	0.0118	0.0125

Diluted earnings (loss) per share

Diluted earnings (loss) per share for the three-month and six-month periods ended June 30, 2021 and 2020 are determined by dividing the profit (loss) for the period attributable to owners of the Company by the weighted average number of common shares outstanding during the period after adjusting the effect from dilutive potential common shares as follows:

	Three-Month Periods (In Thousand Baht / In Thousand Shares)			
	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
Profit (Loss) for the period attributable to owners of the Company (In thousand Baht)	15,773	(1,820)	5,496	(3,902)
Basic weighted average number of the outstanding common shares (In thousand shares)	959,488	959,488	959,488	959,488
Effect from the assumed exercise of warrants (In thousand shares)	-	-	-	-
Diluted weighted average number of the outstanding common shares (In thousand shares)	959,488	959,488	959,488	959,488
Diluted earnings (loss) per share (Baht)	0.0164	(0.0019)	0.0057	(0.0041)

	Six-Month Periods (In Thousand Baht / In Thousand Shares)			
	Consolidated		Separate Financial Statements	
	2021	2020	2021	2020
Profit for the period attributable to owners of the Company (In thousand Baht)	30,088	15,295	11,344	12,013
Basic weighted average number of the outstanding common shares (In thousand shares)	959,488	959,488	959,488	959,488
Effect from the assumed exercise of warrants (In thousand shares)	-	-	-	-
Diluted weighted average number of outstanding common shares (In thousand shares)	959,488	959,488	959,488	959,488
Diluted earnings per share (Baht)	0.0314	0.0159	0.0118	0.0125

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

Diluted earnings (loss) per share for the three-month and six-month periods ended June 30, 2021 and 2020 are the same amount to basic earnings (loss) per share because the average market price of the Company's common shares for the aforesaid period was less than exercise price specified in the warrants. Hence, there was no virtual effect from the right under the assumed exercise of warrants that create the dilutive potential common shares.

14. SIGNIFICANT FINANCIAL INFORMATION DISAGGREGATED BY OPERATING SEGMENT

Sales, other income, cost of sales, other expenses, and profit/loss before income tax expense are significant financial and core information of the Company and its subsidiaries that are provided regularly to the highest authority in decision-making operation and also used in evaluation of financial performances of the segments. The Company and its subsidiaries have two significant operating segments (identified by internal reporting segments), i.e. (1) wood furniture and particle boards (rubber wood furniture and particle board furniture) and (2) other segments (e.g. laminating papers, dried sawn lumbers, furniture-decorating supplies, retail sales of sundry goods and energy business operated by associate and joint venture) which in the starting and has been insignificant portion as compared to entire volumes and size of business activities and, therefore, are insignificant minor segments. The transfers between segments were accounted for at cost whereby the accounting policies applied to operating segments of the Company and its subsidiaries are similar to those accounting policies discussed in Note 2. In addition, the Company and its subsidiaries are unable to apportion the segment information for assets and liabilities without incurring undue costs.

Information on Products (Consolidated - Six-Month Periods)

	In Thousand Baht	
	2021	2020
Net sales		
- Wood furniture and particle boards	760,336	542,997
- Other products	29,763	29,150
Total	790,099	572,147
Other revenues		
- Wood furniture and particle boards	22,857	15,538
- Other products	17,053	39,223
Total	39,910	54,761
Cost of sales		
- Wood furniture and particle boards	610,545	414,724
- Other products	17,771	21,656
Total	628,316	436,380
Other expenses		
- Wood furniture and particle boards	162,853	140,805
- Other products	8,921	38,360
Total	171,774	179,165
Profit before income tax expense		
- Wood furniture and particle boards	9,795	3,006
- Other products	20,124	8,357
Net	29,919	11,363

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

Information on Geographic Areas (Consolidated - Six-Month Periods)

	In Thousand Baht	
	2021	2020
Export sales - net		
- Japan	335,740	276,071
- United States of America	115,013	15,362
- India	33,934	35,685
- Kuwait	7,890	2,183
- Philippines	7,718	3,335
- China	-	24,634
- Other countries	6,122	5,536
Total	506,417	362,806
Domestic sales - net	283,682	209,341
Total sales - net	790,099	572,147

The Company and its subsidiaries have no any non-current assets located in the countries other than Thailand.

Information on Key Customers (customers whose transactions exceeding 10% of total balance of transactions in the consolidated financial statements)

	Percentage of Balance Attributable to Key Customers to Total Balance - Six-Month Periods	
	2021	2020
Net sales		
- Wood furniture and particle boards	11.26	24.86
- Other products	-	-
- Export	16.90	37.65
- Domestic	-	-
- Total	10.83	23.88

15. PAYMENT OF DIVIDENDS AND INTERIM DIVIDENDS

At the general shareholders' meeting held on April 22, 2021, the shareholders unanimously approved the Company to pay dividends for the 2020 operations at approximately Baht 0.0125 per share, totalling approximately Baht 12.0 million, to the shareholders and scheduled the date for dividend payment was May 21, 2021.

At the Board of Directors' meeting on April 24, 2020, the Company's Board of Directors unanimously passed the resolution to approve the declaration of interim dividends for the 2019 operations at approximately Baht 0.0167 per share, totalling approximately Baht 16.0 million, to the shareholders and scheduled the date for dividend payment on May 22, 2020.

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

16. OTHERS

As at June 30, 2021:

- a. The Company had letters of guarantee issued by three local banks to three private companies and a government agency totalling approximately Baht 32.9 million;
- b. The Company had commitment on purchase of land, construction of office building, construction of warehouse, and improvements of infrastructure systems amounting to approximately Baht 6.0 million, Baht 43.5 million, Baht 40.0 million and Baht 12.4 million, respectively (excluding value-added tax);
- c. The Company had advance amounting to Baht 61.9 million for purchase of investment in common shares of a local company, whose business is engaged in electricity generated from wind power, from shareholder of such company who is non-related person to the Company. Such purchase of investment was approved in the Company's Board of Directors' meeting on September 10, 2019 in total amount of not exceeding Baht 200.0 million;
- d. The Company had unused letters of credit with a local bank amounting to approximately Baht 6.1 million;
- e. The Company has been during feasibility study on investment project relating to biomass power plant located in Saga prefecture of Japan with a condition that the refundable deposit of Baht 100 million shall be paid to the project owner as part of the process for such feasibility study whereby such deposit will be refunded in case the Company or the Group finally decides not to invest in the project. In 2018 and 2019, the Company partially paid such deposit amounting to Baht 75 million and Baht 25 million, respectively (totalling Baht 100 million);
- f. The Company had the outstanding forward exchange contracts (sell - in U.S. Dollar) as follows:

Contract Type	Foreign Currency Amount	Fixed Baht (In Thousand Baht)	Fair Value (In Thousand Baht)	Maturity Periods
Sell	793,618	25,122	25,491	October 2021 - January 2022

- g. The Company has had additional long-term loan from a local bank amounting to Baht 80 million for supporting its working capital. This loan bears interest at MLR p.a. and is repayable monthly, totalling 60 months, starting from July 2021. This loan is guaranteed by land of certain directors of the Company and close relative of such directors as well as personal guarantee by certain directors of the Company. In addition, the Company must comply with certain covenants and undertakings of the loan e.g. maintaining Debt-to-Equity Ratio, etc.

17. RECLASSIFICATION OF ACCOUNTS

The Group reclassified certain accounts in the statements of comprehensive income for the three-month and six-month periods ended June 30, 2020 in order to conform to and be comparable with presentation of the statements of comprehensive income for the three-month and six-month periods ended June 30, 2021 without effect to the previously reported profit or shareholders' equity. Such reclassification is as follows:

EAST COST FURNITECH PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
Condensed Notes to Financial Statements (Continued)
June 30, 2021 and 2020 (Unaudited) (Reviewed)
and December 31, 2020 (Audited)

	Three-Month Period (In Thousand Baht)			
	Consolidated		Separate Financial Statements	
	Reclassified Balance	Previously Reported Balance	Reclassified Balance	Previously Reported Balance
Administrative expenses	31,628	29,118	29,994	26,933
Reversal of loss on impairment of trade and other receivables	(2,510)	-	(3,061)	-

	Six-Month Period (In Thousand Baht)			
	Consolidated		Separate Financial Statements	
	Reclassified Balance	Previously Reported Balance	Reclassified Balance	Previously Reported Balance
Administrative expenses	66,858	64,526	63,758	60,706
Reversal of loss on impairment of trade and other receivables	(2,332)	-	(3,052)	-

18. APPROVAL OF THE INTERIM FINANCIAL INFORMATION

The accompanying interim financial information has been approved for issuance by the Company's Board of Directors' meeting on August 14, 2021.