# GROWEL CHEMICALS CO., LTD.

## STATEMENT OF FINANCIAL POSITION

## AS AT 31 DECEMBER 2020

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A.M.AUDIT & ASSOCIATE CO., LTD. บริษัท เอเอ็ม ออดิท แอนด์ แอสโซซิเอท จำกัด
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**Report of Independent Auditor**

To the Shareholders of **GROWEL CHEMICALS CO.,LTD.**

***Opinion***

I have audited the financial statements of **GROWEL CHEMICALS CO.,LTD.** ("the Company"), which comprise the statement of financial position as at **31 December 2020**, the statement of income and statement of changes in equity for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company and its financial performance for the year then ended in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities.

***Basis for Opinion***

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities is stated in the paragraph of responsibility of the Audit of the Financial Statements in my report. I am independent of the Company in accordance with the Federation of Accounting Professions's Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

***Responsibilities of Management for the Financial Statements***

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to notice the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the data disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation or not.

I communicate with management on main various matters including the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control if I identify during my audit.

Pintip Linakanit

Certified Public Accountant (Thailand) No. 5937

Bangkok

2 April 2021

**GROWEL CHEMICALS CO.,LTD.**

**STATEMENT OF FINANCIAL POSITION**

**AS AT 31 DECEMBER 2020**

**(Unit:Baht)**

| **ASSETS** | ***Note*** | **2020** | **2019** |
|---|---|---|---|
| **CURRENT ASSETS** | | | |
| Cash and cash equivalents | 4 | 119,803.29 | 352,097.23 |
| Trade accounts and other receivable | | 4,312,548.01 | 12,109,348.10 |
| Inventories | | 5,248,608.57 | 5,304,041.97 |
| Inventories on the way | | 1,308,338.95 | - |
| Shareholder receivable | | 1,225,000.00 | 1,225,000.00 |
| Other current assets | | 11,673.96 | 62,479.76 |
| **TOTAL CURRENT ASSETS** | | 12,225,972.78 | 19,052,967.06 |
| **NON CURRENT ASSETS** | | | |
| Equipment | 5 | 734,279.00 | 1,056,069.79 |
| Other non current assets | | 263,100.00 | 225,000.00 |
| **TOTAL NON CURRENT ASSETS** | | 997,379.00 | 1,281,069.79 |
| **TOTAL ASSETS** | | **13,223,351.78** | **20,334,036.85** |

The accompanying notes are an integral part of the financial statements

.....Director

บริษัท โกรเวล เคมีคอลส์ จำกัด GROWEL CHEMICALS LIMITED

**GROWEL CHEMICALS CO.,LTD.**

**STATEMENT OF FINANCIAL POSITION (CONTINUED)**

**AS AT 31 DECEMBER 2020**

**(Unit:Baht)**

| **LIABILITIES AND SHAREHOLDERS' EQUITY** | *Note* | **2020** | **2019** |
|---|---|---|---|
| **CURRENT LIABILITIES** | | | |
| Trade accounts and other payable | | 5,999,435.54 | 10,559,927.17 |
| Current portion of hire-purchase payable | 6 | 101,894.79 | 94,758.12 |
| Other current liabilities | | 19,624.52 | 46,157.66 |
| **TOTAL CURRENT LIABILITIES** | | 6,120,954.85 | 10,700,842.95 |
| **NON CURRENT LIABILITIES** | | | |
| Hire-purchase payable-net of current portion | 6 | 133,445.77 | 238,340.56 |
| **TOTAL NON - CURRENT LIABILITIES** | | 133,445.77 | 238,340.56 |
| **TOTAL LIABILITIES** | | 6,254,400.62 | 10,939,183.51 |
| **SHAREHOLDERS' EQUITY** | | | |
| Share capital | | | |
| Authorized share capital | | | |
| 100,000 ordinary shares of Baht 100 each | | 10,000,000.00 | 10,000,000.00 |
| Issued and paid up share capital | | | |
| 100,000 ordinary shares of Baht 100 each | | 10,000,000.00 | 10,000,000.00 |
| Retained earnings (Deficit) | | (3,031,048.84) | (605,146.66) |
| **TOTAL SHAREHOLDERS' EQUITY** | | 6,968,951.16 | 9,394,853.34 |
| **TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY** | | **13,223,351.78** | **20,334,036.85** |

The accompanying notes are an integral part of the financial statements

.....Director

บริษัท โกร์เวล เคมีคอลส์ จำกัด GROWEL CHEMICALS LIMITED

**GROWEL CHEMICALS CO.,LTD.**

**STATEMENT OF INCOME**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**(Unit:Baht)**

| **REVENUES** | **2020** | **2019** |
|---|---|---|
| Sales | 12,395,922.40 | 22,885,248.67 |
| Other income | 4,694.03 | 851,316.31 |
| **TOTAL REVENUES** | 12,400,616.43 | 23,736,564.98 |
| **EXPENSES** | | |
| Cost of sale | 8,993,247.40 | 16,578,518.89 |
| Selling expense | 404,649.34 | 572,349.68 |
| Administrative expenses | 5,164,169.42 | 6,203,550.64 |
| Other expense | 252,482.36 | - |
| **TOTAL EXPENSES** | 14,814,548.52 | 23,354,419.21 |
| Profit (loss) before financial cost | (2,413,932.09) | 382,145.77 |
| Financial cost | (11,970.09) | (11,888.95) |
| **NET PROFIT (LOSS)** | **(2,425,902.18)** | **370,256.82** |

The accompanying notes are an integral part of the financial statements

.....Director

บริษัท โกรเวล เคมีคอลส์ จำกัด
GROWEL CHEMICALS LIMITED

**GROWEL CHEMICALS CO.,LTD.**

**STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**(Unit:Baht)**

| | Paid up Share capital | Retained earning (Decifits) | Total |
|---|---|---|---|
| Balance as at 31 December 2018 | 10,000,000.00 | (975,403.48) | 9,024,596.52 |
| Net profit (loss) for the year | - | 370,256.82 | 370,256.82 |
| Balance as at 31 December 2019 | 10,000,000.00 | (605,146.66) | 9,394,853.34 |
| Net profit (loss) for the year | - | (2,425,902.18) | (2,425,902.18) |
| Balance as at 31 December 2020 | 10,000,000.00 | (3,031,048.84) | 6,968,951.16 |

The accompanying notes are an integral part of the financial statements

.....Director

บริษัท โกรเวล เคมีคอลส์ จำกัด GROWEL CHEMICALS LIMITED

## 1. GENERAL INFORMATION

The company has incorporated as a limited company under Thai civil and commercial laws on 1 September 2014, registered number 0105557127631. The company engages is distribution chemicals. Head office located at 140/12 Moo 12, Soi Kingkaew 9/1, Kingkaew Road, Tambol Rachatheva, Amphur Bangphlee, Samutprakarn.

## 2. BASIS FOR PREPARATION OF FINANCIAL STATEMENTS

The financial statement have been prepared in accordance with Thai Financial Reporting Standard applicable to Non-Publicly Accountable Entities ("NPAEs") as issued by the Federation of Accounting Profession and their presentation has been made in compliance with the stipulation of the Notification of the Department of Business Development B.E. 2554 (2011) dated September 28, 2011, issued under the Accounting Profession Act B.E. 2543 (2000).

The financial statements in Thai language are the official statutory financial statements of the Company.

The financial statements in English language have been translated from the Thai language financial statements.

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

## 3. SIGNIFICANT ACCOUNTING POLICIES

### 3.1 Cash and cash equivalents

Cash and cash equivalents consist of cash, cash at financial institution and short-term highly liquid investment with an original maturity of three months or less from the date of acquisition excluding deposit at financial institutions used as collateral.

### 3.2 Trade accounts receivable

Trade accounts receivable are stated at face value, net of allowance for doubtful accounts.

The allowance for doubtful accounts is provided based on the estimated collection losses that may be incurred in the collection process. The estimated losses are based on historical collection experiences together with a review of the current status of receivables.

.....Director

บริษัท โกรเวล เคมีคอลส์ จำกัด
GROWEL CHEMICALS LIMITED

**GROWEL CHEMICALS CO.,LTD.**

**STATEMENT OF INCOME**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**(Unit:Baht)**

| | 2020 | 2019 |
|---|---|---|
| **REVENUES** | | |
| Sales | 12,395,922.40 | 22,885,248.67 |
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| **TOTAL EXPENSES** | 14,814,548.52 | 23,354,419.21 |
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| Financial cost | (11,970.09) | (11,888.95) |
| **NET PROFIT (LOSS)** | **(2,425,902.18)** | **370,256.82** |

The accompanying notes are an integral part of the financial statements

.....Director

บริษัท โกรเวล เคมีคอลส์ จำกัด GROWEL CHEMICALS LIMITED

## 3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### 3.3 Inventories

Inventories are stated at the lower of cost and net realizable value, cost being determined by first in-first out basis.

### 3.4 Depreciations

Equipment is stated at cost less accumulated depreciation. Depreciations is calculated by using straight-line method based on the estimated useful lives 5 years at the rate 20%.

### 3.5 Revenue and expense recognition

Revenues and expenses were recorded on accrual basis.

### 3.6 Foreign currency transactions

Transactions denominated in foreign currencies incurred during the year are translated into Baht at the exchange rate on the transactions dates. Monetary assets and liabilities denominated in foreign currencies at the statement of financial position date are translated into Baht at the reference exchange rates established by the Bank of Thailand on that date.

Gain or loss on foreign exchange arising on settlement and transaction are recognized as income or expense in the statement of income.

### 3.7 Use of management's judgment

The preparation of financial statements in conformity with generally accepted accounting principles also requires the Company's management to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Although these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates.

.....Director

บริษัท โกรเวล เคมีคอลส์ จำกัด
GROWEL CHEMICALS LIMITED

## 4. CASH AND CASH EQUIVALENTS

(Unit:Baht)

| | 2020 | 2019 |
|---|---|---|
| Cash on hand | 11,246.25 | 35,091.75 |
| Cash at bank | 108,557.04 | 317,005.48 |
| Total | 119,803.29 | 352,097.23 |

## 5. EQUIPMENT

(Unit:Baht)

| | Balance as at 31 December 2019 | Increase | Decreased | Balance as at 31 December 2020 |
|---|---|---|---|---|
| **COST** | | | | |
| Laboratory Equipments | 591,182.34 | - | - | 591,182.34 |
| Office Equipments | 243,520.00 | - | - | 243,520.00 |
| Furniture & Fixtures | 83,467.57 | - | - | 83,467.57 |
| Computer & Accessories | 124,718.69 | 1,000.00 | 16,100.00 | 109,618.69 |
| Vehicles | 554,532.71 | - | - | 554,532.71 |
| Total | 1,597,421.31 | 1,000.00 | 16,100.00 | 1,582,321.31 |
| **Accumulated depreciation** | | | | |
| Laboratory Equipments | 189,854.27 | 118,233.47 | - | 308,087.74 |
| Office Equipments | 138,821.91 | 48,695.80 | - | 187,517.71 |
| Furniture & Fixtures | 48,158.06 | 16,680.72 | - | 64,838.78 |
| Computer & Accessories | 78,830.74 | 23,426.16 | 11,251.70 | 91,005.20 |
| Vehicles | 85,686.54 | 110,906.34 | - | 196,592.88 |
| Total | 541,351.52 | 317,942.49 | 11,251.70 | 848,042.31 |
| Net book value | 1,056,069.79 | | | 734,279.00 |

.....Director

บริษัท โกรเวล เคมีคอลส์ จำกัด
GROWEL CHEMICALS LIMITED

## 6. HIRE-PURCHASE PAYABLE-NET

(Unit:Baht)

| | 2020 | 2019 |
|---|---|---|
| Hire purchase | 235,340.56 | 333,098.68 |
| Less Current portion within 1 year | (101,894.79) | (94,758.12) |
| Net | 133,445.77 | 238,340.56 |

## 7. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were approved for issue by the Company's authorized director.

.....Director

บริษัท โกรเวล เคมีคอลส์ จำกัด
GROWEL CHEMICALS LIMITED