

PRAJ FAR EAST CO., LTD.

FINANCIAL STATEMENT

FOR THE YEARS ENDED 31 MARCH 2021

AND

AUDIT REPORT OF CERTIFIED PUBLIC ACCOUNTANT

AUDIT REPORT OF CERTIFIED PUBLIC ACCOUNTANT

To the shareholders of Praj Far East Co., Ltd.

Opinion

We have audited the financial statements of Praj Far East Co., Ltd. (the Company), which comprise the statement of financial position as at March 31, 2021, and 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 our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at March 31, 2021, and its financial performance for the year then ended in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities.

Basis for Opinion

We conducted our audit in accordance with Thai Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Federation of Accounting Professions Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards [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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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 our 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 we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We 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 we identify during our audit.



(Bundit Jatiyanuwat)
Certified Public Accountant
Registration Number 6706

April 23, 2021

PRAJ FAR EAST CO., LTD.
STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2021

ASSETS

	Note	BAHT	
		<u>2021</u>	<u>2020</u>
Current Assets			
Cash and cash equivalent	3	3,760,504.79	6,604,300.59
Trade and other receivables	4	9,666,046.47	15,084,160.17
Work in Process		688,894.87	-
Total Current Assets		<u>14,115,446.13</u>	<u>21,688,460.76</u>
Non Current Assets			
Fixed term deposit using for guarantee	5	-	6,650,000.00
Equipment-Net	6	129,696.94	162,231.57
Other Non Current Assets	7	1,894,074.32	1,894,074.32
Total Non Current Assets		<u>2,023,771.26</u>	<u>8,706,305.89</u>
Total Assets		<u><u>16,139,217.39</u></u>	<u><u>30,394,766.65</u></u>

LIABILITIES AND SHAREHODERS' EQUITY

Current Liabilities			
Trade and other payable	8	6,392,099.53	17,460,273.29
Short-term borrowing from related parties	9	-	7,222,556.00
Current income tax payable		418,861.93	-
Total Current Liabilities		<u>6,810,961.46</u>	<u>24,682,829.29</u>
Total Liabilities		<u>6,810,961.46</u>	<u>24,682,829.29</u>
Shareholders' Equity			
Share Capital			
Authorized Share Capital			
Preferred Share Capital 102,000 @ 100 Baht		10,200,000.00	10,200,000.00
Common Share Capital 98,000 @ 100 Baht		9,800,000.00	9,800,000.00
		<u>20,000,000.00</u>	<u>20,000,000.00</u>
Issued and paid up Share Capital			
Preferred Share Capital 20,400 @ 100 Baht		2,040,000.00	2,040,000.00
Preferred Share Capital 81,600 @ 25 Baht		2,040,000.00	2,040,000.00
Common Share Capital 19,600 @ 100 Baht		1,960,000.00	1,960,000.00
Common Share Capital 78,400 @ 25 Baht		1,960,000.00	1,960,000.00
		<u>8,000,000.00</u>	<u>8,000,000.00</u>
Net Profit (Loss) Not Yet Allotted		1,328,255.93	(2,288,062.64)
Total shareholders' equity		<u>9,328,255.93</u>	<u>5,711,937.36</u>
Total Liabilities and shareholders' Equity		<u><u>16,139,217.39</u></u>	<u><u>30,394,766.65</u></u>

See accompanying Notes to Financial statements.



Yashodhan Arvind Mankame
(MR YASHODHAN ARVIND MANKAME)
Director

PRAJ FAR EAST CO., LTD.
STATEMENTS OF INCOME
FOR THE YEAR ENDED MARCH 31, 2021

	BAHT	
	<u>2021</u>	<u>2020</u>
<u>Revenue</u>		
Service Income	33,535,952.76	65,775,921.58
Other Income	458,135.67	22,409.57
Total Revenues	<u>33,994,088.43</u>	<u>65,798,331.15</u>
<u>Expenses</u>		
Cost of Service	23,309,611.96	55,413,686.90
Service and administrative expense	5,903,561.92	8,025,443.56
Total Expenses	<u>29,213,173.88</u>	<u>63,439,130.46</u>
Profit (loss) before finance costs	4,780,914.55	2,359,200.69
Finance Costs	210,726.51	296,453.54
Profit (loss) before Corporate Tax	<u>4,570,188.04</u>	<u>2,062,747.15</u>
Corporate Tax	953,869.47	834,952.43
Net Profit (Loss)	<u>3,616,318.57</u>	<u>1,227,794.72</u>

See accompanying Notes to Financial statements.




(MR. YASHODHAN ARVIND MANKAME)
Director

PRAJ FAR EAST CO., LTD.
THE STATEMENT OF CHANGE OF SHAREHOLDER'S EQUITY
FOR THE YEAR ENDED MARCH 31, 2021

	BAHT			Total
	Share capital issued and paid up		Accrued profit	
	Perferred Share	Common Share	(Loss)	
Balance as at April 1,2019	4,080,000.00	3,920,000.00	(3,515,857.36)	4,484,142.64
Net Profit (Loss)			1,227,794.72	1,227,794.72
Balance as at March 31,2020	4,080,000.00	3,920,000.00	(2,288,062.64)	5,711,937.36
Balance as at April 1,2020	4,080,000.00	3,920,000.00	(2,288,062.64)	5,711,937.36
Net Profit (Loss)	-	-	3,616,318.57	3,616,318.57
Balance as at March 31,2021	4,080,000.00	3,920,000.00	1,328,255.93	9,328,255.93



Yashodhan Arvind Mankame
(MR. YASHODHAN ARVIND MANKAME)
Director

PRAJ FAR EAST CO., LTD.
NOTES TO FINANCIAL STATEMENT
FOR THE YEAR ENDED MARCH 31, 2021

1 General Information

The Praj Far East Co., Ltd. was incorporated as a limited company Registered no. 0105549091479 in August 1, 2006 at No. 15 Soi Sukhumvit 33, Sukhumvit Rd. Klongtoey-nua, Wattana, Bangkok

2 Summary of Significant Accounting Policies

The Presentation Of The Financial Statement

The financial statement of Praj Far East Co., Ltd. ("Company") have been presented in accordance with the Notification of the Department of Business Development dated September 28, 2011, issued under the Accounting Act B.E. 2543 (2000), and in conformity with generally accepted accounting principle practiced in Thailand.

The Federation of accounting profession issued an announcement No. 20/2554 dated April 12, 2011 regarding Thai Financial Reporting Standard for Non-Publicly Accountable Entities, stated that this standard is applicable to Non-Publicly Accountable Entities. Accordingly, the Company's financial statements have been prepared following this.

Basis of Accounting.

The financial statements are prepared in accordance with the historical cost convention.

Revenue recognition.

Revenues and Expenses are recognized on accrual basis.

Service revenue is recognised when services have been rendered taking into account the stage of completion, excluding value added tax.

Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and at banks, and all highly liquid investments with an original maturity of three months or less and not subject to withdrawal restrictions.

Trade and other receivables

Trade and other receivables are stated at their invoice value less allowance for doubtful accounts.

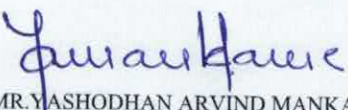
The allowance for doubtful accounts is assessed primarily on analysis of payment histories and future expectations of customer payments. Bad debts are written off when incurred.

Depreciation

The Company depreciates its fixed assets by the straight-line method over their estimated useful lives of the assets as follows:

Equipments	5	years
Furniture & Fixtures	10	years




(MR. YASHODHAN ARVIND MANKAME)
Director

PRAJ FAR EAST CO., LTD.
NOTES TO FINANCIAL STATEMENT
AS AT MARCH 31, 2021

Trade and other payables

Trade and other payables are stated at cost

Income Tax

Income tax for each year is recognized on the accrual basis which is based on the taxable profit for the year.

Income tax are calculated from taxable income as mentioned in Revenue Code

Foreign Currency Transaction

Items included in the financial statements of the Company are measured using Thai Baht. The financial statements are presented in Thai Baht.

Foreign currency transactions are translated into Thai Baht using the exchange rates prevailing at the date of the transaction.

At the end of each reporting period, foreign currency monetary balances are translated by using the exchange rate at the closing rate. Monetary assets denominated in foreign currency are translated to Thai Baht by using a bank's buying rate and monetary liabilities denominated in foreign currency are translated to Thai Baht by using a bank's selling rate. Non-monetary balances denominated in a foreign currency are carried at cost using the exchange rate at the date of transaction.

Gains and losses resulting from the settlement of foreign currency transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

Use of accounting estimates

Provisions, are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made.

3 Cash and cash equivalent

Consisted of :-

Cash

Bank Current Account

Total Cash and cash equivalent

BAHT

	<u>2021</u>	<u>2020</u>
Cash	1,307.98	39,778.30
Bank Current Account	3,759,196.81	6,564,522.29
Total Cash and cash equivalent	<u>3,760,504.79</u>	<u>6,604,300.59</u>




(MR. YASHODHAN ARVIND MANKAME)

Director

PRAJ FAR EAST CO., LTD.
NOTES TO FINANCIAL STATEMENT
FOR THE YEAR ENDED MARCH 31, 2021

4 Trade and other receivables

Consisted of :-

	BAHT	
	2021	2020
Trade receivables	59,071.29	9,986,343.30
Retention	9,298,088.55	4,358,911.27
Deferred expenses	29,575.00	20,000.00
Accrued Interest Receivable	-	22,409.57
Prepaid Expense	232,685.40	208,119.05
Revenue Department Receivable	37,273.22	488,376.98
Input Tax	9,353.01	-
Total Trade and other receivables	9,666,046.47	15,084,160.17

5 Fixed term deposit using for guarantee

Fixed term deposit has been used for letter of guarantee with the bank as collateral in due performance of the contractual obligation (See note 10)

6 Equipment-Net

Consisted of :-

	BAHT			
	31/3/2020	Additional	Disposal	31/3/2021
Original costs:				
Equipments	1,201,666.10	31,766.36	-	1,233,432.46
Furniture & Fixtures	115,700.00	-	-	115,700.00
Total	1,317,366.10	31,766.36	-	1,349,132.46
Accumulated depreciation:				
Equipments	1,039,436.53	64,300.99	-	1,103,737.52
Furniture & Fixtures	115,698.00	-	-	115,698.00
Total	1,155,134.53	64,300.99	-	1,219,435.52
Net book values:	162,231.57			129,696.94
Depreciation for this year	56,383.52			64,300.99

7 Other Non Current Assets

Consisted of :-

	BAHT	
	2021	2020
Deposit	162,340.00	162,340.00
Withholding tax receivables	1,731,734.32	1,731,734.32
Total Other Non Current Assets	1,894,074.32	1,894,074.32



Yashodhan Arvind Mankame
(MR. YASHODHAN ARVIND MANKAME)

Director

PRAJ FAR EAST CO., LTD.
NOTES TO FINANCIAL STATEMENT
FOR THE YEAR ENDED MARCH 31, 2021

	BAHT	
	<u>2021</u>	<u>2020</u>
8 Trade and other payable		
Consisted of :-		
Trade payables - related companies	3,383,006.65	3,524,932.24
Trade payables - other	150,641.38	8,156,788.77
Total Trade payables	<u>3,533,648.03</u>	<u>11,681,721.01</u>
Deferred Income	951,274.28	4,244,059.14
Accrued Expenses	1,548,515.50	274,809.53
Accrued Withholding Tax	353,936.72	1,247,533.61
Accrued Social Security	4,725.00	12,150.00
Total Other payables	<u>2,858,451.50</u>	<u>5,778,552.28</u>
Total Trade and other payable	<u><u>6,392,099.53</u></u>	<u><u>17,460,273.29</u></u>

9 Short-term borrowing from related parties

The Company has entered into Short-term borrowing from related parties in the amount of Baht 7.22 million at interest rate = LIBOR plus 200 basis points.

10 Contingent liabilities

The Company has letter of guarantee with a bank to collateralize in due performance of the contractual obligation in the amount of Baht 6.65 million. The such letter of gurantee is secured by fixed term deposit of the Company. (see note 5)

11 Reclassification

The Company reclassified items in the financial statements for the year ended March 31, 2020 in order to be consistent and comparable with classification for the current year which this reclassification is ineffective to net income or shareholders' equity that had been reported.

12 Approval of financial statements

These financial statements have been approved for issue by the authorized director of the Company.



Yashodhan Arvind Mankame
(MR. YASHODHAN ARVIND MANKAME)
Director