

Attachment 1. Assets for Business Undertaking of TTA Group

As at 31 December 2021, the Group has total assets amounting to Baht 38,947,082,109 which consist of current assets and non-current asset at 48.2 percent and 51.8 percent, respectively. Most of current assets are cash and cash equivalents, other financial assets, trade receivables and inventories. Besides, most of non-current assets are property, plant and equipment and investments.

(A) Major tangible assets

Total assets as presented on the consolidated financial statement are owned by the Group except to mentioned in (B) collateral assets.

As at December 31, 2021, the Group has net book value of property, plant and equipment amounting to Baht 15,294,698,403 or 39.3 percent of total assets.

Owned by/ Type of assets	Buildings		Ocean vessels, support vessels, supply vessels, and tender rigs	Dry- docking	Furniture, fixtures, machinery, and equipment	Motor vehicles	Motor launches	Barge	Construction in progress	Total	
	Land	and factories improvements									
	(thousand Baht)										
TTA	82,847	19,354	16,369	-	-	3,324	3,212	-	-	2,127	127,233
Thoresen Shipping	-	-	2,711	8,388,810	303,093	62,241	-	-	-	-	8,756,855
Mermaid	19,711	15,888	1,341	3,681,834	241,006	404,671	2,073	46,819	-	23,394	4,436,737
PMTA	-	397,361	-	-	-	76,097	17,169	-	-	7,887	498,514
PHC	-	-	254,481	-	-	229,414	-	-	-	8,995	492,890
STC	-	-	-	-	-	50,235	-	-	-	-	50,235
UMS	272,612	34,056	1,102	-	11,045	11,020	-	-	80,467	26,112	436,414
AIM	6,438	39,004	-	-	-	84,919	3,739	-	-	598	134,698
Other	125,250	231,783	465	-	-	2,420	1,204	-	-	-	361,122
Net book value											
At December 31, 2021	506,858	737,446	276,469	12,070,644	555,144	924,341	27,397	46,819	80,467	69,113	15,294,698

(B) Collateral assets

The Group's partial land, construction and machinery are mortgaged with financial institutions to secured short-term borrowings from financial institutions in form of promissory notes, trust receipts and short-term borrowings amounting to Baht 314.3 million (31 December 2020: Baht 248.9 million). The net book value of these collateral assets are Baht 215.6 million, USD 1.3 million and VND 94,934.6 million (31 December 2020: Baht 217.6 million, USD 1.4 million and VND 103,470.0 million).

Ocean vessels with a net book value of USD 179.0 million (31 December 2020: USD 190.7 million) are mortgaged to foreign syndicated banks to secure loans with a total outstanding balance of USD 82.1 million (31 December 2020: USD 101.5 million).

Subsea vessels with a net book value of USD 101.4 million (31 December 2020: US\$ 109.5 million), are mortgaged to local commercial banks to secure loans with a total outstanding balance of USD 46.9 million (31 December 2020: US\$ 57.6 million).

(C) Significant of long-term agreement

As of 31 December 2021, Baconco has the following lease agreements in effects.

Location	Lessor	Area (Sq.m)	Contract Term (year)	Monthly rental ¹	Start	End
HQ, manufacturing plant and BCC I, Phu My I Industrial Estate, Baria Vung Tau ²	IZICO	40,000	47	Baht 33.0 / SQM / year (Including service fees)	20 Oct 1998	27 Apr 2045
	IZICO	15,916	47	Baht 45.0 / SQM / year (Including service fees)	20 Oct 1998	27 Apr 2045
BCC 3, Phu My I Industrial Estate, Baria Vung Tau ²	IZICO	12,794	34	Baht 52.7 / SQM / year	22 Jul 2011	27 Apr 2045
BCC 5, Phu My I Industrial Estate, Baria Vung Tau ²	IZICO	50,000	33		17 Feb 2012	27 Apr 2045
BCC 5B, Phu My I Industrial Estate, Baria Vung Tau ²	IZICO	50,000	31		10 Oct 2014	27 Apr 2045
BCC 5C, Phu My I Industrial Estate, Baria Vung Tau ²	IZICO	50,000	29		15 Sep 2016	27 Apr 2045
Representative Office, Petroland Building, Ho Chi Minh City	South light construction consultancy corporation	240	5		Baht 599.4/sq.m/ month (including service fees)	15 Aug 2019

Location	Lessor	Area (Sq.m)	Contract Term (year)	Monthly rental ¹	Start	End
Warehouse and distribution site, Hai Phong City	Le Quoc Co Ltd	2,000	1	Baht 97,580 / month	1 Jun 2021	31 May 2022
Branch Office, Thanh Dat Building, Hai Phong City	Hai Phong Port Trading and Services	106.6	3	Baht 28,977.1 / month	1 Jul 2020	30 Jun 2022
Warehouse and distribution site, Long An Province	Long Hiep Joint-Stock Company	300.0	1	Baht 25,301.1 / month	1 May 2021	30 Apr 2022
Warehouse and distribution site, Ba Ria Vung Tau Province	Baria Serece Joint Stock Company	7,000.0	3	Baht 501,840 / month	1 Dec 2019	30 Nov 2022

Remark: ¹ Based on an exchange rate of Baht 0.1465/ 100 Vietnamese Dong and Baht 31.977.1/US\$ for FY2021

² Baconco is the holder of land use rights which is in line with terms and scopes of business which Baconco is allowed to pursue under conditions stated in the Investment Certificate.

(D) Significant of intangible assets

Intangible assets

Owned by/ Type of assets	Customer relationships	Computer software	Franchise license	Trademarks	Service concession arrangement		Others	Total
<i>(in thousand Baht)</i>								
TTA	-	335	-	-	-	-	-	335
Thoresen Shipping	-	4,388	-	-	-	-	-	4,388
Mermaid	-	66,842	-	-	-	-	-	66,842
PMTA	-	198	-	-	-	-	-	198
PHC	-	6,241	81,537	-	-	5,430	-	93,208
STC	-	1,786	-	-	-	-	-	1,786
UMS	-	450	-	-	-	-	-	450
AIM	17,203	-	-	20,742	49,574	29,849	-	117,366
Other	-	47	-	-	-	-	-	47
Net book value								
At 31 December								
2021	17,203	80,287	81,537	20,742	49,574	35,277	-	284,620

Details of asset appraisal

-none-

Credit policy and relevant financial ratios

The Group established the credit policy through a credit-granting procedure that considers the consistency between receiving and payment period to minimize the impact from liquidity issues. Creditworthiness and credit term granted by the Group depend on quantity and value of transactions that clients have with the Group and are also acknowledged and approved by the authorized person.

The Group's risk management policies are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group audit committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group.

As at 31 December 2021, the credit term granted by the Group according to business segments are as follows:

Business segments	Credit term
Shipping	1 - 30 days
Offshore service	30 - 60 days
Agrochemical	5 - 120 days
Food and Beverage	1 – 60 days
Investment - Import coal	15 – 90 days
Investment - Water resource management	30 - 60 days

Trade receivables turnover and collection period ratios

	2020	2021
Trade receivables turnover (times)	6.02	8.31
Collection Period (days)	60.77	43.94

According to trade receivables turnover and collection period in past two years, the Group improve in debt collection and most have been paid within credit term which ranges from 1 to 120 days.

Effective tax rate comparing with principal tax rate

Income taxes as shown in the consolidated of income are calculated based on net taxable income from non-BOI activities using a principal tax rate for operations in Thailand and specific tax rates applicable to each respective country for overseas operations. Non-BOI activities comprise gains from disposals of assets, shipping related services including agency, drilling services outside Thailand, offshore related services, and production and trading of fertiliser and coal.

Reconciliation of effective tax rate

	2021		2020	
	Rate (%)	(in thousand Baht)	Rate (%)	(in thousand Baht)
Profits (losses) before income tax expense		3,812,286		(3,327,307)
Income tax using the Thai corporation tax rate	20	762,457	20	(665,461)
Effect of different tax rates in foreign jurisdictions		(151,266)		23,420
Income not subject to tax		(667,957)		(88,553)
Expenses not deductible for tax purposes		365,734		563,691
Recognition of previously unrecognized tax losses		(211,750)		(3,252)
Current year losses and temporary differences for which no deferred tax asset was recognized		32,035		212,403
Over provided in prior years		16,627		(291)
Effect of different functional currency		(19,617)		(593)
Total	3	126,263	(1)	41,364

The effective tax rate for the year 2021 is approximate 3 percent which lower than the principal tax rate for operations in Thailand or 20 percent occurred from the followings:

- Tax exemption on income derived from the shipping business.
- The specific tax rate applicable to each respective country for overseas operations is less than 20 percent.
- Utilization of loss carried forward in the current year.