

**REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION
BY THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

TO THE BOARD OF DIRECTORS

HEALTHLEAD PUBLIC COMPANY LIMITED

We have reviewed the consolidated statement of financial position of Healthlead Public Company Limited and its subsidiaries and the separate statement of financial position of Healthlead Public Company Limited as at September 30, 2023, and the related consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended September 30, 2023, and the related consolidated and separate statements of changes in shareholders' equity and cash flows for the nine-month period ended September 30, 2023, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with 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 us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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

BANGKOK
November 10, 2023

Lasita Magut
Certified Public Accountant (Thailand)
Registration No. 9039
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

HEALTHLEAD PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

UNIT : BAHT

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As at September 30, 2023	As at December 31, 2022	As at September 30, 2023	As at December 31, 2022
		“UNAUDITED”		“UNAUDITED”	
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	6	30,999,227	146,352,810	12,674,218	48,877,663
Trade and other current receivables	7	27,443,920	23,989,272	3,711,619	3,020,653
Inventories	8	235,904,201	210,280,856	-	-
Other current financial assets	9	533,438,473	506,965,782	501,761,210	506,965,782
Current tax assets		1,468,937	2,200,703	1,241,020	2,200,703
Other current assets		1,128,713	557,283	15,428	16,361
Total Current Assets		<u>830,383,471</u>	<u>890,346,706</u>	<u>519,403,495</u>	<u>561,081,162</u>
NON-CURRENT ASSETS					
Investments in subsidiaries	10	-	-	394,743,104	361,350,396
Investments property		15,774,047	16,277,963	-	-
Property, plant and equipment		200,910,413	166,063,734	4,976,731	2,951,747
Right-of-use assets		199,051,089	171,462,818	9,756,552	10,708,362
Goodwill		15,617,283	15,617,283	-	-
Other intangible assets other than goodwill		7,946,168	7,812,261	253,274	311,639
Deferred tax assets		851,161	1,963,417	241,283	1,460,808
Other non-current financial assets	9	4,927,615	-	4,927,615	-
Other non-current assets	11	25,458,319	18,640,905	493,516	492,450
Total Non-current Assets		<u>470,536,095</u>	<u>397,838,381</u>	<u>415,392,075</u>	<u>377,275,402</u>
TOTAL ASSETS		<u><u>1,300,919,566</u></u>	<u><u>1,288,185,087</u></u>	<u><u>934,795,570</u></u>	<u><u>938,356,564</u></u>

See condensed notes to the financial statements

HEALTHLEAD PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF FINANCIAL POSITION (CONTINUED)
AS AT SEPTEMBER 30, 2023

UNIT : BAHT

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As at September 30, 2023 “UNAUDITED”	As at December 31, 2022	As at September 30, 2023 “UNAUDITED”	As at December 31, 2022
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Trade and other current payables	12	148,643,571	151,174,452	3,593,377	3,449,327
Current portion of lease liabilities		21,990,250	19,702,787	916,112	935,543
Corporate income tax payable		789,532	14,748,103	646,472	-
Other current liabilities		942,525	1,470,448	205,781	290,085
Total Current Liabilities		172,365,878	187,095,790	5,361,742	4,674,955
NON-CURRENT LIABILITIES					
Lease liabilities		176,448,863	147,641,597	9,513,533	10,192,191
Provision for dismantling and removal cost		6,068,443	4,878,508	343,500	343,500
Non-current provisions for employee benefits		4,785,794	4,008,313	3,636,062	3,168,535
Deferred tax liabilities		29,427	-	-	-
Other non-current liabilities		3,217,987	2,573,579	88,338	140,862
Total Non-current Liabilities		190,550,514	159,101,997	13,581,433	13,845,088
TOTAL LIABILITIES		362,916,392	346,197,787	18,943,175	18,520,043
SHAREHOLDERS' EQUITY					
SHARE CAPITAL					
Authorized share capital					
272,000,000 ordinary shares of Baht 0.50 each		136,000,000	136,000,000	136,000,000	136,000,000
Issued and paid-up share capital					
272,000,000 ordinary shares of Baht 0.50 each, fully paid		136,000,000	136,000,000	136,000,000	136,000,000
Share premium on ordinary shares	13	647,639,270	647,639,270	647,639,270	647,639,270
Surplus on a business combination under common control		22,151,112	22,151,112	-	-
RETAINED EARNINGS					
Appropriated					
Legal reserve	14	13,600,000	13,600,000	13,600,000	13,600,000
Unappropriated		118,612,792	122,596,918	118,613,125	122,597,251
TOTAL SHAREHOLDERS' EQUITY		938,003,174	941,987,300	915,852,395	919,836,521
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,300,919,566	1,288,185,087	934,795,570	938,356,564

See condensed notes to the financial statements

HEALTHLEAD PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED”

UNIT : BAHT

	Note	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2023	2022	2023	2022
REVENUES					
Revenue from sales		410,797,692	397,576,881	-	-
Revenue from management fee		-	-	11,539,062	10,677,584
Other income		5,768,662	5,132,991	40,500	1,348,911
Total Revenues		416,566,354	402,709,872	11,579,562	12,026,495
EXPENSES					
Costs of sales		(317,896,130)	(301,181,527)	-	-
Distribution costs		(59,724,619)	(43,389,063)	-	-
Administrative expenses		(19,166,190)	(18,534,598)	(8,007,518)	(8,145,604)
Other gains		1,997,700	1,009,324	1,852,520	1,009,324
Total Expenses		(394,789,239)	(362,095,864)	(6,154,998)	(7,136,280)
Profit from operating activities		21,777,115	40,614,008	5,424,564	4,890,215
Finance income		558,433	-	566,622	-
Finance costs		(2,237,421)	(1,696,524)	(115,572)	(132,652)
Impairment loss determined in accordance with TFRS9		92,184	-	92,184	-
Share of profit of subsidiaries accounted for using equity method		-	-	11,433,901	26,617,127
Profit before income tax		20,190,311	38,917,484	17,401,699	31,374,690
Income tax expenses		(3,978,693)	(7,715,408)	(1,190,081)	(172,614)
PROFIT FOR THE PERIODS		16,211,618	31,202,076	16,211,618	31,202,076
Total comprehensive income for the periods		16,211,618	31,202,076	16,211,618	31,202,076
Profit attributable to:					
Owners of the parent		16,211,618	31,202,076	16,211,618	31,202,076
Profit for the periods		16,211,618	31,202,076	16,211,618	31,202,076
Total comprehensive income attributable to:					
Owners of the parent		16,211,618	31,202,076	16,211,618	31,202,076
Total comprehensive income for the periods		16,211,618	31,202,076	16,211,618	31,202,076
Earnings per share					
Basic earnings per share	15	0.06	0.11	0.06	0.11

See condensed notes to the financial statements

HEALTHLEAD PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED”

UNIT : BAHT

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2023	2022	2023	2022
REVENUES					
Revenue from sales		1,193,251,892	1,130,774,718	-	-
Revenue from management fee		-	-	33,311,407	30,270,606
Other income		15,420,336	12,135,226	146,851	1,550,049
Total Revenues		<u>1,208,672,228</u>	<u>1,142,909,944</u>	<u>33,458,258</u>	<u>31,820,655</u>
EXPENSES					
Costs of sales		(927,088,638)	(860,365,043)	-	-
Distribution costs		(164,590,162)	(118,842,616)	-	-
Administrative expenses		(59,878,811)	(58,010,772)	(24,394,604)	(25,344,477)
Other gains		5,015,020	1,360,172	4,837,757	1,360,172
Total Expenses		<u>(1,146,542,591)</u>	<u>(1,035,858,259)</u>	<u>(19,556,847)</u>	<u>(23,984,305)</u>
Profit from operating activities		<u>62,129,637</u>	<u>107,051,685</u>	<u>13,901,411</u>	<u>7,836,350</u>
Finance income		1,126,116	116,059	1,054,354	389,111
Finance costs		(6,372,892)	(4,488,722)	(354,914)	(403,502)
Impairment loss determined in accordance with TFRS9		(127,421)	-	(127,421)	-
Share of profit of subsidiaries accounted for using equity method	10	<u>-</u>	<u>-</u>	<u>33,392,708</u>	<u>76,576,612</u>
Profit before income tax		<u>56,755,440</u>	<u>102,679,022</u>	<u>47,866,138</u>	<u>84,398,571</u>
Income tax expenses		<u>(11,779,566)</u>	<u>(18,471,512)</u>	<u>(2,890,264)</u>	<u>(191,061)</u>
PROFIT FOR THE PERIODS		<u>44,975,874</u>	<u>84,207,510</u>	<u>44,975,874</u>	<u>84,207,510</u>
Total comprehensive income for the periods		<u>44,975,874</u>	<u>84,207,510</u>	<u>44,975,874</u>	<u>84,207,510</u>
Profit attributable to:					
Owners of the parent		<u>44,975,874</u>	<u>84,207,510</u>	<u>44,975,874</u>	<u>84,207,510</u>
Profit for the periods		<u>44,975,874</u>	<u>84,207,510</u>	<u>44,975,874</u>	<u>84,207,510</u>
Total comprehensive income attributable to:					
Owners of the parent		<u>44,975,874</u>	<u>84,207,510</u>	<u>44,975,874</u>	<u>84,207,510</u>
Total comprehensive income for the periods		<u>44,975,874</u>	<u>84,207,510</u>	<u>44,975,874</u>	<u>84,207,510</u>
Earnings per share					
Basic earnings per share	15	<u>0.17</u>	<u>0.31</u>	<u>0.17</u>	<u>0.31</u>

See condensed notes to the financial statements

HEALTHLEAD PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED”

UNIT : BAHT

	Notes	CONSOLIDATED FINANCIAL STATEMENTS				
		Issued and paid-up share capital	Ordinary shares premium	Surplus on business combination under common control	Retained earnings	
					Appropriated Legal reserve	Unappropriated
						Total shareholders' equity
Balance as at January 1, 2022		136,000,000	647,639,270	22,151,112	7,939,741	52,159,285
Change in shareholder's equity						
Dividend paid	18	-	-	-	-	(43,520,000)
Total comprehensive income for the period		-	-	-	-	84,207,510
Balance as at September 30, 2022		<u>136,000,000</u>	<u>647,639,270</u>	<u>22,151,112</u>	<u>7,939,741</u>	<u>92,846,795</u>
Balance as at January 1, 2023		136,000,000	647,639,270	22,151,112	13,600,000	122,596,918
Change in shareholder's equity						
Dividend paid	18	-	-	-	-	(48,960,000)
Total comprehensive income for the period		-	-	-	-	44,975,874
Balance as at September 30, 2023		<u>136,000,000</u>	<u>647,639,270</u>	<u>22,151,112</u>	<u>13,600,000</u>	<u>118,612,792</u>

See condensed notes to the financial statements

HEALTHLEAD PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED”

UNIT : BAHT

	Notes	SEPARATE FINANCIAL STATEMENTS			
		Issued and paid-up share capital	Ordinary shares premium	Retained earnings	
				Appropriated Legal reserve	Unappropriated
					Total shareholders' equity
Balance as at January 1, 2022		136,000,000	647,639,270	7,939,741	52,159,618
Change in shareholder's equity					
Dividend paid	18	-	-	-	(43,520,000)
Total comprehensive income for the period		-	-	-	84,207,510
Balance as at September 30, 2022		<u>136,000,000</u>	<u>647,639,270</u>	<u>7,939,741</u>	<u>92,847,128</u>
Balance as at January 1, 2023		136,000,000	647,639,270	13,600,000	122,597,251
Change in shareholder's equity					
Dividend paid	18	-	-	-	(48,960,000)
Total comprehensive income for the period		-	-	-	44,975,874
Balance as at September 30, 2023		<u>136,000,000</u>	<u>647,639,270</u>	<u>13,600,000</u>	<u>118,613,125</u>

See condensed notes to the financial statements

HEALTHLEAD PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2023
“UNAUDITED”

UNIT : BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2023	2022	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit for the periods		44,975,874	84,207,510	44,975,874	84,207,510
Adjustments for					
Income tax expenses		11,779,566	18,471,512	2,890,264	191,061
Depreciation and amortization		40,399,526	25,903,923	1,617,154	1,346,100
Impairment loss recognized in profit or loss		127,421	-	127,421	-
Loss on values in inventories adjustment and write-off (reversal)		(271,008)	1,067,278	-	-
Loss on write-off of prepaid withholding tax		-	395,199	-	283,855
Provisions for employee benefits		777,481	826,069	467,527	387,916
Gain on fair value adjustment of other financial assets		(5,015,020)	(1,360,172)	(4,837,757)	(1,360,172)
Loss on disposal of equipment		115,675	5,223	-	-
Share of profit from subsidiaries		-	-	(33,392,708)	(76,576,612)
Finance income		(1,126,116)	(116,059)	(1,054,354)	(389,111)
Finance costs		6,372,892	4,488,722	354,914	403,502
		<u>98,136,291</u>	<u>133,889,205</u>	<u>11,148,335</u>	<u>8,494,049</u>
Changes in operating assets and liabilities					
Operating assets (increase) decrease					
Trade and other current receivables		(1,721,351)	3,375,142	1,126,955	(512,317)
Inventories		(25,352,337)	(26,746,506)	-	-
Other current assets		(571,430)	(164,944)	933	53,501
Other non-current assets		(6,817,414)	(3,480,054)	(1,066)	-
Operating liabilities increase (decrease)					
Trade and other current payables		(2,048,395)	19,303,271	140,639	69,570
Other current liabilities		(527,923)	(271,039)	(84,304)	(454,340)
Other non-current liabilities		644,408	192,000	(52,524)	(1,000)
Net cash flows provided by operation		<u>61,741,849</u>	<u>126,097,075</u>	<u>12,278,968</u>	<u>7,649,463</u>
Income tax paid		<u>(23,864,688)</u>	<u>(20,252,400)</u>	<u>(64,584)</u>	<u>(477,495)</u>
Net cash flows provided by operating activities		<u>37,877,161</u>	<u>105,844,675</u>	<u>12,214,384</u>	<u>7,171,968</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Cash paid for purchase of ordinary shares of a subsidiary		-	-	-	(100,000,000)
Cash received from sell of unit trust		416,062,716	10,016,948	414,562,716	10,016,948
Cash paid for purchase of unit trust		(376,159,290)	(510,000,000)	(343,159,290)	(510,000,000)
Cash received from maturity of bonds		79,000,000	-	79,000,000	-
Cash paid for purchase of bonds		(147,481,517)	-	(147,481,517)	-
Cash received from disposal of equipment		22,433	280	-	-
Cash paid for purchase of property, plant and equipment	5.1	(53,182,245)	(99,180,648)	(2,607,852)	(588,329)
Cash paid for purchase of intangible assets		(1,209,661)	(464,669)	(20,700)	(27,600)
Cash paid for loans to a related company		-	-	(7,000,000)	-
Cash received from loans to a related company		-	-	7,000,000	23,000,000
Interest received		1,373,578	116,059	1,301,817	403,919
Net cash flows provided by (used in) investing activities		<u>(81,573,986)</u>	<u>(599,512,030)</u>	<u>1,595,174</u>	<u>(577,195,062)</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Cash paid for short-term borrowings from a related company	5.2	-	-	-	(5,000,000)
Cash paid for long-term borrowings from financial institutions	5.2	-	(4,242,538)	-	-
Cash paid for lease liabilities	5.2	(22,695,618)	(16,396,439)	(1,053,000)	(1,015,800)
Dividend paid		(48,960,000)	(43,520,000)	(48,960,000)	(43,520,000)
Interest paid	5.2	(1,140)	(36,397)	(3)	(316,284)
Net cash flows used in financing activities		<u>(71,656,758)</u>	<u>(64,195,374)</u>	<u>(50,013,003)</u>	<u>(49,852,084)</u>
Net decrease in cash and cash equivalents		<u>(115,353,583)</u>	<u>(557,862,729)</u>	<u>(36,203,445)</u>	<u>(619,875,178)</u>
Cash and cash equivalents as at January 1,		<u>146,352,810</u>	<u>705,005,109</u>	<u>48,877,663</u>	<u>669,018,595</u>
Cash and cash equivalents as at September 30,		<u>30,999,227</u>	<u>147,142,380</u>	<u>12,674,218</u>	<u>49,143,417</u>

See condensed notes to the financial statements

HEALTHLEAD PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO THE FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2023
“UNAUDITED”

1. THE COMPANY’S OPERATION AND GENERAL INFORMATION

Healthlead Public Company Limited (“the Company”), is incorporated in Thailand and has its registered office at 99/4, Moo 10, Bang Muang Subdistrict, Bang Yai District, Nonthaburi.

On December 9, 2020, the Company registered the conversion from a private company into a public limited company and listed its share in the Market for Alternative Investment (MAI) on December 3, 2021.

As at September 30, 2023 and December 31, 2022, the Company’s major and ultimate shareholder is Bhandhukanonda family which is holding 36.96% and 49.80% of the Company’s shares, respectively.

The principal businesses of the Company and its subsidiaries together referred to as “the Group” are involved in pharmacy business distributing medicines, medical supplies, cosmeceuticals, supplements, medical devices and other healthcare products as well as in business regarding invention business, developing, importing and distributing innovative healthcare products.

As at September 30, 2023 and December 31, 2022, the Group had 43 branches and 36 branches, respectively.

Details of the Group’s subsidiaries as at September 30, 2023 and December 31, 2022 were as follows:

No.	Name of the entity	Type of business	Country of incorporation	Group ownership interest (%)	
				As at September 30, 2023	As at December 31, 2022
Direct subsidiaries					
1	Icare Health Co., Ltd.	Distributing medicines, supplements, medical supplies, medical devices	Thailand	100	100
2	Healthiness Co., Ltd.	Importer and distributor of products including dietary supplements, medical devices, and healthcare related products	Thailand	100	100

The Company has extensive transactions and relationships with its related parties. Accordingly, the accompanying financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred had the Company operated without such affiliations.

2. BASIS FOR PREPARATION AND PRESENTATION OF THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

- 2.1 These interim consolidated and separate financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.
- 2.2 The English version of the consolidated and separate financial statements have been prepared from the Thai version of the consolidated and separate financial statements prepared by law. In the event of any conflict or different interpretation of the two different languages, the Thai version consolidated and separate financial statements in accordance with the Thai law is superseded.
- 2.3 The consolidated and separate statements of financial position as at December 31, 2022, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which had been previously audited.
- 2.4 The unaudited results of operations presented in the three-month and nine-month periods ended September 30, 2023 is not necessarily an indication nor anticipation of the operating results for the full year.
- 2.5 Certain financial information which is normally included in the annual financial statements prepared in accordance with Thai Financial Reporting Standards (“TFRSs”), but which is not required for interim reporting purposes, has been omitted. Therefore, the interim consolidated and separate financial statements for the three-month and nine-month periods ended September 30, 2023 should be read in conjunction with the audited consolidated and separate financial statements for the year ended December 31, 2022.
- 2.6 Material intercompany transactions between the Company and its subsidiaries have been eliminated from this interim consolidated financial statements. The interim consolidated financial statement for three-month and nine-month periods ended September 30, 2023 has included the subsidiaries’ interim financial statements for the three-month and nine-month periods ended September 30, 2023 which was reviewed.
- 2.7 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements

During the period, the Group has adopted the revised financial reporting standards issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2023. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology and clarification of accounting requirements. The adoption of these financial reporting standards does not have any significant impact on the Group’s interim financial statements.

2.8 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective

Thai Financial Reporting Standard which will be effective for the financial statements for the period beginning on or after January 1, 2024, onwards

On August 8, 2023, the revised TFRSs have been announced in the Royal Gazette which mostly are the amendments of wordings and the references of Thai Financial Reporting Standard No.17 “Insurance Contracts”. TFRSs which have been amended and are relevant to the Group are as follows:

Thai Accounting Standard No.1 “Presentation of Financial Statements”

The amendments change the requirements regarding the disclosure of accounting policies from “significant accounting policies” to “material accounting policy information”. Accounting policy information is material if, when considered together with other information included in an entity’s financial statements, it can reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements.

Thai Accounting Standard No.8 “Accounting Policies, Changes in Accounting Estimates and Errors”

The amendments change the definition of accounting estimates to be “monetary amounts in financial statements that are subject to measurement uncertainty”, to help an entity to be able to segregate the difference of “change in accounting estimates” from “change in accounting policies”.

Thai Accounting Standard No.12 “Income Taxes”

The amendments add the requirements for the initial recognition of deferred tax, which give rise to equal taxable and deductible temporary differences such as right-of-use assets and lease liabilities and decommissioning obligation. The amendments apply to transactions that occur on or after the beginning of the earliest comparative period presented. In addition, at the beginning of the earliest comparative period an entity recognizes a deferred tax asset, to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized, and a deferred tax liability for all deductible and taxable temporary differences associated with such transactions. The cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate).

The Group’s management will adopt such TFRSs in the preparation of the Group’s financial statements when it becomes effective. The Group’s management is in the process to assess the impact of these TFRSs on the financial statements of the Group in the period of initial application.

Thai Financial Reporting Standard which will be effective for the financial statements for the period beginning on or after January 1, 2025, onwards

On August 19, 2022, Thai Financial Reporting Standard No.17 “Insurance Contracts” has been announced in the Royal Gazette. This Standard establishes the principles for the recognition, measurement, presentation and disclosure of insurance contracts and supersedes Thai Financial Reporting Standard No.4 “Insurance Contracts”. The Group does not have accounting transaction which should be adopted this Financial Reporting Standard.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2022.

4. RELATED PARTY TRANSACTIONS

Related person or parties of the Company are defined as persons or entities that control the Company or are controlled by the Company, whether directly or indirectly or are under the same control as the Company including holding companies. In addition, related person or parties also include individuals owning, directly or indirectly, and interest in the voting shares of the Company, and have significant influence over the Company, key management personnel, directors or officers of the Company. This also applies to the close members of the family of such individuals and companies associated with these individuals.

In considering each possible related person or parties relationship, attention is directed to the substance of the relationship, not merely the legal form.

Transactions with related person or parties are conducted at market prices or, where no market price exists, at contractually agreed prices.

Relationships with related parties other than subsidiaries as at September 30, 2023 and December 31, 2022 were as follows:

	Name of entities	Type of business	Country of incorporation/ nationality	Nature of relationships
	<u>Related companies</u>			
1	Siri Ravee Co., Ltd.	Building rental	Thailand	The same directors/directors are shareholders
2	Pakinawat Co., Ltd.	Building rental	Thailand	Shareholder and director is a related person to key management

	Name of entities	Type of business	Country of incorporation/ nationality	Nature of relationships
<u>Related companies</u>				
3	Wonjin Beauty Medical Group (Thailand) Co., Ltd. ⁽¹⁾	Medical clinic	Thailand	Director is a related person to key management
4	Pharmacy (Lopburi)	Distributing medicines, supplements, medical supplies, and medical devices	Thailand	A shareholder is a related person to the director

Related persons

1	Mrs. Mataya Bhandhukanonda	Thai	Director
2	Mr. Supakorn Bhandhukanonda	Thai	Director

⁽¹⁾ On June 30, 2022, director of Wonjin Beauty Medical Group (Thailand) Co., Ltd., a related person to key management of the Company, resigned from being the director of such company. As a result, Wonjin Beauty Medical Group (Thailand) Co., Ltd. did not meet a criteria to be a related party from June 30, 2022 onward.

Significant transactions with related parties for the three-month and nine-month periods ended September 30, 2023 and 2022 were as follows:

	FOR THE THREE-MONTH PERIODS ENDED SEPTEMBER 30,			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2023 Baht	2022 Baht	2023 Baht	2022 Baht
Subsidiaries				
Management income	-	-	11,539,062	10,677,584
Rental and service income	-	-	40,500	40,500
Interest received	-	-	8,189	-
Other related parties				
Sale of goods	8,964	104,242	-	-
Rental fee and service fee ⁽²⁾	1,435,788	1,445,088	526,500	535,800
Utilities fee	285,447	246,961	78,007	50,991
Related person				
Rental fee and service fee ⁽²⁾	380,625	380,625	-	-
Key management personnel				
Remuneration of key management personnel				
Short-term employee benefits	3,417,176	3,276,299	2,599,546	2,520,552
Post-employment benefits	94,158	67,183	86,077	53,693
Total	<u>3,511,334</u>	<u>3,343,482</u>	<u>2,685,623</u>	<u>2,574,245</u>

⁽²⁾ Rental and service fee, included in the depreciation of the right-of-use assets in accordance with Thai Financial Reporting Standard No. 16 “Leases”.

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30,				
	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2023 Baht	2022 Baht	2023 Baht	2022 Baht
Subsidiaries				
Management income	-	-	33,311,407	30,270,606
Rental and service income	-	-	121,500	121,500
Interest received	-	-	8,189	277,654
Interest expense	-	-	-	32,192
Other related parties				
Sale of goods	36,807	207,169	-	-
Rental fee and service fee ⁽²⁾	4,307,364	4,251,564	1,579,500	1,523,700
Utilities fee	908,006	738,104	209,567	141,471
Related person				
Rental fee and service fee ⁽²⁾	1,141,875	1,141,875	-	-
Key management personnel				
Remuneration of key management personnel				
Short-term employee benefits	11,787,863	10,682,831	8,817,205	8,230,124
Post-employment benefits	282,473	201,548	258,228	161,079
Total	12,070,336	10,884,379	9,075,433	8,391,203

⁽²⁾ Rental and service fee, included in the depreciation of the right-of-use assets in accordance with Thai Financial Reporting Standard No. 16 “Leases”.

The pricing policies are as follow;

Transaction	Pricing policy
Management income	Contract price
Rental and service income	Contract price
Dividend received	Declaration rate
Interest received	Contract price
Interest expense	Contract price
Sale of goods	Goods cost plus margin
Rental fee and service fee	Contract price
Utility fee	Contract price

Balances with related parties as at September 30, 2023 and December 31, 2022 were as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2023 Baht	As at December 31, 2022 Baht	As at September 30, 2023 Baht	As at December 31, 2022 Baht
Trade and other current receivables				
Subsidiaries	-	-	3,155,853	2,901,011
Deposits				
Other related parties	1,774,563	1,774,563	484,650	484,650
Trade and other current payables				
Subsidiaries	-	-	-	12,671
Other related parties	193,056	166,788	27,325	13,922
Total	193,056	166,788	27,325	26,593

Significant agreements with related parties

Management service agreements

- The Company entered into a service agreement with a subsidiary. The latter will provide office service and general management. The agreement duration is 1 year after the effective date and automatically extended after the expiration for 1 year, unless it is terminated by either party giving written notice of termination to the other party. In consideration for these services, the subsidiary is committed to pay monthly fee as specified in the agreement.
- The Company entered into a service agreement with a subsidiary. The latter will provide office service and general management. The agreement duration is 1 year after the effective date and automatically extended after the expiration for 1 year, unless it is terminated by either party giving written notice of termination to the other party. In consideration for these services, the subsidiary is committed to pay monthly fixed fee and additional fee as specified in the agreement. Such agreement was terminated on December 31, 2022.

Subsequently, in 2023, the Company entered into a service agreement with such subsidiary. The latter will provide office service and general management which became effectively on January 1, 2023 onwards. The agreement duration is 1 year after the effective date and automatically extended after the expiration for 1 year, unless it is terminated by either party giving written notice of termination to the other party. In consideration for these services, the subsidiary is committed to pay monthly fixed fee and additional fee and new branch opening management fee as specified in the agreement.

Rental and service agreement

The Company entered into a rental and service agreement with a subsidiary. The latter will provide office area and utilities service. The agreement duration is 2 years 9 months to 3 years after the effective date as specified in the agreement. In case of renewal of the rental agreement, the lessee must inform through written notice to the counter party not less than 3 months before the end of the rental period. In consideration for these services, the subsidiary is committed to pay monthly fee as specified in the agreement.

Other commitments

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2023 Million Baht	As at December 31, 2022 Million Baht	As at September 30, 2023 Million Baht	As at December 31, 2022 Million Baht
Within one year	3.07	3.07 ^(*)	0.70	0.70
Over one year to five years	3.07	5.38 ^(*)	0.70	1.23
Total	6.14	8.45	1.40	1.93

(*) The Group has adjusted amount disclosed in notes to the financial statements to conform to the disclosure in notes to the financial statements for current period.

For the three-month periods ended September 30, 2023 and 2022, the Group recorded expenses according to the non-cancellable service agreements in the consolidated statements of comprehensive income of Baht 0.77 million and Baht 0.77 million, respectively. The Company recorded expenses according to the non-cancellable service agreements in the separate statements of comprehensive income of Baht 0.18 million and Baht 0.18 million, respectively.

For the nine-month periods ended September 30, 2023 and 2022, the Group recorded expenses according to the non-cancellable service agreements in the consolidated statements of comprehensive income of Baht 2.31 million and Baht 2.29 million, respectively. The Company recorded expenses according to the non-cancellable service agreements in the separate statements of comprehensive income of Baht 0.53 million and Baht 0.51 million, respectively.

5. ADDITIONAL CASH FLOW INFORMATION

5.1 Non-cash transactions of property, plant and equipment for the nine-month periods ended September 30, 2023 and 2022 were as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	2023 Baht	2022 Baht	2023 Baht	2022 Baht
Other payables for purchase of property, plant and equipment and retention payable as at January 1,	3,383,604	-	-	-
<u>Add</u> Purchase of property, plant and equipment	52,699,759	99,180,648	2,611,263	588,329
<u>Less</u> Cash paid for purchase of property, plant and equipment	<u>(53,182,245)</u>	<u>(99,180,648)</u>	<u>(2,607,852)</u>	<u>(588,329)</u>
Other payables for purchase of property, plant and equipment and retention payable as at June 30,	<u>2,901,118</u>	<u>-</u>	<u>3,411</u>	<u>-</u>

5.2 Reconciliation of liabilities arising from financing activities

Changes in the liabilities arising from financing activities, including both cash and non-cash changes classified as financing activities in the statements of cash flows, were as follows:

As at September 30, 2023	Balance as at January 1, 2023 Baht	CONSOLIDATED FINANCIAL STATEMENTS			Balance as at September 30, 2023 Baht
		Cash received	Cash paid	Non-cash changes	
		Baht	Baht	Baht	
Lease liabilities	167,344,384	-	(22,695,618)	53,790,347	198,439,113
Accrued interest expense	-	-	(1,140)	1,140	-

As at September 30, 2022	Balance as at January 1, 2022 Baht	CONSOLIDATED FINANCIAL STATEMENTS			Balance as at September 30, 2022 Baht
		Cash received	Cash paid	Non-cash changes	
		Baht	Baht	Baht	
Long-term borrowings from financial institutions	4,242,538	-	(4,242,538)	-	-
Lease liabilities	113,786,175	-	(16,396,439)	45,096,016	142,485,752
Accrued interest expense	61,980	-	(36,397)	36,397	61,980

As at September 30, 2023	Balance as at January 1, 2023 Baht	SEPARATE FINANCIAL STATEMENTS			Balance as at September 30, 2023 Baht
		Cash received	Cash paid	Non-cash changes	
		Baht	Baht	Baht	
Lease liabilities	11,127,734	-	(1,053,000)	354,911	10,429,645
Accrued interest expense	-	-	(3)	3	-

As at September 30, 2022	Balance as at January 1, 2022 Baht	SEPARATE FINANCIAL STATEMENTS			Balance as at September 30, 2022 Baht
		Cash received	Cash paid	Non-cash changes	
		Baht	Baht	Baht	
Short-term borrowings from a related company	5,000,000	-	(5,000,000)	-	-
Lease liabilities	11,064,343	-	(1,015,800)	1,306,754	11,355,297
Accrued interest expense	284,092	-	(316,284)	32,192	-

6. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at September 30, 2023 and December 31, 2022 consisted of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2023 Baht	As at December 31, 2022 Baht	As at September 30, 2023 Baht	As at December 31, 2022 Baht
Cash on hand	3,633,899	3,977,074	-	-
Cheque on hand	179,011	913,896	-	-
Current accounts	2,334,410	40,325,366	118,969	96,585
Savings accounts	24,851,907	101,136,474	12,555,249	48,781,078
Total	30,999,227	146,352,810	12,674,218	48,877,663

7. TRADE AND OTHER CURRENT RECEIVABLES

Trade and other current receivables as at September 30, 2023 and December 31, 2022 consisted of the following:

		CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Notes	As at September 30, 2023 Baht	As at December 31, 2022 Baht	As at September 30, 2023 Baht	As at December 31, 2022 Baht
Trade receivables					
Other companies		4,042,998	1,675,149	-	-
Total trade receivables		4,042,998	1,675,149	-	-
Other receivables					
Related companies	4	-	-	3,145,508	2,901,011
Other companies		12,619,951	6,216,787	-	-
Total other receivables		12,619,951	6,216,787	3,145,508	2,901,011
Prepaid expenses		3,494,659	1,852,829	136,653	105,614
Accrued interest income		357,923	14,028	357,923	14,028
Accrued income					
Related companies	4	-	-	10,345	-
Other companies		6,832,599	14,088,597	-	-
Revenue Department receivable		-	48,326	-	-
Others		95,790	93,556	61,190	-
Total		27,443,920	23,989,272	3,711,619	3,020,653

Aging analysis for trade receivables as at September 30, 2023 and December 31, 2022 consisted of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2023 Baht	As at December 31, 2022 Baht	As at September 30, 2023 Baht	As at December 31, 2022 Baht
Within credit terms	4,004,924	1,492,761	-	-
Overdue:				
Less than 3 months	38,074	182,388	-	-
	4,042,998	1,675,149	-	-
Less Allowance for expected credit loss	-	-	-	-
Total	4,042,998	1,675,149	-	-

The Group always measures the loss allowance for trade receivables at an amount equal to lifetime ECL. The expected credit losses on trade receivables are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors.

8. INVENTORIES

Inventories as at September 30, 2023 and December 31, 2022 consisted of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2023 Baht	As at December 31, 2022 Baht	As at September 30, 2023 Baht	As at December 31, 2022 Baht
Professional healthcare	156,072,086	130,133,585	-	-
Personal healthcare	36,833,382	32,363,469	-	-
Medical equipment and home healthcare	33,838,474	36,367,902	-	-
Medical food	8,871,628	11,190,410	-	-
Consumables	792,366	1,000,233	-	-
	236,407,936	211,055,599	-	-
Less Allowance for diminution in value of inventories	(503,735)	(774,743)	-	-
Total	235,904,201	210,280,856	-	-

The amount of inventories recognized as expenses in the statements of comprehensive income for the three-month periods ended September 30, 2023 and 2022 included loss on diminution in value of inventories (reversal) of Baht 0.05 million and Baht (0.40) million, respectively.

The amount of inventories recognized as expenses in the statements of comprehensive income for the nine-month periods ended September 30, 2023 and 2022 included loss on diminution in value of inventories (reversal) of Baht (0.27) million and Baht (0.07) million, respectively.

9. OTHER FINANCIAL ASSETS

Other financial assets as at September 30, 2023 and December 31, 2022, consisted of the following:

9.1 Other current financial assets

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2023 Baht	As at December 31, 2022 Baht	As at September 30, 2023 Baht	As at December 31, 2022 Baht
Financial assets mandatorily measured at FVTPL				
Unit trust	468,062,684	502,951,090	436,385,421	502,951,090
Total	<u>468,062,684</u>	<u>502,951,090</u>	<u>436,385,421</u>	<u>502,951,090</u>
Financial assets measured at amortized cost				
Bonds	65,430,825	4,014,692	65,430,825	4,014,692
<u>Less</u> Allowance for expected credit loss	<u>(55,036)</u>	<u>-</u>	<u>(55,036)</u>	<u>-</u>
Total	<u>65,375,789</u>	<u>4,014,692</u>	<u>65,375,789</u>	<u>4,014,692</u>
Total other current financial assets	<u>533,438,473</u>	<u>506,965,782</u>	<u>501,761,210</u>	<u>506,965,782</u>

9.2 Other non-current financial assets

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2023 Baht	As at December 31, 2022 Baht	As at September 30, 2023 Baht	As at December 31, 2022 Baht
Financial assets measured at amortized cost				
Bonds	5,000,000	-	5,000,000	-
<u>Less</u> Allowance for expected credit loss	<u>(72,385)</u>	<u>-</u>	<u>(72,385)</u>	<u>-</u>
Total	<u>4,927,615</u>	<u>-</u>	<u>4,927,615</u>	<u>-</u>
Total other non-current financial assets	<u>4,927,615</u>	<u>-</u>	<u>4,927,615</u>	<u>-</u>

10. INVESTMENTS IN SUBSIDIARIES

Movements in investments in subsidiaries for the nine-month periods ended September 30, were as follows:

	SEPARATE FINANCIAL STATEMENTS	
	2023 Baht	2022 Baht
Subsidiaries		
Balance as at January 1,	361,350,396	154,030,298
Share of profit of subsidiaries accounted for using equity method	33,392,708	76,576,612
Invested in share capital of a subsidiary	-	100,000,000
As at September 30,	<u>394,743,104</u>	<u>330,606,910</u>

On March 16, 2022, the Company acquired the increased ordinary shares of Icare Health Co., Ltd. by 1,000,000 shares of Baht 100 each, totaling Baht 100 million, representing percentage of shareholding at 100% of total issued and paid-up share capital. Icare Health Co., Ltd. registered the increase in its share capital with the Ministry of Commerce on March 16, 2022.

Investments in subsidiaries as at September 30, 2023 and December 31, 2022 and dividend received for the three-month and nine-month periods ended September 30, were as follows:

Company	SEPARATE FINANCIAL STATEMENTS											
	Paid-up capital		Ownership interest		Cost method		Equity method		Dividend received			
	As at	As at	As at	As at	As at	As at	As at	As at	For the three-month	For the nine-month		
	September 30,	December 31,	September 30,	December 31,	September 30,	December 31,	September 30,	December 31,	periods ended September 30,	periods ended September 30,		
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
	Million	Million	%	%	Million	Million	Million	Million	Million	Million	Million	Million
	Baht	Baht			Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Icare Health Co., Ltd.	165	165	100	100	165	165	342	311	-	-	-	-
Healthiness Co., Ltd.	35	35	100	100	35	35	53	50	-	-	-	-
Total investment												
in subsidiaries					200	200	395	361	-	-	-	-

11. OTHER NON-CURRENT ASSETS

Other non-current assets as at September 30, 2023 and December 31, 2022 consisted of the following:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2023 Baht	As at December 31, 2022 Baht	As at September 30, 2023 Baht	As at December 31, 2022 Baht
Deposits	24,749,527	18,017,113	493,516	492,450
Others	708,792	623,792	-	-
Total	25,458,319	18,640,905	493,516	492,450

12. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as at September 30, 2023 and December 31, 2022 consisted of the following:

		CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	Note	As at September 30, 2023 Baht	As at December 31, 2022 Baht	As at September 30, 2023 Baht	As at December 31, 2022 Baht
Trade payables					
Other companies		129,591,779	131,800,144	-	-
Total trade payables		129,591,779	131,800,144	-	-
Other payables					
Related companies	4	193,056	166,788	27,325	26,593
Other companies		5,294,918	5,339,564	104,901	110,617
Total other payables		5,487,974	5,506,352	132,226	137,210
Advance received		535,910	119,472	-	-
Accrued expenses		11,332,473	12,690,348	3,117,878	3,006,406
Revenue Department payable		1,164,670	408,941	343,273	305,711
Others		530,765	649,195	-	-
Total		148,643,571	151,174,452	3,593,377	3,449,327

13. SHARE CAPITAL AND SHARE PREMIUM ON ORDINARY SHARES

On November 30, 2021, the Company issued 72,000,000 newly ordinary shares at a par value of Baht 0.50 per share, which was sold at a price of Baht 9.80 per share, totaling Baht 706 million, as a result, the Company had a share premium on ordinary shares of Baht 669.60 million and expenses related to the offering of shares amounted to Baht 21.96 million, which the Company deducted such expense from share premium on ordinary shares. As at September 30, 2023 and December 31, 2022, share premium on ordinary shares was Baht 647.64 million.

Section 51 of the Public Limited Companies Act B.E. 2535, requires a company to set aside share subscription monies received in excess amount of the par value of the shares issued to a reserve account ("share premium on ordinary shares"). Share premium on ordinary shares are not available for dividend distribution.

14. LEGAL RESERVE

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

As at September 30, 2023 and December 31, 2022, the Company’s legal reserve equaled to one-tenth of the registered share capital.

15. BASIC EARNINGS PER SHARE

The calculations of earnings per share for the three-month and nine-month periods ended September 30, 2023 and 2022 were based on the profit for the periods attributable to ordinary shareholders of the Company and the number of weighted ordinary shares outstanding held by shareholders as follows:

	FOR THE THREE-MONTH PERIODS ENDED SEPTEMBER 30,			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2023	2022	2023	2022
Basic earnings per share				
Profit attributable to owners of the Company (Baht)	16,211,618	31,202,076	16,211,618	31,202,076
Weighted-average number of ordinary shares (Shares)	272,000,000	272,000,000	272,000,000	272,000,000
Basic earnings per share (Baht)	0.06	0.11	0.06	0.11
	FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30,			
	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2023	2022	2023	2022
Basic earnings per share				
Profit attributable to owners of the Company (Baht)	44,975,874	84,207,510	44,975,874	84,207,510
Weighted-average number of ordinary shares (Shares)	272,000,000	272,000,000	272,000,000	272,000,000
Basic earnings per share (Baht)	0.17	0.31	0.17	0.31

16. SEGMENT INFORMATION

The Group presented the financial information segment in respect of the Group under management approach. Operating segment is based on the Group’s management, the management structure and internal reporting.

Business segments

The Group operates in a single line of business which is the pharmacy business by distributing medicines, medical supplies, cosmeceuticals, supplements, medical devices and other healthcare products including inventing, developing, importing and distributing innovative health products. All of them are classified as health products for external use and dietary supplements. Therefore, the management considers that the Group has only one business segment.

Geographical segments

The Group operates in a single geographic area in Thailand. Therefore, the management considers that the Group has only one geographical segment.

Information about transactions with major customers

For the three-month and nine-month periods ended September 30, 2023 and 2022, the Group had no revenues from sales with a single external customer contributed 10% or more to the Group's total revenue.

17. COMMITMENTS AND CONTINGENT LIABILITIES

17.1 Capital commitments

As at September 30, 2023 and December 31, 2022, the Group had capital commitments in respect of building improvement approximately Baht 0.35 million and Baht 2.44 million, respectively.

17.2 Non-cancellable service agreements

The Group had future minimum lease payments required under non-cancellable service agreements as follows:

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2023	As at December 31, 2022	As at September 30, 2023	As at December 31, 2022
	Million Baht	Million Baht	Million Baht	Million Baht
Within one year	17.33	15.92 ^(*)	0.32	0.18
Over one year to five years	17.96	17.15 ^(*)	-	-
Total	35.29	33.07	0.32	0.18

(*) The Group has adjusted amount disclosed in notes to the financial statements to conform to the disclosure in notes to the financial statements for current period.

For the three-month periods ended September 30, 2023 and 2022, the Group recorded expenses according to the non-cancellable service agreements in the consolidated statements of comprehensive income of Baht 5.34 million and Baht 4.67 million, respectively. For the three-month periods ended September 30, 2023 and 2022, the Company recorded expenses according to the non-cancellable service agreements in the separate statements of comprehensive income of Baht 0.14 million and Baht 0.14 million, respectively.

For the nine-month periods ended September 30, 2023 and 2022, the Group recorded expenses according to the non-cancellable service agreements in the consolidated statements of comprehensive income of Baht 15.24 million and Baht 12.80 million, respectively. For the nine-month periods ended September 30, 2023 and 2022, the Company recorded expenses according to the non-cancellable service agreements in the separate statements of comprehensive income of Baht 0.41 million and Baht 0.23 million, respectively.

18. DIVIDEND PAID

On April 22, 2022, the Annual General Meeting of the Company passed a resolution to distribute an annual dividend for the year 2021 at Baht 0.16 per share, totaling Baht 43.52 million. The dividend was paid on May 20, 2022.

On April 12, 2023, the Annual General Meeting of the Company passed a resolution to distribute an annual dividend for the year 2022 at Baht 0.18 per share, totaling Baht 48.96 million. The dividend was paid on May 11, 2023.

19. FAIR VALUE MEASUREMENTS

19.1 Financial instruments measured at fair value

Certain financial assets of the Group and the Company are measured at fair value at the end of reporting period. The following table gives information about how the fair values of these financial assets are determined.

Financial assets	CONSOLIDATED FINANCIAL STATEMENTS			
	Fair value		Fair value hierarchy	Valuation techniques and key inputs in fair value measurements
	As at	As at		
	September 30, 2023 Baht	December 31, 2022 Baht		
Other current financial assets				
Financial assets mandatorily measured at FVTPL				
Unit trust	468,062,684	502,951,090	2	Net asset value of unit trust

Financial assets	SEPARATE FINANCIAL STATEMENTS			
	Fair value		Fair value hierarchy	Valuation techniques and key inputs in fair value measurements
	As at	As at		
	September 30, 2023 Baht	December 31, 2022 Baht		
Other current financial assets				
Financial assets mandatorily measured at FVTPL				
Unit trust	436,385,421	502,951,090	2	Net asset value of unit trust

19.2 Financial instruments not measured at fair value

As at September 30, 2023 and December 31, 2022, fair value of cash and cash equivalents, trade and other current receivables, and trade and other current payables are considered to approximate their respective carrying value in the consolidated and separate statements of financial position since the fair value are predominantly subject to market interest rate and mature in the short-term.

The transactions disclosed in the following tables, are considered that the carrying amounts recognized in the consolidated and separate statements of financial position are different from their fair values as follows:

Financial assets	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
	As at September 30, 2023		As at December 31, 2022		Fair value hierarchy
	Carrying amount	Fair value	Carrying amount	Fair value	
Other current financial assets					
Financial assets measured at amortized cost					
Bonds	65,375,789	65,312,772	4,014,692	4,017,184	2
Other non-current financial assets					
Financial assets measured at amortized cost					
Bonds	4,927,615	4,958,400	-	-	2

For bonds, their fair values are determined based on the prices approached by the Thai Bond Market Association.

20. RECLASSIFICATION

A reclassification had been made in the consolidated financial statements for the three-month and nine-month periods ended September 30, 2022 to conform to the classification used in current period's consolidated financial statements. Such reclassification had no effect to previously reported net profit, total comprehensive income and shareholders' equity. The reclassification was as follow:

Account	Previous presentation	Current presentation	Amount CONSOLIDATED FINANCIAL STATEMENTS Baht
Statement of change in shareholders' equity			
Retained earnings	Retained earnings	Retained earnings	6,500,000
- Unappropriatd	- Appropriated	- Unappropriated	
	- Legal reserve		

21. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were authorized for issuance by the Board of Directors of the Company on November 10, 2023.