

PRINCIPAL CAPITAL PUBLIC COMPANY LIMITED

**INTERIM CONSOLIDATED AND SEPARATE
FINANCIAL INFORMATION
(UNAUDITED)**

31 MARCH 2023



AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Principal Capital Public Company Limited

I have reviewed the interim consolidated financial information of Principal Capital Public Company Limited and its subsidiaries, and the interim separate financial information of Principal Capital Public Company Limited. These comprise the consolidated and separate statements of financial position as at 31 March 2023, the consolidated and separate statements of comprehensive income for the three-month periods then ended, the related consolidated and separate statements of changes in equity and cash flows for the three-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

A handwritten signature in blue ink, appearing to read 'Sanicha Akarakittilap', with a stylized flourish at the end.

Sanicha Akarakittilap
Certified Public Accountant (Thailand) No. 8470
Bangkok
10 May 2023

Principal Capital Public Company Limited
Statement of Financial Position
As at 31 March 2023

	Notes	Consolidated financial information		Separate financial information	
		Unaudited 31 March 2023 Baht	Audited 31 December 2022 Baht	Unaudited 31 March 2023 Baht	Audited 31 December 2022 Baht
Assets					
Current assets					
Cash and cash equivalents		675,970,433	514,206,776	31,710,140	48,976,454
Financial assets measured at fair value through profit or loss	7	319,713,264	581,994,284	319,705,247	581,986,286
Short-term fixed deposits		3,442,207	3,428,903	-	-
Trade receivables, other receivables and prepayments, net	8	964,558,769	1,038,418,708	659,055,776	532,964,805
Current portion of lease receivables, net		-	-	1,811,834	1,795,446
Short-term loans to subsidiaries	18	-	-	115,057,652	129,306,646
Current portion of long-term loans to a subsidiary	18	-	-	25,328,419	23,841,849
Inventories, net		129,470,329	133,123,310	12,068,727	10,510,328
Other current assets		8,388,177	5,957,870	437,116	632,834
Total current assets		2,101,543,179	2,277,129,851	1,165,174,911	1,330,014,648
Non-current assets					
Restricted deposits at financial institutions		4,705,561	5,065,561	-	-
Lease receivables, net		-	-	1,087,756	1,546,910
Investment in an associate		189,745	244,747	-	-
Investments in subsidiaries	9	-	-	10,283,803,197	10,283,803,197
Financial assets measured at fair value through profit or loss	7	611,250	330,000	330,000	330,000
Long-term loans to a subsidiary	18	-	-	1,349,980,800	1,090,372,876
Investment property, net	10	1,103,015,112	1,127,532,373	-	-
Property, plant and equipment, net	11	11,493,280,739	11,412,617,322	1,847,530,051	1,840,258,260
Intangible assets, net	12	253,907,706	265,942,481	2,965,009	3,222,223
Right-of-use assets, net	13	537,128,986	474,327,748	203,480,527	123,336,390
Goodwill		2,008,997,018	2,008,997,018	-	-
Deferred tax assets		14,525,846	12,447,488	-	-
Other non-current assets		192,362,426	192,746,898	64,296,158	71,237,248
Total non-current assets		15,608,724,389	15,500,251,636	13,753,473,498	13,414,107,104
Total assets		17,710,267,568	17,777,381,487	14,918,648,409	14,744,121,752

Director _____ Director _____

The accompanying notes are an integral part of this interim financial information.

Principal Capital Public Company Limited
Statement of Financial Position (Cont'd)
As at 31 March 2023

	Notes	Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		31 March	31 December	31 March	31 December
		2023	2022	2023	2022
		Baht	Baht	Baht	Baht
Liabilities and equity					
Current liabilities					
Bank overdrafts from a financial institution		-	4,844,763	-	-
Short-term borrowings from financial institutions	15	1,025,063,409	1,024,635,815	1,025,063,409	1,024,635,815
Trade and other payables	14	713,588,895	794,468,476	92,233,509	83,520,192
Advances received from customers		76,934,114	75,765,352	9,084,772	12,004,074
Short-term borrowings from related parties	15, 18	-	-	518,481,729	515,553,647
Current portion of lease liabilities	15	125,817,196	131,494,322	40,176,513	40,165,847
Current portion of long-term borrowings from financial institutions	15	352,020,029	327,936,055	118,903,516	113,561,103
Current portion of long-term borrowings from a subsidiary	15, 18	-	-	4,726,027	4,844,178
Income tax payable		39,321,733	32,641,685	-	-
Deposits received from customers - current		20,118,789	20,061,709	-	-
Other current liabilities		71,130,086	86,801,060	5,401,129	8,717,895
Total current liabilities		2,423,994,251	2,498,649,237	1,814,070,604	1,803,002,751
Non-current liabilities					
Lease liabilities	15	257,559,533	213,701,965	110,421,787	53,296,120
Long-term borrowings from financial institutions	15	4,221,922,800	4,112,668,360	545,291,702	579,082,143
Long-term borrowings from a subsidiary	15, 18	-	-	1,500,000,000	1,500,000,000
Deposits received from customers		23,732,740	22,972,980	-	-
Deferred tax liabilities		383,721,187	386,401,962	157,560,216	154,690,383
Employee benefit obligations		163,339,566	159,045,061	20,172,800	19,964,983
Subsidiary's shares acquisition payables		47,986,126	47,791,166	-	-
Other non-current liabilities		21,401,685	15,215,311	158,804	112,481
Total non-current liabilities		5,119,663,637	4,957,796,805	2,333,605,309	2,307,146,110
Total liabilities		7,543,657,888	7,456,446,042	4,147,675,913	4,110,148,861

The accompanying notes are an integral part of this interim financial information.

Principal Capital Public Company Limited
Statement of Financial Position (Cont'd)
As at 31 March 2023

	Consolidated		Separate	
	financial information		financial information	
	Unaudited	Audited	Unaudited	Audited
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
Note	Baht	Baht	Baht	Baht
Liabilities and equity (Cont'd)				
Equity				
Share capital	16			
Authorised share capital				
4,189,427,552 ordinary shares				
at a par value of Baht 1 each	4,189,427,552	4,189,427,552	4,189,427,552	4,189,427,552
Issued and paid-up share capital				
3,808,570,502 paid-up ordinary shares				
at a par value of Baht 1 each	3,808,570,502	3,808,570,502	3,808,570,502	3,808,570,502
Premium on paid-up share capital	6,233,379,469	6,233,379,469	6,233,379,469	6,233,379,469
Retained earnings (deficits)				
Appropriated - legal reserve	73,001,321	73,001,321	73,001,321	73,001,321
Unappropriated	(967,920,535)	(829,872,931)	656,021,204	519,021,599
Other components of equity	220,041,103	220,041,103	-	-
Equity attributable to owners of the parent	9,367,071,860	9,505,119,464	10,770,972,496	10,633,972,891
Non-controlling interests	799,537,820	815,815,981	-	-
Total equity	10,166,609,680	10,320,935,445	10,770,972,496	10,633,972,891
Total liabilities and equity	17,710,267,568	17,777,381,487	14,918,648,409	14,744,121,752

The accompanying notes are an integral part of this interim financial information.

Principal Capital Public Company Limited
Statement of Comprehensive Income
For the three-month period ended 31 March 2023

	Note	Consolidated financial information		Separate financial information	
		Unaudited 2023	Unaudited 2022	Unaudited 2023	Unaudited 2022
		Baht	Baht	Baht	Baht
Revenues from healthcare services	5	1,069,167,333	1,986,887,160	109,366,828	753,049,081
Revenues from sales and services	5	141,116,803	98,261,175	19,425,000	18,765,000
Costs of healthcare services		(916,143,504)	(1,233,093,190)	(117,276,201)	(406,093,922)
Costs of sales and services		(82,318,144)	(62,509,051)	(13,906,990)	(11,267,470)
Gross profit (loss)		211,822,488	789,546,094	(2,391,363)	354,452,689
Other income		17,605,387	69,866,785	215,829,253	12,534,701
Selling expenses		(32,437,397)	(15,226,720)	(3,177,081)	(1,035,890)
Administrative expenses		(296,702,956)	(260,900,030)	(43,614,547)	(154,319,141)
Other expenses		(5,441,728)	(3,941,735)	(399,652)	-
Finance costs		(47,923,303)	(37,503,704)	(26,390,797)	(22,866,954)
Share of loss of an associate		(55,002)	(70,215)	-	-
Profit (loss) before income tax expense		(153,132,511)	541,770,475	139,855,813	188,765,405
Income tax expense		(3,751,441)	(85,206,829)	(2,867,108)	(38,884,768)
Profit (loss) for the period		(156,883,952)	456,563,646	136,988,705	149,880,637
Other comprehensive income (expense) :					
Items that will not be reclassified to profit or loss					
Remeasurements of employee benefit obligations		3,197,734	-	13,625	-
Deferred income tax on remeasurements of employee benefit obligations		(639,547)	-	(2,725)	-
Total items that will not be reclassified to profit or loss		2,558,187	-	10,900	-
Other comprehensive income for the period, net of tax		2,558,187	-	10,900	-
Total comprehensive income (expense) for the period		(154,325,765)	456,563,646	136,999,605	149,880,637

The accompanying notes are an integral part of this interim financial information.

Principal Capital Public Company Limited
Statement of Comprehensive Income (Cont'd)
For the three-month period ended 31 March 2023

	Consolidated		Separate	
	financial information		financial information	
	Unaudited 2023 Baht	Unaudited 2022 Baht	Unaudited 2023 Baht	Unaudited 2022 Baht
Profit (loss) attributable to:				
Owner of the parent	(140,500,762)	420,869,473	136,988,705	149,880,637
Non-controlling interests	(16,383,190)	35,694,173	-	-
	<u>(156,883,952)</u>	<u>456,563,646</u>	<u>136,988,705</u>	<u>149,880,637</u>
Total comprehensive income (expense)				
attributable to:				
Owner of the parent	(138,047,604)	420,869,473	136,999,605	149,880,637
Non-controlling interests	(16,278,161)	35,694,173	-	-
	<u>(154,325,765)</u>	<u>456,563,646</u>	<u>136,999,605</u>	<u>149,880,637</u>
Profit (loss) per share				
	17			
Basic profit (loss) per share	<u>(0.037)</u>	<u>0.111</u>	<u>0.036</u>	<u>0.039</u>

The accompanying notes are an integral part of this interim financial information.

Principal Capital Public Company Limited
Statement of Changes in Equity

For the three-month period ended 31 March 2023

Consolidated financial information (Unaudited)

	Attributable to owners of the parent												Total equity
	Retained earnings (deficits)				Other components of equity								
	Issued and paid-up share capital	Premium on share capital	Appropriated - legal reserve	Unappropriated	Difference arising from business combination under common control	Difference arising from change in ownership interest in subsidiaries	Total other components of equity	Total owners of the parent	Non-controlling interests				
Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	
Opening balance as at 1 January 2022	3,808,570,502	6,233,379,469	73,001,321	(1,076,663,397)	764,129,669	5,760,267	769,889,936	9,808,177,831	1,052,277,182			10,860,455,013	
Change in ownership interest in a subsidiary	-	-	-	-	-	-	-	-	50,336,723			50,336,723	
Total comprehensive income for the period	-	-	-	420,869,473	-	-	-	420,869,473	35,694,173			456,563,646	
Closing balance as at 31 March 2022	3,808,570,502	6,233,379,469	73,001,321	(655,793,924)	764,129,669	5,760,267	769,889,936	10,229,047,304	1,138,308,078			11,367,355,382	
Opening balance as at 1 January 2023	3,808,570,502	6,233,379,469	73,001,321	(829,872,931)	764,129,669	(544,088,566)	220,041,103	9,505,119,464	815,815,981			10,320,935,445	
Total comprehensive expense for the period	-	-	-	(138,047,604)	-	-	-	(138,047,604)	(16,278,161)			(154,325,765)	
Closing balance as at 31 March 2023	3,808,570,502	6,233,379,469	73,001,321	(967,920,535)	764,129,669	(544,088,566)	220,041,103	9,367,071,860	799,537,820			10,166,609,680	

The accompanying notes are an integral part of this interim financial information.

Principal Capital Public Company Limited
Statement of Changes in Equity (Cont'd)
For the three-month period ended 31 March 2023

	Separate financial information (Unaudited)					
	Issued and paid-up share capital Baht	Premium on share capital Baht	Retained earnings			Total equity Baht
			Appropriated - legal reserve Baht	Unappropriated Baht		
Opening balance as at 1 January 2022	3,808,570,502	6,233,379,469	73,001,321	544,401,400		10,659,352,692
Total comprehensive income for the period	-	-	-	149,880,637		149,880,637
Closing balance as at 31 March 2022	<u>3,808,570,502</u>	<u>6,233,379,469</u>	<u>73,001,321</u>	<u>694,282,037</u>		<u>10,809,233,329</u>
Opening balance as at 1 January 2023	3,808,570,502	6,233,379,469	73,001,321	519,021,599		10,633,972,891
Total comprehensive income for the period	-	-	-	136,999,605		136,999,605
Closing balance as at 31 March 2023	<u>3,808,570,502</u>	<u>6,233,379,469</u>	<u>73,001,321</u>	<u>656,021,204</u>		<u>10,770,972,496</u>

The accompanying notes are an integral part of this interim financial information.

Principal Capital Public Company Limited
Statement of Cash Flows
For the three-month period ended 31 March 2023

	Consolidated		Separate	
	financial information		financial information	
	Unaudited 2023 Baht	Unaudited 2022 Baht	Unaudited 2023 Baht	Unaudited 2022 Baht
Cash flows from operating activities				
Profit (loss) before income tax	(153,132,511)	541,770,475	139,855,813	188,765,405
Adjustments for:				
Depreciation and amortisation	186,096,100	147,763,736	27,846,604	26,608,595
(Reversal) allowance for expected credit losses	(457,775)	6,129,916	1,110,810	5,691,632
Reversal of allowance for inventories obsolescence	(56,489)	-	(56,489)	-
Realised gains on disposals of financial assets measured at fair value through profit or loss	(658,411)	(194,519)	(658,411)	(194,519)
Unrealised gains on changes in fair values of financial assets measured at fair value through profit or loss	7 (1,060,569)	(499,960)	(1,060,550)	(499,955)
Gain on loan modification	-	(56,060,947)	-	-
Gain on reversal of deposit	-	(15,000,000)	-	-
(Gain) loss on disposals of equipment	(622,070)	(207,897)	(747,663)	86
Loss on lease termination	6,938	-	-	-
Loss on liquidation of a subsidiary	-	-	-	48,764,558
Employee benefit expenses	8,510,711	4,620,482	1,016,430	761,856
Dividend income	-	-	(204,027,908)	-
Interest income	(19,243)	(8,902)	(7,967,349)	(8,818,850)
Finance costs	47,923,303	37,503,704	26,390,797	22,866,954
Share of loss from an associate	55,002	70,215	-	-
Profit (loss) from operating activities before changes in operating assets and liabilities	86,584,986	665,886,303	(18,297,916)	283,945,762
Trade receivables, other receivables and prepayments	158,536,762	(264,526,812)	76,826,128	(373,688,445)
Inventories	3,709,470	(57,095,391)	(1,501,910)	809,184
Other current assets	(3,249,930)	2,714,278	195,718	(919,126)
Other non-current assets	5,309,369	25,255,719	(262,790)	3,358,459
Trade and other payables	11,265,251	19,448,636	258,349	110,560,540
Advances received from customers	1,168,762	(234,390,533)	(2,919,302)	(58,973,714)
Deposits received from customers	816,840	(909,508)	-	-
Other current liabilities	(15,670,974)	(19,520,612)	(3,316,766)	(17,324,567)
Employee benefits paid	(1,018,472)	(11,513,865)	(794,988)	(6,713,543)
Other non-current liabilities	6,186,374	(5,362,563)	46,323	(449,625)
Cash generated from (used in) operating activities	253,638,438	119,985,652	50,232,846	(59,395,075)
Interest paid	(37,202,251)	(28,276,358)	(23,025,401)	(15,013,880)
Income tax paid	(16,575,348)	(47,305,225)	(2,796,120)	(6,258,802)
Net cash generated from (used in) operating activities	199,860,839	44,404,069	24,411,325	(80,667,757)

The accompanying notes are an integral part of this interim financial information.

Principal Capital Public Company Limited
Statement of Cash Flows (Cont'd)
For the three-month period ended 31 March 2023

	Notes	Consolidated financial information		Separate financial information	
		Unaudited	Unaudited	Unaudited	Unaudited
		2023	2022	2023	2022
		Baht	Baht	Baht	Baht
Cash flows from investing activities					
Proceeds from disposals of short-term investments		264,000,000	580,569,428	264,000,000	580,569,428
Purchases of short-term fixed deposits		(13,304)	-	-	-
Purchases of short-term investments		-	(1,052,016,808)	-	(1,050,000,000)
Decrease in restricted deposits at financial institutions		360,000	-	-	-
Cash received from short-term loans to a subsidiary	18	-	-	141,380,343	-
Cash received from long-term loans to a subsidiary	18	-	-	75,500,000	2,904,000,000
Payments of short-term loans to a subsidiary	18	-	-	(127,238,212)	-
Payments of long-term loans to a subsidiary	18	-	-	(335,000,000)	(690,000,000)
Purchases of financial assets measured at fair value through profit or loss		(281,250)	-	-	-
Payments of deposit for hospital acquisition	8, 22	(84,219,048)	-	-	-
Payments for increased in share capital of a subsidiary		-	-	-	(2,400,000,000)
Payments on a subsidiary's shares acquisition		-	(200,530,251)	-	-
Cash received from lease receivables		-	-	442,766	427,005
Cash received from interest income		19,243	8,902	6,479,718	5,877,792
Proceeds from liquidation of a subsidiary		-	-	-	11,235,435
Proceeds from disposals of equipment		763,834	509,241	747,664	7,207
Purchases of investment property		(823,026)	-	-	-
Purchases of plant and equipment		(286,505,867)	(74,004,775)	(19,602,638)	(14,838,547)
Purchases of intangible assets		(5,663,887)	(2,357,805)	-	-
Purchases of right-of-use assets		(10,000,000)	-	(10,000,000)	-
Net cash used in investing activities		(122,363,305)	(747,822,068)	(3,290,359)	(652,721,680)
Cash flows from financing activities					
Proceeds from borrowings from financial institutions	15	206,000,000	563,410,000	-	500,000,000
Repayments of borrowings from financial institutions	15	(82,144,775)	(52,240,691)	(28,381,775)	(1,531,229,691)
Proceeds from borrowings from related parties	18	-	-	-	1,813,754,102
Payments on borrowings from related parties	18	-	(5,000,000)	-	(173,133,021)
Payments on lease liabilities		(34,744,339)	(29,170,846)	(10,005,505)	(10,397,339)
Net cash generated from (used in) financing activities		89,110,886	476,998,463	(38,387,280)	598,994,051

The accompanying notes are an integral part of this interim financial information.

Principal Capital Public Company Limited
Statement of Cash Flows (Cont'd)
For the three-month period ended 31 March 2023

	Consolidated		Separate	
	financial information		financial information	
	Unaudited	Unaudited	Unaudited	Unaudited
	2023	2022	2023	2022
	Baht	Baht	Baht	Baht
Increase (decrease) in cash and cash equivalents	166,608,420	(226,419,536)	(17,266,314)	(134,395,386)
Cash and cash equivalents at the beginning of the period, net	509,362,013	488,647,627	48,976,454	164,043,605
Cash and cash equivalents at the end of the period	675,970,433	262,228,091	31,710,140	29,648,219

Non-cash transactions

Significant non-cash transactions for the three-month period ended 31 March are as follows:

Purchases of plant and equipment not yet paid for	93,893,153	41,457,895	10,475,392	11,614,990
Purchases of equipment under lease contracts	72,442,957	99,701,475	66,947,713	15,439,373
Subsidiary's shares acquisition payables	47,986,126	72,455,769	-	-
Accrued dividend income	-	-	204,027,908	-

The accompanying notes are an integral part of this interim financial information.

1 Basis of preparation

The interim consolidated and separated financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting, accounting guidance issued by the Federation of Accounting Professions (TFAC) and other financial reporting requirements issued under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2022.

Comparative figures have been adjusted to conform with changes in presentation in the current period.

An English version of these interim consolidated and separate financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

2 Accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2022.

New and amended Thai Financial Reporting Standards effective for the accounting periods beginning on or after 1 January 2023 do not have material impact on the Group.

3 Adoption of new financial reporting standards and changes in accounting policies

New and amended financial reporting standards that are effective for accounting period beginning or after 1 January 2023 and have no significant impacts to the Group

- a) **Amendment to TAS 16 - Property, plant and equipment** clarified to prohibit entities from deducting from the cost of an item of PP&E any proceeds received from selling any items produced while the entity is preparing that asset for its intended use.
- b) **Amendment to TFRS 3 - Business combinations** clarified some minor amendments to update its references to the Conceptual Framework for Financial Reporting and added a consideration for the recognition of liabilities and contingent liabilities acquired from business combinations. The amendments also confirmed that contingent assets shouldn't be recognised at the acquisition date.
- c) **Amendment to TFRS 9 - Financial Instruments** clarified which fees should be included in the 10% test for the derecognition of financial liabilities. It should only include fees between the borrower and lender.

4 Estimates

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The Group's management assess that the loans to subsidiaries have low default risks. Management decides not to reserve allowance for expected credit losses of these loans during this quarter. However, they will consider the new event and information which may affect to this estimate frequently. If the event might significantly affect to this accounting estimate, management will reconsider for reassessment this estimate.

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6 Fair value

The following table presents financial assets that are measured at fair value, excluding where its fair value is approximating the carrying amount.

	Consolidated financial information							
	Level 1		Level 2		Level 3		Total	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Assets								
Financial assets measured at fair value through profit or loss								
Debt investments (Note 7)	-	-	319,713	581,994	-	-	319,713	581,994
Equity Instruments (Note 7)	-	-	-	-	611	330	611	330
	Separate financial information							
	Level 1		Level 2		Level 3		Total	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Assets								
Financial assets measured at fair value through profit or loss								
Debt investments (Note 7)	-	-	319,705	581,986	-	-	319,705	581,986
Equity Instruments (Note 7)	-	-	-	-	330	330	330	330

7 Financial assets measured at fair value through profit or loss

Movements of investments in trading securities and investments in equity instruments for the three-month period ended 31 March 2023 is as follows:

	Consolidated financial information		Separate financial information	
	Trading securities Thousand Baht	Investments in equity instruments Thousand Baht	Trading securities Thousand Baht	Investments in equity instruments Thousand Baht
Opening balance	581,994	330	581,986	330
Additions	-	281	-	-
Disposals	(263,342)	-	(263,342)	-
Change in fair value	1,061	-	1,061	-
Closing balance	319,713	611	319,705	330

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8 Trade receivables, other receivables and prepayments, net

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Trade receivables - third parties	825,138	982,805	444,480	518,092
Trade receivables - related parties (Note 18)	230	230	7,792	7,438
Accrued income	24,119	30,945	1,204	5,242
<u>Less</u> allowance for expected credit losses	(32,191)	(32,649)	(22,654)	(21,544)
Trade receivables, net	817,296	981,331	430,822	509,228
Prepaid expenses	28,210	22,866	4,912	4,091
Advance expenses	10,975	8,742	4,871	4,978
Deposit for hospital acquisition (Note 22)	84,219	-	-	-
Accrued dividend income	-	-	204,028	-
Other receivables - related parties (Note 18)	813	1,006	-	-
Other receivables - third parties	23,046	24,474	14,423	14,668
	964,559	1,038,419	659,056	532,965

Outstanding trade accounts receivable - third parties can be analysed as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Not overdue (due within 1 month)	159,918	149,884	21,460	21,650
Overdue				
Up to 3 months	144,409	171,163	30,894	39,389
3 - 6 months	40,735	125,105	26,662	80,693
6 - 12 months	297,322	382,373	245,340	264,083
Over 12 months	182,754	154,280	120,124	112,277
	825,138	982,805	444,480	518,092
<u>Less</u> allowance for expected credit losses	(32,191)	(32,649)	(22,654)	(21,544)
	792,947	950,156	421,826	496,548

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Outstanding trade accounts receivable - related parties can be analysed as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Not overdue (due within 1 month)	230	230	6,959	7,403
Overdue				
Up to 3 months	-	-	833	-
3 - 6 months	-	-	-	-
6 - 12 months	-	-	-	35
	230	230	7,792	7,438

9 Investments in subsidiaries

9.1 Investment details

As at 31 March 2023, there is no change of investments in subsidiaries from the year ended 31 December 2022.

9.2 Movements of investments

Movements of investment in subsidiaries for the three-month period ended 31 March 2023 and for the year ended 31 December 2022 are as follows:

	Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Opening net book value	10,283,803	8,012,155
Increase in investment	-	2,400,000
Liquidation of a subsidiary	-	(75,000)
Capital repayment	-	(53,352)
Closing net book value	10,283,803	10,283,803

10 Investment property, net

The movements of investment property during the three-month period ended 31 March 2023 are as follows:

	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
Opening net book amount	1,127,532	-
Reclassified as property, plant and equipment (Note 11)	(14,571)	-
Additions	823	-
Depreciation charges	(10,769)	-
Closing net book amount	1,103,015	-

As at 1 January 2023, the Group has reclassified investment property as property, plant and equipment due to the change in purpose of use of residential buildings to medical service areas (Note 11).

As at 31 March 2023, the Group's lands and buildings of net book value of Baht 982.5 million (31 December 2022 : Baht 1,006.1 million) has been pledged as securities for borrowing facilities from a financial institution (Note 15).

11 Property, plant and equipment, net

The movements of property, plant and equipment during the three-month period ended 31 March 2023 are as follows:

	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
Opening net book amount	11,412,617	1,840,258
Additions	194,229	28,058
Reclassified from investment property (Note 10)	14,571	-
Reclassified from right-of-use assets (Note 13)	348	-
Disposals, net	(142)	-
Depreciation charges	(128,342)	(20,786)
Closing net book amount	11,493,281	1,847,530

As at 31 March 2023, the Group and the Company's land and buildings of net book value of Baht 8,339.2 million and Baht 1,743.2 million, respectively, (31 December 2022 : Baht 8,300.6 million and Baht 1,744.2 million, respectively) has been pledged as securities for borrowing facilities from financial institutions (Note 15).

For the three-month period ended 31 March 2023, borrowing costs totalling Baht 0.3 million (31 December 2022 : Baht 0.1 million), arising from financing specifically entered into for the construction of building, were capitalised during the period.

12 Intangible assets, net

The movements of intangible assets during the three-month period ended 31 March 2023 are as follows:

	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
Opening net book amount	265,942	3,222
Additions	5,664	-
Amortisation charges	(17,698)	(257)
Closing net book amount	253,908	2,965

13 Right-of-use assets, net

The movements of right-of-use assets during the three-month period ended 31 March 2023 are as follows:

	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
Opening net book amount	474,328	123,336
Additions	92,443	86,948
Reclassified as property, plant and equipment (Note 11)	(348)	-
Lease termination	(7)	-
Depreciation charges	(29,287)	(6,803)
Closing net book amount	537,129	203,481

As at 31 March 2023, the Group's right-of-use assets of net book value of Baht 12.3 million (31 December 2022 : Baht 12.3 million) has been pledged as securities for borrowing facilities from a financial institution (Note 15).

14 Trade and other payables

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Trade accounts payable - third parties	210,216	216,637	18,047	18,905
Trade accounts payable - related parties (Note 18)	706	705	5,296	9,014
Other payables - third parties	213,272	300,050	41,229	27,967
Hospital acquisition payables	54,200	53,735	-	-
Accrued expenses	214,361	191,673	23,090	21,999
Accrued medical service contract expenses	20,834	31,668	4,572	5,635
	713,589	794,468	92,234	83,520

15 Borrowings

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Current				
Short-term borrowings				
- Bank borrowings	1,024,992	1,024,538	1,024,992	1,024,538
- Accrued interest	71	98	71	98
Short-term borrowings from related parties (Note 18)				
- Borrowings from related parties	-	-	500,000	500,000
- Accrued interest	-	-	18,482	15,554
Current portion of long-term borrowings				
- Bank borrowings	350,943	326,968	118,904	113,363
- Accrued interest	1,077	968	-	198
- Lease liabilities	125,817	131,494	40,177	40,166
Current portion of long-term borrowings from a subsidiary (Note 18)				
- Accrued interest	-	-	4,726	4,844
Total current borrowings	1,502,900	1,484,066	1,707,352	1,698,761
Non-current				
Long-term borrowings				
- Bank borrowings	4,221,923	4,112,668	545,292	579,082
- Lease liabilities	257,560	213,702	110,422	53,296
Long-term borrowings from a subsidiary (Note 18)				
- Borrowings from a subsidiary	-	-	1,500,000	1,500,000
Total non-current borrowings	4,479,483	4,326,370	2,155,714	2,132,378
Total borrowings	5,982,383	5,810,436	3,863,066	3,831,139

The borrowings include secured liabilities in a total amount of Baht 4,577.7 million (31 December 2022 : Baht 4,442.0 million). Borrowings from financial institutions are secured by land and buildings of the Group (Notes 10, 11 and 13).

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The movements of borrowings during the three-month period ended 31 March 2023 (excluding lease liabilities) are analysed as follows:

	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
Opening balance	5,465,240	3,737,677
Borrowings received during the period		
- principle	206,000	-
- interest	43,173	24,717
Borrowings repaid during the period		
- principle	(82,145)	(28,382)
- interest	(33,965)	(22,105)
Amortisation of financing fee	703	560
Closing balance	<u>5,599,006</u>	<u>3,712,467</u>

16 Share capital and premium on share capital

	Authorised share capital		Issued and paid-up share capital			
	Number of shares	Ordinary shares Thousand Baht	Number of shares	Ordinary shares Thousand Baht	Share premium Thousand Baht	Total Thousand Baht
As at 1 January 2022	3,808,570,502	3,808,571	3,808,570,502	3,808,571	6,233,379	10,041,950
Increase in authorised share capital	380,857,050	380,857	-	-	-	-
As at 31 December 2022	4,189,427,552	4,189,428	3,808,570,502	3,808,571	6,233,379	10,041,950
Issuance of shares	-	-	-	-	-	-
As at 31 March 2023	<u>4,189,427,552</u>	<u>4,189,428</u>	<u>3,808,570,502</u>	<u>3,808,571</u>	<u>6,233,379</u>	<u>10,041,950</u>

The total number of issued and paid-up ordinary shares is 3,808,570,502 shares (31 December 2022 : 3,808,570,502 shares) with a par value of Baht 1 per share (31 December 2022 : Baht 1 per share).

17 Earnings (loss) per share

Basic earnings (loss) per share are calculated by dividing the profit (loss) attributable to shareholders of the Company by the weighted average number of ordinary shares in issue during the period, excluding treasury shares.

	For the three-month period ended 31 March			
	Consolidated financial information		Separate financial information	
	2023	2022	2023	2022
Net profit (loss) attributable to ordinary shareholders of the Company (Baht)	(140,500,762)	420,869,473	136,988,705	149,880,637
Weighted average number of ordinary shares outstanding (shares)	<u>3,808,570,502</u>	<u>3,808,570,502</u>	<u>3,808,570,502</u>	<u>3,808,570,502</u>
Earnings (loss) per share (Baht per share)	<u>(0.037)</u>	<u>0.111</u>	<u>0.036</u>	<u>0.039</u>

There is no diluted earnings per share during the period ended 31 March 2023 and 2022.

18 Related party transactions

The Company's shares are held by the Viddayakorn Family in the proportions of 68.54%. The remaining 31.46% of the shares are widely held.

Related transaction pricing policy as follow;

Related transaction	Pricing policy
Revenue from service, rental and its related service fees	Arm's Length Price
Interest income/expense	The Company's finance cost plus margin

The following material transactions were carried out with related parties:

- a) Revenue from services, revenue from rental, interest income, rental fees and service fees, and interest expenses

	For the three-month period ended 31 March			
	Consolidated financial information		Separate financial information	
	2023 Thousand Baht	2022 Thousand Baht	2023 Thousand Baht	2022 Thousand Baht
Revenue from services				
Subsidiaries	-	-	19,619	17,623
Related parties	645	2,928	645	645
	645	2,928	20,264	18,268
Revenue from rental				
Related parties	398	248	-	-
Interest income				
Subsidiaries	-	-	7,967	8,819
Rental and its related service fees				
Subsidiaries	-	-	2,235	2,127
Related parties	-	4,443	-	-
	-	4,443	2,235	2,127
Service fees				
Subsidiaries	-	-	4,296	53,269
Related parties	1,903	1,694	-	-
	1,903	1,694	4,296	53,269
Interest expenses				
Subsidiaries	-	-	13,562	7,002
Related parties	-	2,746	-	-
	-	2,746	13,562	7,002

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b) Outstanding balances arising from sales/purchases of goods, services and others

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Accounts receivable				
Subsidiaries	-	-	7,562	7,208
Related parties	230	230	230	230
	230	230	7,792	7,438
Other accounts receivable				
Related parties	813	1,006	-	-
Deposits				
A subsidiary	-	-	1,947	1,947
Lease receivables				
A subsidiary	-	-	2,900	3,342
Accounts payable				
Subsidiaries	-	-	5,295	9,014
Related parties	706	705	1	-
	706	705	5,296	9,014
Accrued expenses				
Subsidiaries	-	-	5,833	6,825

c) Loans to subsidiaries

The movements of short-term loans to subsidiaries during the three-month period ended 31 March 2023 and during the year ended 31 December 2022 are analysed as follows:

	Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Opening balance	129,307	-
Loans advanced during the period		
- principle	127,238	246,343
- interest	363	414
Loans repayment received during the period		
- principle	(141,380)	(117,330)
- interest	(470)	(120)
Closing balance	115,058	129,307
Short-term loans	114,871	129,013
Accrued interest	187	294

Short-term loans to subsidiaries met the terms and conditions of borrowing. An interest rate from source of borrowings plus 1.00% are due within 6 months from the borrowing date.

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The movements of long-term loans to a subsidiary during the three-month period ended 31 March 2023 and during the year ended 31 December 2022 are analysed as follows:

	Separate financial information	
	31 March 2023	31 December 2022
	Thousand Baht	Thousand Baht
Opening balance	1,114,215	2,821,573
Loans advanced during the period		
- principle	335,000	2,698,992
- interest	7,576	25,546
Loans repayment received during the period		
- principle	(75,500)	(4,411,500)
- interest	(5,982)	(20,396)
Closing balance	<u>1,375,309</u>	<u>1,114,215</u>
Long-term loans	1,314,492	1,054,992
Accrued interest	60,817	59,223

Long-term loans to a subsidiary met the terms and conditions of borrowing. Long-term loans to a subsidiary have bear an interest rate MLR - 2.10% per annum and interest rate 12-month fixed deposit plus 1.00% per annum and an interest rate from source of borrowings plus 1.00% are due within 3 years from the borrowing date.

d) Borrowings from related parties

The movements of short-term borrowings from related parties during the three-month period ended 31 March 2023 and during the year ended 31 December 2022 are analysed as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Opening balance	-	287,271	515,554	520,132
Borrowings received during the period				
- principle	-	-	-	850,574
- interest	-	9,984	2,928	15,988
Borrowings repaid during the period				
- principle	-	(265,000)	-	(866,733)
- interest	-	(32,255)	-	(4,407)
Closing balance	<u>-</u>	<u>-</u>	<u>518,482</u>	<u>515,554</u>
Short-term borrowings				
- subsidiaries	-	-	500,000	500,000
Accrued interest				
- subsidiaries	-	-	18,482	15,554

The Company has short-term borrowings from subsidiaries to serve normal operation which carry an interest rate of 3.25% and of 12-month fixed deposit plus 1.00% per annum are due within 6 months from the borrowing date.

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The movements of long-term borrowings from a subsidiary during the three-month period ended 31 March 2023 are analysed as follows:

	Separate financial information Thousand Baht
Opening balance	1,504,844
Borrowings received during the period	
- interest	10,634
Borrowings repaid during the period	
- interest	(10,752)
Closing balance	<u>1,504,726</u>
Long-term borrowings	1,500,000
Accrued interest	4,726

Long-term borrowings from a subsidiary met the terms and conditions of borrowing and have bear an interest rate 3.25% and are due within 3 years from the borrowing date.

e) Key management compensation of the Group

Key management compensation of the group is as follows:

	For the three-month period ended 31 March			
	Consolidated financial information		Separate financial information	
	2023 Thousand Baht	2022 Thousand Baht	2023 Thousand Baht	2022 Thousand Baht
Short-term benefits	15,523	16,223	8,576	6,935
Retirement benefits	819	1,294	177	404
	<u>16,342</u>	<u>17,517</u>	<u>8,753</u>	<u>7,339</u>

19 Letter of guarantees

As at 31 March 2023, the Company had letters of guarantee issued by financial institutions of Baht 8.5 million (31 December 2022 : Baht 8.5 million) in respect of certain performance bonds in relation for medical services and guaranteeing electricity usages with Metropolitan Electricity Authority as required in the normal course of business.

As at 31 March 2023, the Group had letters of guarantee issued by financial institutions of Baht 27.4 million (31 December 2022 : Baht 31.5 million) in respect of certain performance bonds in relation for medical services and guaranteeing electricity usages with Metropolitan Electricity Authority and Provincial Electricity Authority and guaranteeing gasoline filling as required in the normal course of business.

20 Commitments

20.1 Capital commitments

Capital expenditure contracted as at the statement of financial position date but not recognised in the financial information is as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Plant and equipment	64,322	207,423	53,693	12,219

20.2 Lease and service agreement commitments

The Group has entered into low-value assets leases agreement and short-term leases agreement with lease term less than 1 year which are non-cancellable lease agreements in respect to leases of equipment and its related service agreements. The terms are between 1 to 5 years. The future aggregate minimum lease payments under non-cancellable leases are as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Not later than 1 year	35,259	30,422	1,342	2,374
Later than 1 year but not later than 5 years	22,709	29,216	546	623
More than 5 years	3,257	4,787	-	-
	61,225	64,425	1,888	2,997

20.3 Long-term service commitments

As at 31 March 2023, the Group have a contractual commitment with a few well-known international standard hotel chains to manage the Group's serviced apartments.

There are no significant changes in the contractual commitment from the disclosed information on 31 December 2022 financial statements.

21 Authorisation of financial information

The interim consolidated and separate financial information was authorised for issue by the board of directors on 10 May 2023.

22 Events occurring after the reporting date

On 1 April 2023, a subsidiary acquired and accepted of entire business transfer of Ruamphat Phitsanulok Hospital, a private hospital operating in Phitsanulok. The purpose of the acquisition was to create a hub-and-spoke model for the Group's hospitals and enhance the profitability of the Group in the future.

The estimate amounts of asset below are provisional amounts of assets acquired and liabilities assumed at the date of business combination.

	<u>Thousand Baht</u>
Deposit for hospital acquisition	84,219
Present value of business acquisition payables	<u>484,555</u>
Net purchase consideration	<u>568,774</u>
	Provisional amount
	Thousand Baht
Cash and cash equivalents	8,978
Trade and other receivables	7,225
Inventories	2,942
Other current assets	55
Property, plant and equipment	72,537
Intangible assets	326
Other non-current assets	2
Trade and other payables	(20,245)
Other current liabilities	(358)
Employee benefit obligations	<u>(7,401)</u>
Net identifiable assets acquired (100.00%)	64,061
<u>Add</u> assets received from acquisition of a subsidiary on purchase price allocation process	<u>504,713</u>
	<u>568,774</u>

Net identifiable assets acquired from business combination are provisional amounts at the date of business combination. As at 1 April 2023, the initial accounting for the business combination was still incomplete. The adjustments to the provisional fair values of assets, liabilities acquired in a business combination will be made once the measurement has been done.