

1 General information

Tata Steel (Thailand) Public Company Limited ("the Company") is a public limited company which is incorporated and domiciled in Thailand and is listed on the Stock Exchange of Thailand since November 2002 with the objective to invest in other companies and provide management services. The address of the Company's registered office is as follows:

Rasa Tower 2, 20th Floor, 555 Phaholyothin Road, Chatuchak Sub-district, Chatuchak District, Bangkok 10900.

For reporting purposes, the Company and its subsidiaries are referred to as "the Group".

The principal business operation of the Group is manufacturing, rendering manufacturing services, distributing and trading of steel bars, wire rods and small section products.

The major shareholder is T S Global Holdings Pte. Ltd. ("TSGH"), which is incorporated in Singapore and holds 67.90% of the Company's shares, and is an affiliate of Tata Steel Limited, a listed company incorporated under the laws of India.

TSGH, the major shareholder of the Company, informed the Company that it is continuing its engagement with potential investors in continuation of its strategy to find a partner for the Group's business.

At the Board of Directors Meeting of Tata Steel (Thailand) Public Company Limited held on 16 July 2020, the Board of Directors passed a resolution to approve a plan for the Entire Business Transfer ("EBT") of The Siam Iron and Steel (2001) Company Limited and The Siam Construction Steel Company Limited, its subsidiaries, to N.T.S. Steel Group Public Company Limited, a subsidiary.

On 27 August 2020, N.T.S. Steel Group Public Company Limited, a subsidiary of the Company, registered a change in name with the Department of Business Development, Ministry of Commerce to Tata Steel Manufacturing (Thailand) Public Company Limited.

As at 31 December 2020 and 31 March 2020, Tata Steel Manufacturing (Thailand) Public Company Limited ("Tata Steel Manufacturing") which is a subsidiary has total current liabilities exceeding total current assets by Baht 2,240 million and Baht 2,439 million, respectively. However, the amount of current liabilities included the short-term borrowings from the parent company of Baht 3,472 million and Baht 3,092 million, respectively. The parent company has confirmed it will continue its financial support to Tata Steel Manufacturing to enable Tata Steel Manufacturing to continue its operations satisfactorily at least for the next 12 months from the statement of financial position date and the Group's management has prepared the business plan including initiatives to improve operation and financial results of Tata Steel Manufacturing. In addition, the Company manages the liquidity based on a group basis.

This interim consolidated and separate financial information was authorised for issue by the Board of Directors on 19 January 2021.

2 Significant events during the current period

After the outbreak of Coronavirus Disease 2019 ("COVID-19 outbreak") in early 2020, it has not resulted in the significantly adverse effects on the operating results for the 9-month period ended 31 December 2020. The Group is continue paying close attention to the development of the COVID-19 situation, evaluating its impact on the operation while strategizing effective solutions.

3 Accounting policies

The interim consolidated and separate financial information has been prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting 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 March 2020.

An English version of the 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.

4 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 March 2020, except for the following:

- 1) the adoption of the new financial reporting standards together with the application of the relevant relief measures as described in Note 5; and
- 2) the following application of the temporary exemption guidance to relieve the impact from COVID-19 (temporary measures to relieve the impact from COVID -19) announced by the Federation of Accounting Professions (TFAC).

Impairment of assets

The Group has chosen to exclude information related to COVID-19 as an indication of the impairment of assets.

For goodwill that the Group has to test for impairment annually, the Group has chosen not to include information related to COVID-19 that may potentially affect financial projections to consider for the asset's impairment testing.

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

The Group has adopted financial reporting standards relating to financial instruments (TAS 32, TFRS 7 and TFRS 9) and leases standard (TFRS 16) retrospectively from 1 April 2020, but has not restated comparatives for the year ended 31 March 2020 reporting period, as permitted in the standards. The reclassifications and adjustments arising from the new requirements are therefore recognised in the opening statement of financial position on 1 April 2020.

The following tables show the adjustments made to the amounts recognised in each line item in the statement of financial position upon adoption of the financial reporting standards relate to financial instruments (TAS 32 and TFRS 9) and leases standard (TFRS 16):

	Consolidated financial information			
	Unaudited			
	As at 31 March 2020 Previously reported Thousand Baht	TAS 32 and TFRS 9 Reclassifications and adjustments Thousand Baht	TFRS 16 Reclassifications and adjustments Thousand Baht	As at 1 April 2020 Restated Thousand Baht
Assets				
Non-current assets				
Financial assets measured at fair value through other comprehensive income	-	146,160	-	146,160
Other long-term investments	1	(1)	-	-
Property, plant and equipment, net	2,891,958	-	(39,480)	2,852,478
Right-of-use assets	-	-	572,959	572,959
Liabilities and equity				
Current liabilities				
Current portion of lease liabilities, net	1,129	-	38,107	39,236
Non-current liabilities				
Lease liabilities, net	39,653	-	495,372	535,025
Deferred tax liabilities, net	-	29,232	-	29,232
Equity				
Other components of equity	-	116,927	-	116,927

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For the nine-month period ended 31 December 2020

	Separate financial information			
	Unaudited			
	As at 31 March 2020 Previously reported Thousand Baht	TAS 32 and TFRS 9 Reclassifications and adjustments Thousand Baht	TFRS 16 Reclassifications and adjustments Thousand Baht	As at 1 April 2020 Restated Thousand Baht
Assets				
Non-current assets				
Property, plant and equipment, net	22,947	-	(756)	22,191
Right-of-use assets	-	-	41,168	41,168
Liabilities and equity				
Current liabilities				
Current portion of lease liabilities, net	-	-	15,509	15,509
Non-current liabilities				
Lease liabilities, net	-	-	24,903	24,903

Financial reporting standards relating to financial instruments (TAS 32 and TFRS 9)

The Group has adopted the new financial reporting standards relating to financial instruments from 1 April 2020 by applying the modified retrospective approach.

The adoption of the new financial reporting standards on financial instruments mainly affects the Group's accounting treatment as follows;

Classification and measurement of investments in equity instruments (previously called general investments)

All equity instruments held must be irrevocably classified to two measurement categories; i) at fair value through profit or loss, or ii) at fair value through other comprehensive income without subsequent recycling to profit or loss.

Currently, the Group has equity instruments measured at cost of Baht 1,241. These instruments have been remeasured to fair value through other comprehensive income and reclassified with a corresponding adjustment to other components of equity of Baht 117 million as of 1 April 2020.

Impairment

The new requirements on the impairment losses would have led to expected credit losses having to be considered and recognised at the initial recognition and subsequent period. As of 1 April 2020, there would have been an increase in expected credit losses due to application of the simplified approach for trade receivables which the impact is insignificant.

TFRS 16, Leases

On adoption of TFRS 16, the Group recognised lease liabilities in relation to leases which had previously been classified as 'operating leases' under the principles of TAS 17 Leases. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate as of 1 April 2020. The weighted average lessee's incremental borrowing rate applied to the lease liabilities was 3.93%.

For leases previously classified as finance leases the Group recognised the carrying amount of the lease asset and lease liability immediately before transition as the carrying amount of the right of use asset and the lease liability at the date of initial application. The measurement principles of TFRS 16 are only applied after that date.

The following tables show differences between operating lease commitments disclosed applying IAS 17 as at 31 March 2020 and lease liabilities recognised in the statement of financial position as at 1 April 2020.

	Consolidated financial information	Separate financial information
	Unaudited Thousand Baht	Unaudited Thousand Baht
Operating lease commitments disclosed as at 31 March 2020	747,702	56,142
<u>Less</u> discounted using the lessee's incremental borrowing rate of at the date of initial application	(196,624)	(2,342)
<u>Add</u> finance lease liabilities recognised as at 31 March 2020	40,782	-
<u>Less</u> short-term leases recognised on a straight-line basis as expense	(7,520)	(3,552)
<u>Less</u> contracts reassessed as service agreements / service portion included in leases	(11,976)	(11,710)
<u>Less</u> adjustments as a result of a different treatment of extension and termination options	(963)	-
<u>Add</u> adjustments relating to changes in the index or rate affecting variable payments	2,860	1,874
Lease liability recognised as at 1 April 2020	574,261	40,412
Current lease liabilities, net	39,236	15,509
Non-current lease liabilities, net	535,025	24,903

The recognised right-of-use assets relate to the following types of assets:

	Consolidated financial information		Separate financial information	
	Unaudited		Unaudited	
	31 December 2020 Thousand Baht	1 April 2020 Thousand Baht	31 December 2020 Thousand Baht	1 April 2020 Thousand Baht
Land	637,548	473,789	-	-
Building and structure	46,808	53,134	9,702	14,410
Vehicles	37,393	46,036	21,057	26,758
Total right-of-use assets	721,749	572,959	30,759	41,168

Practical expedients applied

In applying TFRS 16 for the first time, the group has used the following practical expedients for leases agreement before 1 April 2020 as permitted by the standard:

- the use of a single discount rate to a portfolio of leases with reasonably similar characteristics
- reliance on previous assessments on whether leases are onerous
- the accounting for operating leases with a remaining lease term of less than or equal to 12 months as at 1 April 2020 as short-term leases
- the exclusion of initial direct costs for the measurement of the right-of-use asset at the date of initial application
- the use of hindsight in determining the lease term where the contract contains options to extend or terminate the lease, and
- elect not to reassess whether a contract is, or contains a lease as defined under TFRS 16 at the date of initial application but relied on its assessment made applying TAS 17 and TFRIC 4 determining whether an Arrangement contains a Lease.

Changes in accounting policies from adoption of the financial reporting standards related to financial instruments and leases

Investments and other financial assets

Classification and measurements

From 1 April 2020, the Group classifies its financial assets as follows:

- those to be measured subsequently at fair value through profit or loss (FVPL)
- those to be measured subsequently at fair value through other comprehensive income (FVOCI)
- those to be measured at amortised cost

The Group initially recognises a financial asset on trade date at its fair value plus transaction costs that are directly attributable to the acquisition of the financial asset, except financial assets that are measured at FVPL whose transaction costs are expensed in profit or loss.

Equity instruments

All equity instruments held must be irrevocably classified to two measurement categories; i) at fair value through profit or loss, or ii) at fair value through other comprehensive income without subsequent recycling to profit or loss. The classification of equity instruments is considered on investment-by-investment basis. Dividends from such investment continue to be recognised in profit or loss as other income.

The Group has chosen to apply the temporary measures to relieve the impact from COVID-19 announced by TFAC when measuring unquoted equity investments. The unquoted equity investments at the end of the reporting period was presented at the same amount as their fair values on 1 April 2020. As a result, the equity investments measured at FVOCI as at 31 December 2020 of Baht 146 million was measured at their fair value as of 1 April 2020.

Impairment

From 1 April 2020, the Group assesses expected credit loss on a forward-looking basis for its financial assets carried at FVOCI and at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk, except trade receivables which the Group applies the simplified approach in determining its expected credit loss.

The Group has chosen to apply the temporary measures to relieve the impact from COVID-19 announced by TFAC by excluding forward-looking information in assessing the expected credit loss under the simplified approach of trade receivables. As at 31 December 2020, its trade receivables were assessed based on historical credit loss together with the management's judgement in estimating the expected credit loss.

Leases

The group leases various land, office building, equipment and vehicles. Rental contracts are typically made for fixed periods of 3 years to 20 years but may have extension options before 1 April 2020. The group leases of land, office building, equipment and vehicles were classified as either finance or operating leases. Payments made under operating leases (net of any incentives received from the lessor) were charged to profit or loss on a straight-line basis over the period of the lease.

From 1 April 2020, leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the group. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

Assets and liabilities arising from a lease are initially measured on a present value basis of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable
- variable lease payment that are based on an index or a rate
- amounts expected to be payable by the lessee under residual value guarantees
- the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be determined, the lessee's incremental borrowing rate is used, being the rate that the lessee would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions.

Right-of-use assets are measured the amount of the initial measurement of lease liability including any lease payments made at or before the commencement date less any lease incentives received, any initial direct costs, and restoration costs. Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less. Low-value assets comprise small items of office equipment.

6 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.

7 Fair value estimation

The different levels of financial instruments carried at fair value, by valuation method have been defined as follows:

- Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 : Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 : Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

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

	Consolidated and Separate financial information			
	Unaudited		Audited	
	As at 31 December 2020		As at 31 March 2020	
	Level 2 Thousand Baht	Level 3 Thousand Baht	Level 2 Thousand Baht	Level 3 Thousand Baht
Assets				
Financial assets at fair value through profit or loss				
Derivatives assets - Foreign exchange contracts (included in other current assets)	-	-	494	-
Financial assets at fair value through other comprehensive income				
Unquoted equity investments	-	146,160	-	-
Liabilities				
Financial liabilities at fair value through profit or loss				
Derivatives liabilities - Foreign exchange contracts (included in other current liabilities)	68	-	2,163	-

During the period, there were no changes in valuation techniques.

Valuation techniques used to measure fair value level 2

Fair value of foreign exchange contracts is determined using forward exchange rate that are quoted in an active market. The effects of discounting are generally insignificant for Level 2 derivatives.

Valuation techniques used to measure fair value level 3

Changes in level 3 financial instruments for the nine-month period ended 31 December 2020 is as follows:

	Consolidated financial information
	Unquoted equity investments
	Unaudited Thousand Baht
Opening balance as at 1 April 2020	146,160
Gains (losses) recognised in other comprehensive income	-
Closing balance as at 31 December 2020	146,160

The fair value of unquoted equity investments is determined using valuation techniques, discounted cash flow which assessed by independent valuer and are within level 3 of the fair value hierarchy.

Cash and cash equivalents, trade and other receivables and short-term loans to a subsidiary - the carrying amounts of these financial assets approximate their fair values due to the relatively short-term maturity of these financial assets.

Short-term loans from financial institutions, trade and other payables and short-term borrowings from subsidiaries - the carrying amounts of these financial liabilities approximate their fair values due to the relatively short-term maturity of these financial liabilities.

Fair value measured in accordance with the temporary measures to relieve the impact from COVID-19 announced by TFAC where the Group has chosen to apply the following guidance:

- measure unquoted equity investments at the end of the reporting period at their fair values as of 1 April 2020

8 Cash and cash equivalents

a) Cash and cash equivalents consist of:

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht
Cash on hand	1	1	-	-
Deposits at banks - current accounts	502,662	511,214	465,183	419,934
- savings accounts	45,046	65,780	2,835	12,953
	547,709	576,995	468,018	432,887

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 %	Audited 31 March 2020 %	Unaudited 31 December 2020 %	Audited 31 March 2020 %
<u>Interest rate</u>				
Deposits at banks - current accounts	0.20	0.55	0.20	0.55
- savings accounts	0.01 - 0.15	0.05 - 0.50	0.01 - 0.05	0.05 - 0.08

- b) Other adjustments from non-cash items for the nine-month periods ended 31 December, consist of:

	Consolidated financial information		Separate financial information	
	Unaudited 2020 Thousand Baht	Unaudited 2019 Thousand Baht	Unaudited 2020 Thousand Baht	Unaudited 2019 Thousand Baht
Gain on disposal of plant and equipment	(35)	(74)	(30)	(15)
Loss from write-off of plant and equipment	3	-	3	-
(Gain) loss from diminution in value of inventories	(4,019)	3,529	-	-
Gain on lease liabilities adjustment	(2)	-	(9)	-
Gain on sale available-for-sale investments	-	(130)	-	-
Provision from additional surcharge	16,287	-	-	-
	12,234	3,325	(36)	(15)

- c) Other cash received (paid) from operating activities for the nine-month periods ended 31 December, consists of:

	Consolidated financial information		Separate financial information	
	Unaudited 2020 Thousand Baht	Unaudited 2019 Thousand Baht	Unaudited 2020 Thousand Baht	Unaudited 2019 Thousand Baht
(Increase) decrease in other current assets and other non-current assets	59,942	13,134	(9)	(247)
Increase (decrease) in other current liabilities and other non-current liabilities	(1,559)	(6,099)	1,948	2,650
	58,383	7,035	1,939	2,403

- d) Adjustment of cash occurred from borrowings for the nine-month periods ended 31 December, consists of:

	Consolidated financial information		Separate financial information	
	Unaudited 2020 Thousand Baht	Unaudited 2019 Thousand Baht	Unaudited 2020 Thousand Baht	Unaudited 2019 Thousand Baht
Interest paid	(18,721)	(47,762)	(23,440)	(20,375)

e) **Non-cash transactions in the consolidated and the separate interim financial information are as follows:**

For the nine-month period ended 31 December 2019, the Group's management has decided to dispose investments in available-for-sale securities based on market quote and recognised gains on disposal investments in available-for-sale securities of Baht 0.13 million.

Non-cash items from purchase and increase of plant and equipment and intangible assets for the nine-month periods ended 31 December, are as follows:

	Consolidated financial information		Separate financial information	
	Unaudited 2020 Thousand Baht	Unaudited 2019 Thousand Baht	Unaudited 2020 Thousand Baht	Unaudited 2019 Thousand Baht
Payables for plant and equipment and intangible assets brought forward	12,861	59,133	16	3,537
<u>Add</u> Purchases during the periods	70,226	158,658	1,169	185
<u>Less</u> Payments during the periods	(63,638)	(210,822)	(750)	(1,742)
Payables for plant and equipment and intangible assets carried forward	19,449	6,969	435	1,980

9 Trade and other receivables, net

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht
Trade receivables - other parties	556,713	497,726	-	-
- related parties (Note 16 b))	268,965	226,196	-	10,676
<u>Less</u> Allowance for doubtful accounts	(93,171)	(93,307)	-	-
Trade receivables, net	732,507	630,615	-	10,676
Other receivables - other parties	2,776	2,943	-	28
- related parties (Note 16 b))	84	44	21,810	13,678
Accrued income	132	262	132	262
Prepayments	23,950	16,414	7,074	5,834
	759,449	650,278	29,016	30,478

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Outstanding trade receivables can be analysed as follows:

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht
Not yet due	648,372	567,018	-	10,676
Overdue:				
Under 3 months	84,135	58,238	-	-
3 - 6 months	-	5,359	-	-
6 - 12 months	-	-	-	-
Over 12 months	93,171	93,307	-	-
	825,678	723,922	-	10,676
<u>Less</u> Allowance for doubtful accounts	(93,171)	(93,307)	-	-
	732,507	630,615	-	10,676

The Group has entered into a "Receivable Purchase Agreement" for account receivables factoring with a financial institution for which all risks and rewards only for the amount accepted by the buyer have been transferred to the buyer.

For the nine-month periods ended 31 December 2020 and 2019, the Group had sold receivables to the financial institution amounting to Baht 7,923 million and Baht 6,933 million, respectively.

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10 Investments in subsidiaries

The investments in subsidiaries are as follows:

Company name	Country of incorporation	% Ownership interest		Separate financial information (Unit: Thousand Baht)					
		31 December 2020	31 March 2020	31 December 2020		31 March 2020		Net book value	Net book value
				Cost	Provision for impairment	Cost	Provision for impairment		
The Siam Iron and Steel (2001) Co., Ltd.	Thailand	99.99	99.99	2,554,386	-	2,554,386	2,554,386	-	2,554,386
The Siam Construction Steel Co., Ltd.	Thailand	99.99	99.99	3,656,874	-	3,656,874	3,656,874	-	3,656,874
Tata Steel Manufacturing (Thailand) Plc. (formerly named (N.T.S. Steel Group Public Company Limited))	Thailand	99.76	99.76	9,181,787	(3,380,000)	5,801,787	9,181,787	(3,380,000)	5,801,787
				15,393,047	(3,380,000)	12,013,047	15,393,047	(3,380,000)	12,013,047

11 Property, plant, equipment, right-for-use assets and intangible assets, net

The movements of property, plant, equipment, right-for-use assets and intangible assets are as follows:

	Consolidated financial information		
	Property, plant, and equipment Thousand Baht	Right-for-use assets Thousand Baht	Intangible assets Thousand Baht
For the nine-month period ended 31 December 2020			
Opening net book amount (Audited)	2,891,958	-	29,583
Adjustment for adoption Thai Financial Reporting Standards 16 as at 1 April 2020 (Note 5)	(39,480)	572,959	-
Additions	69,930	193,045	296
Write-off, net	(3)	(419)	-
Depreciation and amortisation	(310,888)	(43,836)	(3,391)
Closing net book amount (Unaudited)	2,611,517	721,749	26,488
	Separated financial information		
	Property, plant, and equipment Thousand Baht	Right-for-use assets Thousand Baht	Intangible assets Thousand Baht
For the nine-month period ended 31 December 2020			
Opening net book amount (Audited)	22,947	-	12,445
Adjustment for adoption Thai Financial Reporting Standards 16 as at 1 April 2020 (Note 5)	(756)	41,168	-
Additions	873	3,159	296
Transfer out, net	-	(1,232)	-
Write-off, net	(3)	(419)	-
Depreciation and amortisation	(7,554)	(11,917)	(1,571)
Closing net book amount (Unaudited)	15,507	30,759	11,170

12 Deferred tax assets and income tax expense

Consolidated financial information

As at 31 December 2020, deferred income tax assets are recognised for tax loss and carry forwards only to the extent that realisation of the related tax benefit through the future taxable profits is probable. The Group did not recognise deferred income tax assets of Baht 1,035 million (31 March 2020 : Baht 1,091 million) in respect of losses amounting to Baht 5,176 million (31 March 2020 : Baht 5,457 million) that can be carried forward against future taxable income. Such losses will be expire in March 2021 to March 2026.

Separate financial information

As at 31 December 2020, deferred income tax assets are recognised for tax loss and carry forwards only to the extent that realisation of the related tax benefit through the future taxable profits is probable. The Company did not recognise deferred income tax assets of Baht 5 million (31 March 2020 : Baht 17 million) in respect of losses amounting to Baht 25 million (31 March 2020 : Baht 86 million) that can be carried forward against future taxable income. Such losses will be expired in March 2021.

13 Short-term borrowings from financial institutions

The movements of short-term borrowings from financial institutions comprise the following:

	Consolidated financial information	Separate financial information
	Thousand Baht	Thousand Baht
For the nine-month period ended 31 December 2020		
Opening balance for the period (Audited)	461,727	-
Additions during the period	1,190,577	-
Repayments during the period	(1,411,561)	-
Closing balance for the period (Unaudited)	240,743	-

Short-term borrowings from financial institutions - subsidiaries

As at 31 December 2020, short-term borrowings from financial institutions for subsidiaries in the amount of Baht 241 million (31 March 2020 : Baht 462 million) bear interest rate at 4.60% per annum and BIBOR+2.0% per annum (31 March 2020 : interest rate at 3.97% per annum and BIBOR+2.1% per annum) and due from 12 February 2021 to 19 March 2021 (31 March 2020 : from 1 April 2020 to 18 June 2020).

14 Trade and other payables

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht
Trade payables - other companies	422,020	435,793	-	-
- related parties (Note 16 b))	2,156	2,347	-	-
Other payables - other companies	23,839	17,046	4,826	4,199
- related parties (Note 16 b))	2,056	2,267	3,887	5,027
Advance received from customers	16,606	14,968	-	-
Accrued expenses	427,796	410,713	56,504	59,178
	894,473	883,134	65,217	68,404

15 Lease liabilities

Minimum lease payment record as lease liabilities are as follows:

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht
Not later than one year	62,574	3,685	16,165	-
Later than 1 year but not later than 5 years	192,702	14,484	15,868	-
Later than 5 years	748,695	51,382	-	-
Less Future finance charges on finance leases	(270,919)	(28,769)	(1,495)	-
Present value of finance lease liabilities	733,052	40,782	30,538	-
Representing lease liabilities:				
- Current	38,325	1,129	15,260	-
- Non-current	694,727	39,653	15,278	-
Present value of finance lease liabilities	733,052	40,782	30,538	-

Present value of finance lease liabilities are as follow;

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht
Not later than one year	38,325	1,129	15,260	-
Later than 1 year but not later than 5 years	104,962	5,024	15,278	-
Later than 5 years	589,765	34,629	-	-
	733,052	40,782	30,538	-

16 Related party transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the company. Associates and individuals owning, directly or indirectly, an interest in the voting power of the company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the company and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

Relationship between company and related parties:

Name	Type of Business	Relationship
Tata Steel Limited	Manufacture steel	Ultimate parent company
T S Global Holdings Pte. Ltd.	Investing	Major shareholder
The Siam Iron and Steel (2001) Co., Ltd.	Manufacture wire rods and small section products	Common shareholders and management
The Siam Construction Steel Co., Ltd.	Manufacture steel bars	Common shareholders and managements
Tata Steel Manufacturing (Thailand) Public Company Limited.	Manufacture, render a manufacturing service, distributions and trading of steel bars, wire rods and small section products	Common shareholder and management
The Siam Industrial Wire Co., Ltd.	Manufacture steel wire	Same group of shareholders
NatSteel Trade International Pte. Ltd.	Trading	Same group of shareholders
NatSteel Recycling Pte. Ltd.	Trading	Same group of shareholders
Tata International Metals Asia Ltd.	Trading	Same group of shareholders
T S Asia (Hong Kong) Ltd.	Trading	Same group of shareholders

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Name	Type of Business	Relationship
Tata Refractories Ltd.	Manufacture refractory	Same group of shareholders
NatSteel Holdings Pte. Ltd.	Manufacture steel	Same group of shareholders
Tata Steel UK Ltd.	Manufacture steel	Same group of shareholders
Tata International Singapore Pte. Ltd.	Trading	Same group of shareholders
Tata Steel IJmuiden BV	Manufacture steel	Same group of shareholders
Tata Consultancy Services (Thailand) Ltd.	Software services	Same group of shareholders
Tata Consultancy Services Ltd.	Software services	Same group of shareholders
Tata Services Limited	Training services	Same group of shareholders
Tata Sons Private Limited	Investment holdings and consultancy services	Same group of shareholders
Tata Steel Resources Australia Pte. Ltd.	Procurement	Same group of shareholders
Tata NYK Shipping Pte. Ltd.	Shipping	Same group of shareholders
Mjunction Services Limited	Trading and procurement	Same group of shareholders
T S Global Procurement Co. Pte. Ltd.	Trading	Same group of shareholders
Tata Steel International (UK) Ltd.	Shipping	Same group of shareholders
Tata Steel Nederland Services B.V.	Manufacture steel	Same group of shareholders
Tata South East Asia Limited	Manufacture steel	Same group of shareholders
TSN Wires Co., Ltd.	Manufacture galvanized steel wire	Same group of shareholders
Tata International Limited	Trading	Same group of shareholders
Tata Steel Processing and Distribution Limited	Processing and distribution steel	Same group of shareholders
Tata Projects Limited	Infrastructure projects	Same group of shareholders
Tata South East Asia (Cambodia) Ltd.	Trading	Same group of shareholders
Natsteel (Xiamen) Ltd.	Manufacture steel	Same group of shareholders
Tata Technologies (Thailand) Co., Ltd.	IT Services	Same group of shareholders
Tata Technologies Pte. Ltd.	IT Services	Same group of shareholders
Tata Motors (Thailand) Co., Ltd.	Manufacture automobile	Same group of shareholders
Tata Communications (Thailand) Co., Ltd.	IT and Telecommunication Services	Same group of shareholders
Tata International West Asia DMCC	Trading	Same group of shareholders
Tata AIG General Insurance Co., Ltd.	Insurance	Same group of shareholders
Tata Power Co., Ltd.	Generate, transmit and distribute electricity	Same group of shareholders

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The following transactions were carried out with related parties:

- a) Related party transactions for the three-month periods ended 31 December 2020 and 2019

For the three-month periods ended 31 December	Consolidated financial information		Separate financial information	
	Unaudited 2020	Unaudited 2019	Unaudited 2020	Unaudited 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Revenues				
Sales				
Tata Steel Limited	175,602	-	-	-
The Siam Industrial Wire Co., Ltd.	196,259	49,573	-	-
NatSteel Holdings Pte. Ltd.	-	1,776	-	-
TSN Wires Co., Ltd.	59,208	32,819	-	-
Tata Projects Limited	-	179	-	-
Total	431,069	84,347	-	-
Interest income				
Tata Steel Manufacturing (Thailand) Plc.	-	-	20,959	22,082
Management fees income				
The Siam Iron and Steel (2001) Co., Ltd.	-	-	21,363	23,295
The Siam Construction Steel Co., Ltd.	-	-	39,195	42,639
Tata Steel Manufacturing (Thailand) Plc.	-	-	40,911	42,000
Total	-	-	101,469	107,934

The Company has made the service agreement with subsidiaries which charges at the rate specified in the agreement and calculated by cost plus method.

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For the three-month periods ended 31 December	Consolidated financial information		Separate financial information	
	Unaudited 2020	Unaudited 2019	Unaudited 2020	Unaudited 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Expenses				
Purchases				
Tata International Metals Asia Ltd.	139,877	63,351	-	-
Tata International West Asia DMCC	10,149	5,448	-	-
Total	150,026	68,799	-	-
Interest expenses				
The Siam Iron and Steel (2001) Co., Ltd.	-	-	719	1,050
The Siam Construction Steel Co., Ltd.	-	-	4,893	6,762
Tata Steel Manufacturing (Thailand) Plc.	-	-	-	14
Total	-	-	5,612	7,826
Other expenses				
Tata Steel Limited	534	-	534	-
Tata AIG General Insurance Co., Ltd.	-	50	-	50
Total	534	50	534	50
Key management compensation				
Short-term employee benefits	15,587	12,844	15,587	12,844
Post-employment benefits	633	759	633	759
Total	16,220	13,603	16,220	13,603

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For the nine-month periods ended 31 December	Consolidated financial information		Separate financial information	
	Unaudited 2020	Unaudited 2019	Unaudited 2020	Unaudited 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Revenues				
Sales				
Tata Steel Limited	175,602	593,386	-	-
The Siam Industrial Wire Co., Ltd.	420,704	354,051	-	-
NatSteel Holdings Pte. Ltd.	1,832	3,774	-	-
TSN Wires Co., Ltd.	218,898	189,249	-	-
Tata Projects Limited	-	179	-	-
Total	817,036	1,140,639	-	-
Interest income				
Tata Steel Manufacturing (Thailand) Plc.	-	-	60,507	62,646
Management fees income				
The Siam Iron and Steel (2001) Co., Ltd.	-	-	61,851	69,885
The Siam Construction Steel Co., Ltd.	-	-	113,370	127,917
Tata Steel Manufacturing (Thailand) Plc.	-	-	118,502	126,000
Total	-	-	293,723	323,802

The Company has made the service agreement with subsidiaries which charges at the rate specified in the agreement and calculated by cost plus method.

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For the nine-month periods ended 31 December	Consolidated financial information		Separate financial information	
	Unaudited 2020	Unaudited 2019	Unaudited 2020	Unaudited 2019
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Expenses				
Purchases				
Tata Steel Limited	2,252,154	-	-	-
Tata International Metals Asia Ltd.	139,877	546,794	-	-
Tata International West Asia DMCC	19,582	16,985	-	-
Tata International Limited	-	5,593	-	-
Total	2,411,613	569,372	-	-
Interest expenses				
The Siam Iron and Steel (2001) Co., Ltd.	-	-	2,593	3,615
The Siam Construction Steel Co., Ltd.	-	-	17,578	19,331
Tata Steel Manufacturing (Thailand) Plc.	-	-	-	464
Total	-	-	20,171	23,410
Other expenses				
Tata Sons Private Limited	-	16	-	16
Tata Technologies (Thailand) Co., Ltd.	-	54	-	54
Tata Steel Limited	641	-	641	-
Tata AIG General Insurance Co., Ltd.	-	50	-	50
Total	641	120	641	120
Key management compensation				
Short-term employee benefits	46,510	48,780	46,510	48,780
Post-employment benefits	31,435	28,008	31,435	28,008
Total	77,945	76,788	77,945	76,788

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- b) Outstanding balance arising from sales/purchases of goods, services and others as at 31 December 2020 and 31 March 2020 are as follows:

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht
Trade receivable - related parties				
The Siam Iron and Steel (2001) Co., Ltd.	-	-	-	2,316
The Siam Construction Steel Co., Ltd.	-	-	-	4,187
Tata Steel Manufacturing (Thailand) Plc.	-	-	-	4,173
Tata Steel Limited	171,903	171,989	-	-
The Siam Industrial Wire Co., Ltd.	58,025	543	-	-
TSN Wires Co., Ltd.	39,037	53,664	-	-
Total	268,965	226,196	-	10,676
Other receivables - related parties				
Tata Steel Limited	23	23	23	23
The Siam Iron and Steel (2001) Co., Ltd.	-	-	3,472	1,235
The Siam Construction Steel Co., Ltd.	-	-	5,437	2,137
Tata Steel Manufacturing (Thailand) Plc.	-	-	12,817	10,262
TSN Wires Co., Ltd.	40	-	40	-
Tata Communications (Thailand) Co., Ltd.	21	21	21	21
Total	84	44	21,810	13,678
Trade payable - related parties				
Tata Steel Limited	2,156	2,347	-	-
Other payables - related parties				
Tata Steel Limited	2,056	2,267	2,056	2,267
The Siam Iron and Steel (2001) Co., Ltd.	-	-	215	270
The Siam Construction Steel Co., Ltd.	-	-	1,616	2,470
Tata Steel Manufacturing (Thailand) Plc.	-	-	-	20
Total	2,056	2,267	3,887	5,027

c) Short-term loans to a subsidiary

The movements of short-term loans to a subsidiary comprise the following:

	Separate financial information
	Thousand Baht
For the nine-month period ended 31 December 2020	
Opening balance for the period (Audited)	3,092,084
Net additions of loans during the period	379,417
Closing balance for the period (Unaudited)	3,471,501

As at 31 December 2020, short-term loans to a subsidiary in amount of Baht 3,472 million (31 March 2020 : Baht 3,092 million) bear interest rate at 3.0% per annum (31 March 2020 : 3.0% per annum). Short-term loans to a subsidiary are non-collateralised loans and not specified maturity date.

d) Short-term borrowings from subsidiaries

The movements of short-term borrowings from subsidiaries comprise the following:

	Separate financial information
	Thousand Baht
For the nine-month period ended 31 December 2020	
Opening balance for the period (Audited)	2,118,355
Net additions of borrowings during the period	350,977
Closing balance for the period (Unaudited)	2,469,332

As at 31 December 2020, short-term borrowings from subsidiaries for the Company in the amount of Baht 2,469 million (31 March 2020 : Baht 2,118 million) bear interest rate at 1.0% per annum (31 March 2020 : 1.5% per annum) and are non-collateralised loans and not specified maturity date.

17 Commitments

17.1 Capital commitments

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

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht	Unaudited 31 December 2020 Thousand Baht	Audited 31 March 2020 Thousand Baht
Buildings and equipment	76,379	23,562	-	-

17.2 Commitments from letter of credit

Letters of credit opened but are not qualified as liabilities as at 31 December 2020 and 31 March 2020 are as follows:

	Consolidated financial information		Separate financial information	
	Unaudited 31 December 2020 Thousand	Audited 31 March 2020 Thousand	Unaudited 31 December 2020 Thousand	Audited 31 March 2020 Thousand
Currency				
USD	1,825	1,266	-	-
EUR	187	275	-	-

18 Segment financial information

Operating segment information is reported in a manner consistent with the Group's internal reports that are regularly obtained and reviewed by the chief operating decision maker (Board of Directors) for the purpose of the allocation of resources to the segment and assess its performance.

The Group's operations involve the single business segment of the manufacture and distribution of long steel products, which is located in Thailand. Sales of the subsidiaries are mainly local sales whereas an export sales is not significant. As a result, all the revenues from sales of goods, cost of sales, gross margin, profit for the period and assets of segment are in accordance with the presentation of these financial information.

Revenue from sales and related services for the nine-month period ended 31 December 2020 has timing of revenue recognition as a point in time amounting to Baht 14,863 million (2019 : Baht 14,924 million) and over time amounting to Baht 28 million (2019 : Baht 57 million).

19 Contingent liabilities

For fiscal year ended 31 March 2014, The Siam Construction Steel Company Limited, a subsidiary, received notifications from the Revenue Department informing the Company of assessments of additional surcharge of Baht 16 million in respect of the half-year corporate income tax filing for the year ended 31 March 2008 which the subsidiary under-estimated the net profit for that year by an amount exceeding 25 percent of the actual net profit. The subsidiary has lodged an appeal with the Revenue Department. On 15 August 2018, the Board of Appeal denied the subsidiary's appeal. However, the subsidiary has made an appeal to the Central Tax Court.

On 5 August 2019, the Central Tax Court judged in favour of the subsidiary. On 11 November 2019, the Revenue Department, therefore, also appealed to the Court of Appeal for Specialized Cases.

On 14 September 2020, the Court of Appeal for Specialized Cases reversed the judgement of the Central Tax Court. Hence, the subsidiary accrued for the provision for surcharge amount of Baht 16 million in the interim financial information. Hereinafter, the matter will be dropped from the list of contingent liability.

On 9 December 2020, the subsidiary has filed an appeal to the Supreme Court.

20 Letter of guarantee

As at 31 December 2020, letters of guarantee issued by the financial institutions to the Revenue Department, Electricity Generating Authority of Thailand, Provincial Electricity Authority, Industrial Estate Authority of Thailand and Bureau of Indian Standards amounting to Baht 321 million (31 March 2020 : Baht 283 million) in the normal courses of business.

21 Events occurring after the statement of financial position date

Entire Business Transfer within the Group

The Annual General Meeting of the Shareholders held on 30 July 2020 of N.T.S. Steel Group Public Company Limited, a subsidiary of the Company, approved the transfer of entire businesses from The Siam Steel (2001) Company Limited and The Siam Construction Steel Company Limited, subsidiaries of the Company as well, to N.T.S. Steel Group Public Company Limited. N.T.S. Steel Group Public Company Limited was later registered to change the name with the Department of Business Development, the Ministry of Commerce, to Tata Steel Manufacturing (Thailand) Public Company Limited. The Board of Directors held on 18 November 2020 of The Siam Steel (2001) Company Limited and The Siam Construction Steel Co. Ltd., approved the Entire Business transfer to Tata Steel Manufacturing (Thailand) Public Company Limited.

The Entire Business Transfer within the Group has no impact to the presentation of consolidated financial information because transferrer and transferee are subsidiaries within the Group.

The significant terms and conditions of Entire Business Transfer within the Group are as follows:

(a) Transfer of assets and liabilities

On 19 November 2020, Tata Steel Manufacturing (Thailand) Public Company Limited has entered into the Entire Business Transfer Agreement ("the Agreement") with The Siam Iron and Steel (2001) Company Limited and The Siam Construction Steel Company Limited. The Siam Iron and Steel (2001) Company Limited and The Siam Construction Steel Company Limited ("the Transferors") agreed to transfer its businesses and Tata Steel Manufacturing (Thailand) Public Company Limited ("the Transferee") agreed to acquire the entire businesses including assets, liabilities, employees and commitments under the terms and conditions of the Agreement at 23.59 pm on 31 December 2020.

The Transferors transferred the entire business to the Transferee by using the net book value of assets and liabilities, list of current employees, and the outstanding commitments at the close of 31 December 2020 which the entire business transfer is effective on 1 January 2021.

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The transferred assets and liabilities at book value are shown below:

	The Siam Iron and Steel (2001) Co., Ltd.	The Siam Construction Steel Co., Ltd.
	Thousand Baht	Thousand Baht
Assets		
Cash and cash equivalents	4,656	3,937
Trade and other receivables	5,149	177,019
Short-term loans to a parent company	400,699	2,068,633
Inventories	893,502	713,572
Other current assets	8,081	33,190
Other long-term investments	-	146,160
Property, plant and equipment, net	295,278	305,863
Intangible assets, net	5,134	8,591
Right-for-use asset	4,582	679,263
Deferred tax assets, net	15,224	18,287
Other non-current assets	10,392	6,914
Total assets	1,642,697	4,161,429
Liabilities		
Trade and other payables	206,470	304,056
Current income tax payable	11,826	13,347
Current portion of finance lease liabilities, net	1,819	18,631
Other current liabilities	2,455	16,900
Deferred tax liabilities, net	-	29,232
Lease liabilities, net	2,837	671,985
Employee benefit obligations	70,438	88,872
Total liabilities	295,845	1,143,023
Net transferred assets	1,346,852	3,018,406

(b) Transfer price

The Entire Business Transfer being within the Group, the transfer prices are same as the book value of the investments of the Company in The Siam Iron and Steel (2001) Company Limited and The Siam Construction Steel Company Limited as at 31 December 2020.

	The Siam Iron and Steel (2001) Co., Ltd.	The Siam Construction Steel Co., Ltd.
	Thousand Baht	Thousand Baht
Transfer price	2,554,386	3,656,874