

**Fine Metal Technologies Public Company Limited**

Financial statements for the year ended  
31 December 2025  
and  
Independent Auditor's Report



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## Independent Auditor's Report

### To the Shareholders of Fine Metal Technologies Public Company Limited

#### *Opinion*

I have audited the financial statements of Fine Metal Technologies Public Company Limited (the “Company”), which comprise the statement of financial position as at 31 December 2025, the statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of material accounting policies and other explanatory information.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2025, and its financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards (“TFRSs”).

#### *Basis for Opinion*

I conducted my audit in accordance with Thai Standards on Auditing (“TSAs”). My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Company in accordance with the *Code of Ethics for Professional Accountants including Independence Standards* issued by the Federation of Accounting Professions (Code of Ethics for Professional Accountants) that is relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### *Key Audit Matters*

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.



Valuation of inventories	
Refer to Notes 3(e) and 7 to the financial statements.	
<b>The key audit matter</b>	<b>How the matter was addressed in the audit</b>
The main raw material of the Company's products is copper cathode. Copper cathode price was then a significant factor of the cost of inventories. As copper cathode is commodities which can be subjected to market price volatility, in the case of the fluctuation according to the market condition, this may result that the net realisable value of inventories is lower than their cost. This matter involves management's judgment and the Company had a significant inventory balance, thus, this is focus area in my audit.	My procedures included an understanding the Company's policy to estimate the net realisable value of inventories. I performed testing the calculation of the measurement of net realisable value by comparing, on a sampled basis, the cost of inventories against expected net realisable value (i.e. selling price in the latest invoice or price list less estimated cost to complete and to make the sale), and also sampling checked with relevant documents. I also considered the adequacy of disclosures in relation to inventory in accordance with TFRSs.

*Other Information*

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and my auditor's report thereon. The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance and request that the correction be made.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with TFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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



### *Auditor's Responsibilities for the Audit of the Financial Statements*

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with TSAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, actions taken to eliminate threats or safeguards applied.



From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

A handwritten signature in blue ink, appearing to be 'Jamjuree Sathapornchaiwat', written in a cursive style.

(Jamjuree Sathapornchaiwat)  
Certified Public Accountant  
Registration No. 11567

KPMG Phoomchai Audit Ltd.  
Bangkok  
24 February 2026

# Fine Metal Technologies Public Company Limited

## Statement of financial position

Assets	Note	31 December	
		2025	2024
		<i>(in Baht)</i>	
<b><i>Current assets</i></b>			
Cash and cash equivalents	5	95,325,484	18,204,674
Trade accounts receivable	4, 6	1,230,938,822	1,390,046,238
Other current receivables	4	29,879,156	167,876,785
Inventories	7	1,194,568,425	1,037,219,264
Other current financial assets	17	15,819,965	51,080,303
<b>Total current assets</b>		<b><u>2,566,531,852</u></b>	<b><u>2,664,427,264</u></b>
<b><i>Non-current assets</i></b>			
Property, plant and equipment	8	336,717,174	336,597,573
Right-of-use assets		21,630,333	14,959,023
Intangible assets		47,168,059	33,926,328
Deferred tax assets	14	41,668,246	21,419,519
Other non-current assets		1,688,508	2,465,208
<b>Total non-current assets</b>		<b><u>448,872,320</u></b>	<b><u>409,367,651</u></b>
<b>Total assets</b>		<b><u><u>3,015,404,172</u></u></b>	<b><u><u>3,073,794,915</u></u></b>

The accompanying notes are an integral part of these financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of financial position

Liabilities and equity	Note	31 December	
		2025	2024
		<i>(in Baht)</i>	
<b>Current liabilities</b>			
Short-term borrowings from financial institutions	9, 17	1,130,000,000	985,000,000
Trade accounts payable	4, 17	236,521,943	385,222,755
Other current payables	4, 17	27,481,022	32,383,959
Current portion of lease liabilities	17	9,199,614	6,751,640
Other current financial liabilities	17	104,219,567	27,052,785
Other current liabilities		18,416,935	17,051,648
<b>Total current liabilities</b>		<b>1,525,839,081</b>	<b>1,453,462,787</b>
<b>Non-current liabilities</b>			
Lease liabilities	17	12,931,777	8,664,120
Non-current provision for employee benefits	10	119,298,968	130,526,776
<b>Total non-current liabilities</b>		<b>132,230,745</b>	<b>139,190,896</b>
<b>Total liabilities</b>		<b>1,658,069,826</b>	<b>1,592,653,683</b>

The accompanying notes are an integral part of these financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of financial position

Liabilities and equity	Note	31 December	
		2025	2024
		<i>(in Baht)</i>	
<b>Equity</b>			
Share capital :			
Authorised share capital <i>(48,000,000 ordinary shares, par value at Baht 10 per share)</i>		<u>480,000,000</u>	<u>480,000,000</u>
Issued and paid-up share capital <i>(48,000,000 ordinary shares, par value at Baht 10 per share)</i>		480,000,000	480,000,000
Share premium :			
Share premium on ordinary shares		507,500,000	507,500,000
Retained earnings			
Appropriated			
Legal reserve	<i>11</i>	48,000,000	48,000,000
Unappropriated		322,718,613	448,422,102
Other components of equity			
Loss on cash flow hedges	<i>11, 17</i>	<u>(884,267)</u>	<u>(2,780,870)</u>
<b>Total equity</b>		<u><b>1,357,334,346</b></u>	<u><b>1,481,141,232</b></u>
<b>Total liabilities and equity</b>		<u><b>3,015,404,172</b></u>	<u><b>3,073,794,915</b></u>

The accompanying notes are an integral part of these financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of comprehensive income

	Note	Year ended 31 December	
		2025	2024
		<i>(in Baht)</i>	
<b>Income</b>			
Revenue from sale of goods	4, 12	6,797,784,961	7,692,582,964
Gain on copper hedging and service fee		31,082,436	144,588,296
Net gain on foreign exchange		-	3,730,056
Other income		2,596,571	3,575,812
<b>Total income</b>		<b>6,831,463,968</b>	<b>7,844,477,128</b>
<b>Expenses</b>			
Cost of sale of goods	4, 7	6,546,772,506	7,616,415,492
Distribution costs		110,299,790	121,809,689
Administrative expenses	4	101,535,139	100,186,589
Net loss on foreign exchange		5,970,969	-
<b>Total expenses</b>		<b>6,764,578,404</b>	<b>7,838,411,770</b>
<b>Profit from operating activities</b>		<b>66,885,564</b>	<b>6,065,358</b>
Finance costs		(50,514,057)	(57,408,212)
Hedging gain (loss) for hedge of group of items with off-setting risk positions		(114,797,874)	21,277,795
<b>Loss before income tax expense</b>		<b>(98,426,367)</b>	<b>(30,065,059)</b>
Tax income (expense)	14	20,722,878	(6,331,901)
<b>Loss for the year</b>		<b>(77,703,489)</b>	<b>(36,396,960)</b>

The accompanying notes are an integral part of these financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of comprehensive income

		Year ended 31 December	
	Note	2025	2024
		<i>(in Baht)</i>	
<b>Other comprehensive income</b>			
<i>Items that will be reclassified subsequently to profit or loss</i>			
Gain on cash flow hedges		2,370,754	1,099,786
Income tax relating to items that will be reclassified subsequently to profit or loss	14, 17	<u>(474,151)</u>	<u>(219,957)</u>
<b>Total items that will be reclassified subsequently to profit or loss</b>		<b><u>1,896,603</u></b>	<b><u>879,829</u></b>
<i>Items that will not be reclassified to profit or loss</i>			
Loss on remeasurements of defined benefit plans	10	-	(9,262,530)
Income tax relating to items that will not be reclassified subsequently to profit or loss	14	<u>-</u>	<u>1,852,506</u>
<b>Total items that will not be reclassified subsequently to profit or loss</b>		<b><u>-</u></b>	<b><u>(7,410,024)</u></b>
<b>Other comprehensive income (expense) for the year, net of tax</b>		<b><u>1,896,603</u></b>	<b><u>(6,530,195)</u></b>
<b>Total comprehensive expense for the year</b>		<b><u>(75,806,886)</u></b>	<b><u>(42,927,155)</u></b>
<b>Basic loss per share</b>	15	<b><u>(1.62)</u></b>	<b><u>(0.76)</u></b>

The accompanying notes are an integral part of these financial statements.

## Fine Metal Technologies Public Company Limited

### Statement of changes in equity

	Note	Issued and paid-up share capital	Share premium	Retained earnings		Other components of equity	Total equity
				Legal reserve <i>(in Baht)</i>	Unappropriated	Cash flow hedges reserve	
<b>Year ended 31 December 2024</b>							
<b>Balance at 1 January 2024</b>		<b>480,000,000</b>	<b>507,500,000</b>	<b>48,000,000</b>	<b>618,229,086</b>	<b>(3,660,699)</b>	<b>1,650,068,387</b>
<b>Transactions with owners, recorded directly in equity</b>							
Dividends to owners of the Company	16	-	-	-	(126,000,000)	-	(126,000,000)
<b>Total transaction with owners, recorded in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(126,000,000)</b>	<b>-</b>	<b>(126,000,000)</b>
<b>Comprehensive income for the year</b>							
Loss		-	-	-	(36,396,960)	-	(36,396,960)
Other comprehensive income (expense)		-	-	-	(7,410,024)	879,829	(6,530,195)
<b>Total comprehensive income (expense) for the year</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(43,806,984)</b>	<b>879,829</b>	<b>(42,927,155)</b>
<b>Balance at 31 December 2024</b>		<b>480,000,000</b>	<b>507,500,000</b>	<b>48,000,000</b>	<b>448,422,102</b>	<b>(2,780,870)</b>	<b>1,481,141,232</b>

The accompanying notes are an integral part of these financial statements.

**Fine Metal Technologies Public Company Limited**  
**Statement of changes in equity**

	Note	Issued and paid-up share capital	Share premium	Retained earnings		Other components of equity	Total equity
				Legal reserve <i>(in Baht)</i>	Unappropriated	Cash flow hedges reserve	
<b>Year ended 31 December 2025</b>							
<b>Balance at 1 January 2025</b>		<b>480,000,000</b>	<b>507,500,000</b>	<b>48,000,000</b>	<b>448,422,102</b>	<b>(2,780,870)</b>	<b>1,481,141,232</b>
<b>Transactions with owners, recorded directly in equity</b>							
Dividends to owners of the Company	16	-	-	-	(48,000,000)	-	(48,000,000)
<b>Total transaction with owners, recorded in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(48,000,000)</b>	<b>-</b>	<b>(48,000,000)</b>
<b>Comprehensive income for the year</b>							
Loss		-	-	-	(77,703,489)	-	(77,703,489)
Other comprehensive income		-	-	-	-	1,896,603	1,896,603
<b>Total comprehensive income (expense) for the year</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(77,703,489)</b>	<b>1,896,603</b>	<b>(75,806,886)</b>
<b>Balance at 31 December 2025</b>		<b>480,000,000</b>	<b>507,500,000</b>	<b>48,000,000</b>	<b>322,718,613</b>	<b>(884,267)</b>	<b>1,357,334,346</b>

The accompanying notes are an integral part of these financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of cash flows

	Year ended 31 December	
	2025	2024
	<i>(in Baht)</i>	
<i>Cash flows from operating activities</i>		
Loss for the year	(77,703,489)	(36,396,960)
<i>Adjustments to reconcile loss to cash receipts (payments)</i>		
Tax (income) expense	(20,722,878)	6,331,901
Finance costs	50,514,057	57,408,212
Depreciation and amortisation	58,358,246	58,055,910
Non-current provision for employee benefits	13,685,922	12,058,821
Unrealised loss on foreign exchange	2,530,155	461,492
Unrealised (gain) loss on derivatives	114,797,874	(21,277,795)
Gain on disposal of equipment	(509,805)	(3,129)
	<u>140,950,082</u>	<u>76,638,452</u>
<i>Changes in operating assets and liabilities</i>		
Trade accounts receivable	155,796,909	(263,378,871)
Other current receivables	138,038,497	(141,889,692)
Inventories	(157,349,161)	36,672,690
Other non-current assets	776,700	(9,442)
Trade accounts payable	(147,958,103)	214,454,515
Other current payables	(5,015,813)	6,713,456
Other current liabilities	(153,487)	(1,047,644)
Net cash generated from (used in) operations	<u>125,085,624</u>	<u>(71,846,536)</u>
Employee benefit paid	(24,913,729)	(18,109,742)
Income tax paid	(3,225)	(6,109,398)
<b>Net cash from (used in) operating activities</b>	<b><u>100,168,670</u></b>	<b><u>(96,065,676)</u></b>

The accompanying notes are an integral part of these financial statements.

# Fine Metal Technologies Public Company Limited

## Statement of cash flows

	Year ended 31 December	
	2025	2024
	<i>(in Baht)</i>	
<i>Cash flows from investing activities</i>		
Cash payments to purchase of plant and equipment	(41,080,590)	(33,439,659)
Cash payments to purchase of intangible assets	(20,721,059)	(11,657,094)
Cash receipts from sale of equipment	509,833	12,577
<b>Net cash used in investing activities</b>	<b>(61,291,816)</b>	<b>(45,084,176)</b>
<i>Cash flows from financing activities</i>		
Interest paid	(51,265,878)	(56,795,904)
Dividends paid to owners of the Company	(46,481,228)	(124,842,239)
Proceeds from short-term borrowings from financial institutions	7,070,000,000	4,795,000,000
Repayment of short-term borrowings from financial institutions	(6,925,000,000)	(4,510,000,000)
Payment of lease liabilities	(9,008,938)	(7,570,015)
<b>Net cash from financing activities</b>	<b>38,243,956</b>	<b>95,791,842</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>77,120,810</b>	<b>(45,358,010)</b>
Cash and cash equivalents at 1 January	18,204,674	63,562,684
<b>Cash and cash equivalents at 31 December</b>	<b>95,325,484</b>	<b>18,204,674</b>
<i>Non-cash transactions</i>		
Payable for fixed assets purchased	5,633,901	4,769,204
Increase in right-of-use assets	15,724,570	1,737,023

The accompanying notes are an integral part of these financial statements.

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

<b>Note</b>	<b>Contents</b>
1	General information
2	Basis of preparation of the financial statements
3	Material accounting policies
4	Related parties
5	Cash and cash equivalents
6	Trade accounts receivable
7	Inventories
8	Property, plant and equipment
9	Short-term borrowings from financial institutions
10	Non-current provision for employee benefits
11	Reserve
12	Segment information and disaggregation of revenue
13	Expenses by nature
14	Income tax
15	Basic earnings per share
16	Dividends
17	Financial instruments
18	Capital management
19	Commitments with non-related parties

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

These notes form an integral part of the financial statements.

The financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Board of Directors on 24 February 2026.

### 1 General information

Fine Metal Technologies Public Company Limited, the “Company”, is incorporated in Thailand and was listed on the Stock Exchange of Thailand in 1996. The Company’s registered offices as follows:

- (a) Head Office : 183 Regent House Building, 14<sup>th</sup> Floor, Rajdamri Road, Lumpini, Pathumwan, Bangkok 10330
- (b) Factory : 213 Moo 4 Friendship Highway Km. 125<sup>th</sup>, Tab Kwang, Kaeng Khoi, Saraburi 18260

The Company’s major shareholder during the financial period was CTJ Holdings2, Ltd. (42.25% shareholding), a company incorporated in Japan.

The principal activity of the Company is the manufacturing and distributing of seamless copper tube, which is an significant component for air-conditioner and refrigerator equipment.

### 2 Basis of preparation of the financial statements

The financial statements are prepared in accordance with Thai Financial Reporting Standards (“TFRS”), guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission. The financial statements are presented in Thai Baht, which is the Company’s functional currency.

The preparation of financial statements in conformity with TFRS requires management to make judgments, estimates and assumptions that affect the application of the Company’s accounting policies. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

### 3 Material accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

#### (a) Foreign currency

Transactions in foreign currencies are translated to the respective functional currencies at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate at the reporting date.

Foreign currency differences are generally recognised in profit or loss.

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

**(b) Financial instruments**

*(b.1) Classification and measurement*

Financial assets and financial liabilities (except trade accounts receivables (see note 3(d)) are initially recognised when the Company becomes a party to the contractual provisions of the instrument, and measured at fair value plus or minus, for an item not at fair value through profit or loss (FVTPL), transaction costs that are directly attributable to its acquisition.

On initial recognition, a financial asset is classified as measured at: amortised cost; fair value through other comprehensive income (FVOCI); or FVTPL. Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets, in which case all affected financial assets are reclassified prospectively from the reclassification date.

On initial recognition, financial liabilities are classified as measured at amortised cost using the effective interest method. Interest expense, foreign exchange gains and losses and any gain or loss on derecognition are recognised in profit or loss.

Financial assets measured at amortised costs are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by expected credit losses. Interest income, foreign exchange gains and losses, expected credit loss and any gain or loss on derecognition are recognised in profit or loss.

*(b.2) Derecognition and offset*

The Company derecognises a financial asset when the contractual rights to receive the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Company also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

The difference between the carrying amount extinguished and the consideration received or paid is recognised in profit or loss.

Financial assets and financial liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company currently has a legally enforceable right to set off the amounts and the Company intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

*(b.3) Derivatives*

Derivative are recognised at fair value and remeasured at fair value at each reporting date. The gain or loss on remeasurement to fair value is recognised immediately in profit or loss, except when a derivative is designated as a hedging instrument which recognition of any resultant gain or loss depends on the nature of the item being hedged (see note 3(b.4)).

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

*(b.4) Hedging*

The Company designates certain derivatives as hedging instruments to hedge the variability in cash flows associated with highly probable forecast transactions arising from changes in foreign exchange rates and certain derivatives and non-derivative financial liabilities as hedges of commodity price risk.

At inception of designated hedging relationships, the Company documents the risk management objective and strategy for undertaking the risk, the economic relationship between the hedged item and the hedging instrument, including consideration of the hedge effectiveness at the inception of the hedging relationship and throughout the remaining period to determine the existence of economic relationship between the hedged item and the hedging instrument.

*Cash flow hedges*

When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognised in OCI and accumulated in the hedging reserve. The effective portion that is recognised in OCI is limited to the cumulative change in fair value of the hedge item, determined on a present value basis, from inception of the hedge. Any ineffective portion is recognised immediately in profit or loss.

The Company designates only the change in fair value of the spot element of forward exchange contracts as the hedging instrument in cash flow hedging relationships. The change in fair value of the forward element of forward exchange contracts (forward points) is separately accounted for as a cost of hedging, recognised in OCI and accumulated in cost of hedging reserve.

When the hedged forecast transaction subsequently results in the recognition of a non-financial item such as inventory, the amount accumulated in the cash flow hedging reserve is included directly in the initial cost of the non-financial item when it is recognised.

For all other hedged forecast transactions, the amount accumulated in the cash flow hedging reserve is reclassified to profit or loss in the same period or periods during which the hedged expected future cash flows affect profit or loss.

If the hedge no longer meets the criteria for hedge accounting or the hedging instrument is sold, expires, is terminated or is exercised, then hedge accounting is discontinued prospectively. When hedge accounting for cash flow hedges is discontinued, the amount that has been accumulated in the cash flow hedging reserve remains in equity until, for a hedge of a transaction resulting in the recognition of a non-financial item, it is included in the non-financial item's cost on its initial recognition or, for other cash flow hedges, it is reclassified to profit or loss in the same period or periods as the hedged expected future cash flows affect profit or loss.

If the hedged future cash flows are no longer expected to occur, then the amounts that have been accumulated in the cash flow hedging reserve are immediately reclassified to profit or loss.

*(b.5) Impairment of financial assets other than trade receivables*

The Company recognises allowances for expected credit losses (ECLs) on financial assets measured at amortised cost.

The Company recognises ECLs equal to 12-month ECLs unless there has been a significant increase in credit risk of the financial instrument since initial recognition or credit-impaired financial assets, in which case the loss allowance is measured at an amount equal to lifetime ECLs.

# **Fine Metal Technologies Public Company Limited**

## **Notes to the financial statements**

**For the year ended 31 December 2025**

ECLs are a probability-weighted estimate of credit losses based on forward-looking and historical experience. Credit losses are measured as the present value of all cash shortfalls discounted by the effective interest rate of the financial asset.

The Company considers a financial asset to have low credit risk when the Company recognises ECLs for low credit risk financial asset as 12-month ECLs.

The Company assumes that the credit risk on a financial asset has increased significantly if it is more than 30 days past due, significant deterioration in credit rating, significant deterioration in the operating results of the debtor and existing or forecast changes in the technological, market, economic or legal environment that have a significant adverse effect on the debtor's ability to meet its obligation to the Company.

The Company considers a financial asset to be in default when the financial asset is more than 90 days past due.

### *(b.6) Write offs*

The gross carrying amount of a financial asset is written off when the Company has no reasonable expectations of recovering. Subsequent recoveries of an asset that was previously written off, are recognised as a reversal of impairment in profit or loss in the period in which the recovery occurs.

### *(b.7) Interest*

Interest income and expense is recognised in profit or loss using the effective interest method. In calculating interest income and expense, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit-impaired) or to the amortised cost of the liability.

### *(c) Cash and cash equivalents*

Cash and cash equivalents comprise cash balances, call deposits. Bank overdrafts that are repayable on demand are a component of cash and cash equivalents for the purpose of the statement of cash flows.

### *(d) Trade and other current receivables*

A trade receivable is recognised when the Company has an unconditional right to receive consideration. A trade receivable is measured at transaction price less allowance for expected credit loss. Bad debts are written off when the Company has no reasonable expectations of recovering.

The Company estimates lifetime expected credit losses (ECLs), using a provision matrix to find the ECLs rates. This method groups the debtors based on shared credit risk characteristics and past due status, taking into account historical credit loss data, adjusted for factors that are specific to the debtors and an assessment of both current economic conditions and forward-looking general economic conditions at the reporting date.

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

### (e) *Inventories*

Inventories are measured at the lower of cost and net realisable value. Cost is calculated using the weighted average cost principle. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of production overheads based on normal operating capacity.

A right to recover returned products is measured at the former carrying amount of the sold inventories less any expected costs to recover those products and any potential decreases in value. The right to recover returned products is reassessed at each reporting date and the Company makes a corresponding change to the amount of cost of sales recognised.

### (f) *Property, plant and equipment*

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost includes capitalised borrowing costs, and the costs of dismantling and removing the items and restoring the site on which they are located.

Differences between the proceeds from disposal and the carrying amount of property, plant and equipment are recognised in profit or loss.

#### *Subsequent costs*

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item when the future economic benefits embodied within the part will flow to the Company, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

#### *Depreciation*

Depreciation is calculated on a straight-line basis over the estimated useful lives of each component of an asset and recognised in profit or loss. No depreciation is provided on freehold land or assets under construction and machinery under installation.

The estimated useful lives are as follows:

Land improvements	5 - 20 years
Buildings and improvements	5 - 20 years
Machinery and equipment	5 - 20 years
Furniture, fixtures and office equipment	5 - 10 years
Transportation equipment	5 years

### (g) *Intangible assets*

Intangible assets that have finite useful lives are measured at cost less accumulated amortisation and impairment losses. Subsequent expenditure is capitalised only when it will generate future economic benefits. Amortisation is calculated on a straight-line basis over the estimated useful lives of intangible assets and recognised in profit or loss. The estimated useful lives of computer software are 5 and 10 years.

Golf membership is measured at cost less impairment losses.

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

**(h) Leases**

At inception of a contract, the Company assesses that a contract is, or contains, a lease when it conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

At commencement or on modification of a contract, the Company allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices of each component. For the leases of property, the Company has elected not to separate non-lease components and accounted for the lease and non-lease components wholly as a single lease component.

The Company recognises a right-of-use asset and a lease liability at the lease commencement date, except for leases of low-value assets and short-term leases which are recognised as an expenses on a straight-line basis over the respective lease terms.

Right-of-use asset is measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurements of lease liability. The cost of right-of-use asset includes the initial amount of the lease liability adjusted for any prepaid lease payments, plus any initial direct costs incurred and an estimate of restoration costs, less any lease incentives received. Depreciation is charged to profit or loss on a straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Company by the end of the lease term or the Company will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment.

The lease liability is initially measured at the present value of all lease payments that shall be paid under the lease. The Company uses the Company's incremental borrowing rate to discount the lease payments to the present value. The Company determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of the asset leased.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a lease modification, or a change in the assessment of options specified in the lease. When the lease liability is remeasured, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

**(i) Impairment of non-financial assets**

The carrying amounts of the Company's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated.

An impairment loss is recognised in profit or loss if the carrying amount of an asset or its cash-generating unit (CGU) exceeds its recoverable amount. The recoverable amount assessed from the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss of asset recognised in prior periods is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

### (j) *Employee benefits*

#### *Defined contribution plans*

Obligations for contributions to the Company's provident funds are expensed as the related service is provided.

#### *Defined benefit plans*

The Company's net obligation in respect of defined benefit plans is calculated by estimating the amount of future benefit that employees have earned in the current and prior periods. The defined benefit obligations is discounted to the present value, which performed by a qualified actuary using the projected unit credit method.

Remeasurements of the net defined benefit liability, actuarial gain or loss are recognised immediately in OCI. The Company determines the interest expense on the net defined benefit liability for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period, taking into account any changes in the net defined benefit liability during the period as a result of contributions and benefit payments. Net interest expense and other expenses related to defined benefit plans are recognised in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in profit or loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

#### *Other long-term employee benefits*

The Company's net obligation in respect of long-term employee benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. That benefit is discounted to determine its present value. Remeasurements are recognised in profit or loss in the period in which they arise.

#### *Short-term employee benefits*

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

### (k) *Provisions*

Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as a finance cost.

### (l) *Fair value measurement*

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk.

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: inputs for the asset or liability that are based on unobservable input.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

If an asset or a liability measured at fair value has a bid price and an ask price, then the Company measures assets and asset positions at a bid price and liabilities and liability positions at an ask price.

The best evidence of the fair value of a financial instrument on initial recognition is normally the transaction price – i.e. the fair value of the consideration given or received. If the Company determines that the fair value on initial recognition differs from the transaction price, the financial instrument is initially measured at fair value adjusted for the difference between the fair value on initial recognition and the transaction price and the difference is recognised in profit or loss immediately. However, for the fair value categorised as level 3, such difference is deferred and will be recognised in profit or loss on an appropriate basis over the life of the instrument or until the fair value level is transferred or the transaction is closed out.

### *(m) Revenue from contracts with customers*

Revenue is recognised when a customer obtains control of the goods in an amount that reflects the consideration to which the Company expects to be entitled, excluding those amounts collected on behalf of third parties, value added tax and is after deduction of any trade discounts and volume rebates.

Revenue from sales of goods is recognised on the date on which the goods are delivered to the customers.

### *(n) Income tax*

Income tax expense for the year comprises current and deferred tax, which is recognised in profit or loss except to the extent that it relates to items recognised directly in equity or in other comprehensive income.

Current tax is recognised in respect of the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the temporary differences: the initial recognition of assets or liabilities in a transaction that is not a business combination or at the time of the transaction (i) affects neither accounting nor taxable profit or loss and (ii) does not give rise to equal taxable and deductible temporary differences.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities, using tax rates enacted or substantively enacted at the reporting date. Current deferred tax assets and liabilities are offset in the financial statements.

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

### (o) Earnings per share

The calculation of Basic earnings per share (EPS) has been based on the profit or loss attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding.

### (p) Segment reporting

Segment results that are reported to the Company's CEO (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

## 4 Related parties

Other related parties that the Company had significant transactions with during the year were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
CTJ Holding2, Ltd.	Japan	Parent, 42.25% shareholding
Bangkok Insurance Public Company Limited	Thailand	A common shareholder, 9.87% shareholding
Okumura Metals Co., Ltd.	Japan	Subsidiary of the parent company, 100% shareholding
Okumura Metals (Thailand) Co., Ltd.	Thailand	100% indirect shareholding by the parent company
Okumura Metals (Malaysia) Sdn. Bhd.	Malaysia	100% indirect shareholding by the parent company
Tani International Trading Co., Ltd.	Thailand	A common director and shareholder
Tani Guchi Metal Co., Ltd	Thailand	A common director and shareholder
Bangkok Life Assurance Public Company Limited	Thailand	A common director and shareholder
Key management personnel	Thai/Japanese	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company.

### Year ended 31 December

	2025	2024
	<i>(in thousand Baht)</i>	
<b>Other related parties</b>		
Revenue from sales of goods	1,345,503	1,351,106
Purchase of raw material and factory supplies	120,058	45,849
Technical assistance fee	6,375	10,318
Service fee and others	4,983	4,185

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

<i>Year ended 31 December</i>	2025	2024
	<i>(in thousand Baht)</i>	
<b>Key management personnel</b>		
Key management personnel compensation		
Short-term employee benefits	31,484	35,577
<b>Total key management personnel compensation</b>	<u>31,484</u>	<u>35,577</u>

<i>At 31 December</i>	2025	2024
	<i>(in thousand Baht)</i>	
<b>Trade accounts receivable</b>		
Other related parties	<u>321,608</u>	<u>335,760</u>
<b>Other current receivables</b>		
Other related parties	<u>1,091</u>	<u>1,144</u>
<b>Trade accounts payable</b>		
Other related parties	<u>-</u>	<u>11,147</u>
<b>Other current payables</b>		
Other related parties	<u>2,264</u>	<u>5,381</u>

**5 Cash and cash equivalents**

	2025	2024
	<i>(in thousand Baht)</i>	
Cash on hand	62	60
Cash at banks	95,263	18,145
<b>Total</b>	<u>95,325</u>	<u>18,205</u>

**6 Trade accounts receivable**

<i>At 31 December</i>	Note	2025	2024
		<i>(in thousand Baht)</i>	
<b>Related parties</b>			
Within credit terms		321,608	334,969
Overdue			
Less than 90 days		-	791
	4	<u>321,608</u>	<u>335,760</u>
<b>Other parties</b>			
Within credit terms		903,696	1,034,203
Overdue			
Less than 90 days		5,630	7,445
More than 90 days		5	12,638
		<u>909,331</u>	<u>1,054,286</u>
<b>Total</b>		<u>1,230,939</u>	<u>1,390,046</u>

As at 31 December 2025 and 2024, the Company has no allowance for impairment loss of trade accounts receivable.

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

### *Accounts receivable supplier agreement*

During 2025, the Company has assigned its right over collection from account receivable amounted of Baht 1,305.52 million (2024: Baht 1,391.8 million) to a financial institution according to the accounts receivable supplier agreement. The Company has already received from the financial institution amounted of Baht 1,284.38 million (2024: Baht 1,362.0 million). In this regards, the financial institution shall not have any rights of recourse against the Company.

## 7 Inventories

	2025	2024
	<i>(in thousand Baht)</i>	
Finished goods	308,613	270,385
Work in progress	540,088	436,037
Raw materials	134,842	104,185
Factory supplies	187,729	188,730
Goods in transit	23,296	37,882
<b>Total</b>	<b><u>1,194,568</u></b>	<b><u>1,037,219</u></b>
Inventories recognised as an expense in cost of sales of goods:		
- Cost	6,546,773	7,616,415

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

**8 Property, plant and equipment**

	Land and improvements	Buildings and improvements	Machinery and equipment	Furniture, fixtures and office equipment <i>(in thousand Baht)</i>	Transportation equipment	Assets under construction and machinery under installation	Total
<b><i>Cost</i></b>							
At 1 January 2024	181,600	604,802	4,480,037	37,644	3,336	69,952	5,377,371
Additions	-	94	847	1,012	-	32,682	34,635
Transfers	-	1,645	93,800	3,024	-	(98,469)	-
Disposals	-	(40)	(12,076)	(1,933)	(20)	-	(14,069)
<b>At 31 December 2024 and 1 January 2025</b>	<b>181,600</b>	<b>606,501</b>	<b>4,562,608</b>	<b>39,747</b>	<b>3,316</b>	<b>4,165</b>	<b>5,397,937</b>
Additions	-	-	27,139	272	-	14,534	41,945
Transfers	139	1,408	12,658	515	-	(14,720)	-
Disposals	-	-	(9,803)	(1,047)	(507)	-	(11,357)
<b>At 31 December 2025</b>	<b>181,739</b>	<b>607,909</b>	<b>4,592,602</b>	<b>39,487</b>	<b>2,809</b>	<b>3,979</b>	<b>5,428,525</b>
<b><i>Depreciation</i></b>							
At 1 January 2024	74,599	567,266	4,348,202	35,747	3,249	-	5,029,063
Depreciation charge for the year	629	9,775	34,849	1,034	49	-	46,336
Disposals	-	(31)	(12,076)	(1,933)	(20)	-	(14,060)
<b>At 31 December 2024 and 1 January 2025</b>	<b>75,228</b>	<b>577,010</b>	<b>4,370,975</b>	<b>34,848</b>	<b>3,278</b>	<b>-</b>	<b>5,061,339</b>
Depreciation charge for the year	255	6,281	33,859	1,393	38	-	41,826
Disposals	-	-	(9,803)	(1,047)	(507)	-	(11,357)
<b>At 31 December 2025</b>	<b>75,483</b>	<b>583,291</b>	<b>4,395,031</b>	<b>35,194</b>	<b>2,809</b>	<b>-</b>	<b>5,091,808</b>
<b><i>Net book value</i></b>							
<b>At 31 December 2024</b>	<b>106,372</b>	<b>29,491</b>	<b>191,633</b>	<b>4,899</b>	<b>38</b>	<b>4,165</b>	<b>336,598</b>
<b>At 31 December 2025</b>	<b>106,256</b>	<b>24,618</b>	<b>197,571</b>	<b>4,293</b>	<b>-</b>	<b>3,979</b>	<b>336,717</b>

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

**9 Short-term borrowings from financial institutions**

As at 31 December 2025, the Company had unsecured of short-term borrowings from financial institutions amounted to Baht 1,130 million (2024: Baht 985 million) which comprise loans repayable at call and loans repayable upon the maturity of promissory note. These loans bear interest at the rate of 1.80% - 3.05% per annum (2024: 2.83% - 3.30% per annum).

*Unutilised credit facilities*

As at 31 December 2025, the Company had unutilised credit facilities totalling U.S. Dollars 6 million and Baht 1,530 million (2024: U.S. Dollars 6 million and Baht 1,375 million).

**10 Non-current provision for employee benefits**

<i>At 31 December</i>	2025	2024
	<i>(in thousand Baht)</i>	
Post-employment benefits	106,365	114,882
Other long-term employee benefits	5,836	8,476
Others	7,098	7,169
<b>Total</b>	<b><u>119,299</u></b>	<b><u>130,527</u></b>

*Defined benefit plan*

The Company operates defined benefit plans based on the requirement of Thai Labour Protection Act B.E. 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service. The defined benefit plans expose the Company to actuarial risks, such as longevity risk, currency risk, interest rate risk and market (investment) risk.

<i>Present value of the defined benefit obligations</i>	2025	2024
	<i>(in thousand Baht)</i>	
At 1 January	114,882	112,961
<b>Recognised in profit or loss:</b>		
Current service cost	8,511	6,027
Interest on obligation	2,686	1,834
<b>Recognised in other comprehensive income:</b>		
Actuarial loss (gain)		
- Financial assumptions	-	(1,872)
- Experience adjustment	-	11,135
Benefit paid	(19,714)	(15,203)
<b>At 31 December</b>	<b><u>106,365</u></b>	<b><u>114,882</u></b>

<i>Principle actuarial assumptions</i>	2025	2024
	<i>(%)</i>	
Discount rate	3.0	3.0
Future salary growth	3.5 - 6.5	3.5 - 6.5
Employee turnover	0 - 14	0 - 14

Assumptions regarding future mortality have been based on published statistics and mortality tables.

At 31 December 2025, the weighted-average duration of the defined benefit obligation was 11.4 years (2024: 11.4 years).

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

### *Sensitivity analysis*

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

<i>Effect to the defined benefit obligation At 31 December</i>	increase in assumption		decrease in assumption	
	2025	2024	2025	2024
	<i>(in thousand Baht)</i>			
Discount rate (1% movement)	(5,425)	(5,924)	6,108	6,628
Future salary growth (1% movement)	6,962	6,465	(6,297)	(5,899)
Employee turnover (20% movement)	(1,445)	(1,219)	1,560	1,307
Future mortality (1% movement)	228	218	(257)	(245)

## 11 Reserves

Reserves comprise:

### *Appropriations of profit and/or retained earnings*

#### **Legal reserve**

Section 116 of the Public Limited Companies Act B.E. 2535 (1992) requires that a public company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward (if any), to a reserve account (“legal reserve”), until this account reaches an amount not less than 10% of the registered authorised capital. The legal reserve is not available for dividend distribution.

### *Other components of equity*

#### **Cash flow hedge reserve**

The cash flow hedge reserve comprises the effective portion of the cumulative net change in the fair value of hedging instruments used in cash flow hedges pending subsequent recognition in profit or loss or directly included in the initial cost or other carrying amount of a non-financial asset or non-financial liability.

## 12 Segment information and disaggregation of revenue

Management considers that the Company operates in a single line of business, namely seamless copper tube, and has, therefore, only one reportable segment.

### (a) *Geographical segments*

The Company is managed and operates principally in Thailand. In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers.

	2025	2024
	<i>(in thousand Baht)</i>	
<i>Disaggregation of revenue</i>		
<b>Primary geographical markets</b>		
Thailand including Export Processing Zone	5,107,070	5,821,446
Japan	545,118	435,108
Malaysia	452,877	417,288
Other countries	692,720	1,018,741
<b>Total revenue</b>	<b>6,797,785</b>	<b>7,692,583</b>

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

Timing of revenue recognition of the Company comes from sales entirely which are recognised at a point in time.

**(b) Major customer**

Revenues from major customers represent approximately Baht 2,246 million (2024: Baht 2,319 million) of the Company's total revenues.

**(c) Promotional privileges**

By virtue of the provisions of the Industrial Investment Promotion Act of B.E. 2520, the Company has been granted privileges by the Board of Investment relating to the manufacturing of seamless copper tube, which include, among others, the following:

- (a) exemption from the payment of import duty on raw material and essential materials imported for the Company's operation for export, from 14 July 2025 to 13 July 2026.
- (b) exemption from the payment of import duty on item which the promoted company imports for re-export, from 14 July 2025 to 13 July 2026.

As a promoted company, the Company must comply with certain terms and conditions prescribed in the promotional certificate.

**13 Expenses by nature**

	2025	2024
	<i>(in thousand Baht)</i>	
<b><i>Included in cost of sales of goods:</i></b>		
Changes in inventories of finished goods and work in progress	(142,279)	99,912
Raw materials and consumables used	6,104,369	6,960,815
Employee benefit expenses	253,373	259,814
Depreciation of plant and equipment	43,672	48,361
Amortisation of intangible assets	6,321	2,673
<b><i>Included in distribution costs:</i></b>		
Packing materials and consumables used	49,458	54,329
Freight expenses	33,754	38,963
Employee benefit expenses	15,365	16,412
Depreciation of plant and equipment	2,473	2,672
Amortisation of intangible assets	154	-
<b><i>Included in administrative expenses:</i></b>		
Employee benefit expenses	62,521	58,879
Technical assistance fee	6,375	10,318
Depreciation of plant and equipment	4,734	3,139
Amortisation of intangible assets	1,004	1,211

During 2025, the Company has contributed provident funds for its employees amounting to Baht 6.99 million (2024: Baht 7.14 million), which included in employee benefit expenses.

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

**14 Income tax**

*Income tax recognised in profit or loss*

	2025 <i>(in thousand Baht)</i>	2024
<b>Deferred tax expense</b>		
Movements in temporary differences	(20,723)	6,332
<b>Total</b>	<u>(20,723)</u>	<u>6,332</u>

*Income tax recognised in other comprehensive income*

	2025 Tax (expense) benefit	Net of tax <i>(in thousand Baht)</i>	2024 Tax (expense) benefit	Net of tax
Cash flow hedges reserve	2,371	(474)	1,897	1,100
Defined benefit plan actuarial losses	-	-	-	(9,263)
	<u>2,371</u>	<u>(474)</u>	<u>1,897</u>	<u>(8,163)</u>
			<u>1,853</u>	<u>(7,410)</u>
			<u>1,633</u>	<u>(6,530)</u>

*Reconciliation of effective tax rate*

	2025 Rate (%)	2025 <i>(in thousand Baht)</i>	2024 Rate (%)	2024 <i>(in thousand Baht)</i>
Loss before income tax expense		(98,426)		(30,065)
Income tax using the Thai corporation tax rate	20	(19,685)	20	(6,013)
Expenses additionally deductible for tax purposes		(196)		(94)
Expenses not deductible for tax purposes		148		66
Recognition of previously unrecognised tax losses		(990)		-
Current year losses for which no deferred tax asset was recognised		-		12,373
<b>Total</b>	<u>21</u>	<u>(20,723)</u>	<u>(21)</u>	<u>6,332</u>

*Deferred tax*

*At 31 December*

	Assets		Liabilities	
	2025	2024	2025	2024
Total	45,994	24,412	(4,326)	(2,992)
Set off of tax	(4,326)	(2,992)	4,326	2,992
<b>Net deferred tax assets</b>	<u>41,668</u>	<u>21,420</u>	<u>-</u>	<u>-</u>

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

<i>Deferred tax</i>	At 1 January	(Charged) / credited to		At 31 December
		Profit or loss <i>(in thousand Baht)</i>	Other comprehensive income	
<b>2025</b>				
<i>Deferred tax assets</i>				
Derivatives and hedge accounting	(4,805)	22,959	(474)	17,680
Lease liabilities	3,084	1,342	-	4,426
Provision for employee benefits	26,105	(2,245)	-	23,860
Others	28	-	-	28
<b>Total</b>	<b>24,412</b>	<b>22,056</b>	<b>(474)</b>	<b>45,994</b>
<i>Deferred tax liabilities</i>				
Right-of-use assets	(2,992)	(1,334)	-	(4,326)
<b>Total</b>	<b>(2,992)</b>	<b>(1,334)</b>	<b>-</b>	<b>(4,326)</b>
<b>2024</b>				
<i>Deferred tax assets</i>				
Derivatives and hedge accounting	(330)	(4,255)	(220)	(4,805)
Inventories	860	(860)	-	-
Lease liabilities	4,250	(1,166)	-	3,084
Provision for employee benefits	25,463	(1,211)	1,853	26,105
Others	28	-	-	28
<b>Total</b>	<b>30,271</b>	<b>(7,492)</b>	<b>1,633</b>	<b>24,412</b>
<i>Deferred tax liabilities</i>				
Right-of-use assets	(4,152)	1,160	-	(2,992)
<b>Total</b>	<b>(4,152)</b>	<b>1,160</b>	<b>-</b>	<b>(2,992)</b>

### 15 Basic earnings per share

	2025	2024
	<i>(in thousand Baht / thousand shares)</i>	
Loss attributable to ordinary shareholders of the Company (basic)	<u>(77,703)</u>	<u>(36,397)</u>
Number of ordinary shares outstanding	<u>48,000</u>	<u>48,000</u>
<b>Loss per share (basic) <i>(in Baht)</i></b>	<b><u>(1.62)</u></b>	<b><u>(0.76)</u></b>

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

**16 Dividends**

The shareholders of the Company have approved dividends as follows:

	Approval date	Payment schedule	Dividend rate per share (Baht)	Amount (in thousand Baht)
<b>2025</b>				
2024 Annual dividend	29 April 2025	May 2025	<u>1.00</u>	<u>48,000</u>
<b>2024</b>				
2023 Annual dividend	29 April 2024	May 2024	<u>2.625</u>	<u>126,000</u>

**17 Financial instruments**

**(a) Carrying amounts and fair values**

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy, but does not include fair value information for financial assets and financial liabilities measured at amortised cost if the carrying amount is a reasonable approximation of fair value.

<i>At 31 December</i>	Carrying amount Hedging instruments	Fair value			Total
		Level 1 <i>(in thousand Baht)</i>	Level 2	Level 3	
<b>2025</b>					
<b>Financial assets</b>					
Forward exchange contract used for hedging	282	-	282	-	282
Copper future contract used for hedging	<u>15,538</u>	-	15,538	-	15,538
<b>Total financial assets</b>	<u><b>15,820</b></u>				
<b>Financial liabilities</b>					
Forward exchange contract used for hedging	(2,184)	-	(2,184)	-	(2,184)
Copper future contract used for hedging	<u>(102,036)</u>	-	(102,036)	-	(102,036)
<b>Total financial liabilities</b>	<u><b>(104,220)</b></u>				
<b>2024</b>					
<b>Financial assets</b>					
Forward exchange contract used for hedging	4,474	-	4,474	-	4,474
Copper future contract used for hedging	<u>46,606</u>	-	46,606	-	46,606
<b>Total financial assets</b>	<u><b>51,080</b></u>				
<b>Financial liabilities</b>					
Forward exchange contract used for hedging	(6,111)	-	(6,111)	-	(6,111)
Copper future contract used for hedging	<u>(20,942)</u>	-	(20,942)	-	(20,942)
<b>Total financial liabilities</b>	<u><b>(27,053)</b></u>				

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

The following tables present valuation technique of financial instruments measured at fair value in the statements of financial position:

Type	Valuation technique
Forward exchange contracts	<i>Forward pricing:</i> The fair value is determined using quoted forward exchange rates at the reporting date and present value calculations based on high credit quality yield curves in the relevant currencies.
Copper future contract	<i>Market comparison technique:</i> The fair value is determined using broker quoted. Similar contracts are traded in an active market and the quotes reflect the actual transactions on similar instruments.

### (b) *Financial risk management policies*

#### *Risk management framework*

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors is responsible for developing and monitoring the Company's risk management policies.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Company audit committee oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company. The Company audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

#### *(b.1) Credit risk*

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

##### *(b.1.1) Trade account receivables*

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk associated with the industry and country in which customers operate. Detail of concentration of revenue are included in note 12.

The Company has established a credit policy under which each new customer is analysed individually for creditworthiness before the Company's commercial terms and conditions are offered. The Company's review sale limits are established for each customer. Any sales exceeding those limits require approval from the authorised person. The Company also utilizes credit insurance to cover the credit risk of its customer trade receivables.

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

### For the year ended 31 December 2025

The Company limits its exposure to credit risk from trade accounts receivables by establishing a maximum payment period. Outstanding trade receivables are regularly monitored by the Company. An impairment analysis is performed by the Company at each reporting date.

Information relevant to trade accounts receivable are disclosed in note 6.

#### (b.1.2) Cash and cash equivalent and derivatives

The Company's exposure to credit risk arising from cash and cash equivalents and derivatives is limited because the counterparties are banks and financial institutions which the Company considers to have low credit risk.

#### (b.2) Liquidity risk

The Company monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the Company's operations and to mitigate the effects of fluctuations in cash flows.

The following table shows the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted and include contractual interest payments and exclude the impact of netting agreements.

<i>At 31 December</i>	Carrying amount	1 year or less	Contractual cash flows		Total
			More than 1 year but less than 2 years	More than 2 years but less than 5 years	
<i>2025</i>					
<i>Non-derivative financial liabilities</i>					
Trade accounts payable	(236,522)	(236,522)	-	-	(236,522)
Other current payables	(27,481)	(27,481)	-	-	(27,481)
Lease liabilities	(22,131)	(9,813)	(8,424)	(4,909)	(23,146)
Loans from financial institutions	(1,130,000)	(1,139,288)	-	-	(1,139,288)
	<b>(1,416,134)</b>	<b>(1,413,104)</b>	<b>(8,424)</b>	<b>(4,909)</b>	<b>(1,426,437)</b>
<i>Derivative financial liabilities</i>					
Copper future contracts used for hedging	(102,036)	1,843	-	-	1,843
Forward exchange contracts used for hedging:	(2,184)				
- Cash outflow		(219,564)	-	-	(219,564)
- Cash inflow		218,991	-	-	218,991
	<b>(104,220)</b>	<b>1,270</b>	<b>-</b>	<b>-</b>	<b>1,270</b>

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

<i>At 31 December</i>	Carrying amount	1 year or less	Contractual cash flows		Total
			More than 1 year but less than 2 years	More than 2 years but less than 5 years	
<i>2024</i>					
<i>Non-derivative financial liabilities</i>					
Trade accounts payable	(385,223)	(385,223)	-	-	(385,223)
Other current payables	(32,384)	(32,384)	-	-	(32,384)
Lease liabilities	(15,416)	(7,240)	(4,784)	(4,249)	(16,273)
Loans from financial institutions	(985,000)	(998,618)	-	-	(998,618)
	<u>(1,418,023)</u>	<u>(1,423,465)</u>	<u>(4,784)</u>	<u>(4,249)</u>	<u>(1,432,498)</u>
<i>Derivative financial liabilities</i>					
Copper future contracts used for hedging	(20,942)	437	-	-	437
Forward exchange contracts used for hedging:	(6,111)				
- Cash outflow		(589,099)	-	-	(589,099)
- Cash inflow		591,078	-	-	591,078
	<u>(27,053)</u>	<u>2,416</u>	<u>-</u>	<u>-</u>	<u>2,416</u>

The cash inflows/cash outflows disclosed in the above table represent the contractual undiscounted cash flows relating to derivative financial liabilities held for risk management purposes and which are not usually closed out before contractual maturity. The disclosure shows net cash flow amounts for derivatives that are net cash-settled and gross cash inflow and outflow amounts for derivatives that have simultaneous gross cash settlement.

### (b.3) Market risk

The Company is exposed to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is as follows:

#### (b.3.1) Foreign currency risk

The Company is exposed to foreign currency risk relating to purchases and sales which are denominated in foreign currencies. The Company primarily utilizes forward exchange contracts with maturities of less than one year to hedge such financial assets and liabilities denominated in foreign currencies. The forward exchange contracts entered into at the reporting date also relate to anticipated purchases and sales, denominated in foreign currencies, for the subsequent period.

The Company is exposed to the transactions with foreign currency risk to the extent that there is a mismatch between the currencies in which sales, purchases and receivables are denominated and the respective functional currencies of the Company. The functional currencies of the Company are primarily Thai Baht (THB). The currencies in which these transactions are primarily denominated are US dollars, Euro, and Japanese Yen.

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

The Company's risk management policy is to hedge foreign currency exposure in respect of forecast sales and purchases over the following 12 months at any point in time. The Company uses forward exchange contracts to hedge its currency risk, mostly with less-than-one-year maturity from the reporting date. These contracts are generally designated as cash flow hedges.

The Company designates the spot element of forward foreign exchange contracts to hedge its currency risk and applies a hedge ratio of 1:1. The forward elements of forward exchange contracts are excluded from the designation of the hedging instrument and are separately accounted for as a cost of hedging, which is recognised in equity in a cost of hedging reserve. The Company's policy specifies the critical terms of the forward exchange contracts to align with the hedged item.

The Company determines the existence of an economic relationship between the hedging instrument and hedged item based on the currency, amount and timing of their respective cash flows.

The Company assesses whether the derivative designated in each hedging relationship is effective in offsetting changes in cash flows of the hedged item using the hypothetical derivative method.

In these hedge relationships, the main sources of ineffectiveness are:

- the effect of the counterparties' and the Company's own credit risk on the fair value of the forward foreign exchange contracts, which is not reflected in the change in the fair value of the hedged cash flows attributable to the change in exchange rates; and
- differences in the timing of the hedged transactions

<i>Exposure to foreign currency</i> <i>At 31 December</i>	2025		2024	
	USD	JPY	USD	JPY
		<i>(in thousand Baht)</i>		
Trade accounts receivable	243,281	19,957	279,100	18,634
Other current receivables	8,356	-	12,086	-
Trade accounts payable	(13,314)	(35,309)	(48,213)	(26,310)
Other current payables	(11,115)	(33)	(411)	(228)
<b>Net statement of financial position exposure</b>	<b>227,208</b>	<b>(15,385)</b>	<b>242,562</b>	<b>(7,904)</b>
Sales forecast	390,871	-	827,234	-
Purchases forecast	(70,517)	-	(260,332)	-
<b>Net forecast transaction exposure</b>	<b>547,562</b>	<b>(15,385)</b>	<b>809,464</b>	<b>(7,904)</b>
Forward exchange purchase contracts	87,964	129	296,572	20,295
Forward exchange selling contracts	(118,006)	(13,143)	(243,279)	(30,892)
<b>Net exposure</b>	<b>517,520</b>	<b>(28,399)</b>	<b>862,757</b>	<b>(18,501)</b>

(b.3.2) Interest rate risk

Interest rate risk is the risk that future movements in market interest rates will affect the results of the Company's operations and its cash flows because loan interest rates (see note 9) are mainly variable. So the Company is primarily exposed to interest rate risk. The Company mitigates this risk by ensuring that the majority of its borrowings are at fixed interest rates.

**Fine Metal Technologies Public Company Limited**  
**Notes to the financial statements**  
**For the year ended 31 December 2025**

(c) *Hedge accounting*

(c.1) *Cash flow hedge*

The amounts at the reporting date relating to items designated as hedged items were as follows.

<i>At 31 December</i>	Change in value used for calculating hedge ineffectiveness	Cash flow hedge reserve	Costs of hedging reserve	Balance remaining in the cash flow hedge reserve from hedging relationships for which hedge accounting is no longer applied
<b>2025</b>				
<b>Foreign currency risk</b>				
Inventory purchases	-	(1,105)	-	-
<b>2024</b>				
<b>Foreign currency risk</b>				
Inventory purchases	-	(3,476)	-	-

At 31 December 2025 and 2024, the Company held the following financial instruments to hedge exposures to changes in foreign currency.

<i>At 31 December</i>	1-6 months	2025 Maturity 6-12 months	More than one year	1-6 months	2024 Maturity 6-12 months	More than one year
<b>Foreign currency risk</b>						
<b>Forward exchange contracts</b>						
Net exposure ( <i>in thousand Baht</i> )	70,517	-	-	252,204	8,118	-
Average forward contracts rate						
- THB:USD	32.00	-	-	34.19	33.04	-

The amounts relating to items designated as hedging instruments and hedge ineffectiveness were as follows.

<b>Foreign currency risk</b>	2025	2024
<i>(in thousand Baht)</i>		
<b>At 31 December</b>		
Forward exchange contracts - nominal amount	70,517	260,322
Carrying amount included in:		
- other current financial assets	89	2,168
- trade and other current payables	(410)	1,763
- other current financial liabilities	(1,581)	(5,568)
<b>For the year ended 31 December</b>		
<b>Recognised in OCI</b>		
- changes in value of the hedging instrument	(1,105)	(3,476)
- hedging reserve transferred to profit or loss	3,476	4,576
<b>Recognised in profit or loss</b>		
- reclassified from hedging reserve and included in cost of goods sold	3,476	4,576

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

### For the year ended 31 December 2025

The following table provides a reconciliation by risk category of components of equity and analysis of OCI items, net of tax, resulting from cash flow hedge accounting.

Cash flow hedges	Cash flow hedge reserve	
	2025	2024
	<i>(in thousand Baht)</i>	
<b>Balance at 1 January</b>	(2,781)	(3,661)
Changes in fair value:		
Foreign currency risk		
- inventory purchases	(1,105)	(3,476)
Amount reclassified to profit or loss:		
Foreign currency risk		
- inventory purchases	3,476	4,576
Tax on movements on reserves during the year	(474)	(220)
<b>Balance at 31 December</b>	<b>(884)</b>	<b>(2,781)</b>

#### (c.2) Fair value hedge

##### *Copper future contracts - Master hedge agreements*

The Company is exposed to copper price risk arising from sales commitment with customers. The Company entered into copper future contracts in order to hedge the commodities price risk and determines the economic relationship between the hedging instrument and the hedged items and apply this strategy to all similar exposures.

At 31 December 2025 and 2024, the Company held the following financial instruments to hedge exposures to changes in commodity price.

<i>At 31 December</i>	2025			2024		
	1-6 months	Maturity 6-12 months	More than one year	1-6 months	Maturity 6-12 months	More than one year
	<i>(in thousand Baht)</i>					
<b>Commodity price risk</b>						
<i>Copper future contracts</i>						
Net exposure	278,824	-	-	1,258,285	6,702	-
Average copper contracts rate per metric tons	358	-	-	312	335	-

The amounts relating to items designated as hedging instruments and hedge ineffectiveness were as follows.

<i>Commodity price risk</i>	2025	2024
	<i>(in thousand Baht)</i>	
<b>At 31 December</b>		
Copper future contracts - nominal amount	278,824	1,264,986
Carrying amount included in:		
- other current financial assets	15,538	46,606
- other current financial liabilities	(102,036)	(20,942)
<b>For the year ended 31 December</b>		
<i>Recognised in profit or loss</i>		
- hedge ineffectiveness included in hedging gain (loss) for hedge of group of items with off-setting risk positions	1,361	(1,178)

# Fine Metal Technologies Public Company Limited

## Notes to the financial statements

For the year ended 31 December 2025

### 18 Capital management

The Board of Directors' policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board regularly monitors the return on capital and also monitors the level of dividends to ordinary shareholders.

### 19 Commitments with non-related parties

	2025	2024
	<i>(in thousand Baht)</i>	
<b><i>Other commitments</i></b>		
Short-term lease and low-value assets commitments	526	821
Bank guarantees for electricity use	14,761	14,761
<b>Total</b>	<b>15,287</b>	<b>15,582</b>

#### ***Significant agreement with non-related parties***

##### Hedge Agreement

The Company entered into a master hedging agreement with non-related parties and the broker, to hedge against the price fluctuation for the sale of copper product made by the Company to its customers in Thailand. Under the terms of agreement, the broker shall provide hedge service to the Company by entering into hedge contracts with the London Metal Exchange in accordance with the terms and condition stated in each hedge application requested by the Company. In consideration thereof, the Company is committed to pay a hedge service fee at the rate specified in agreement. In addition, the difference between the hedge price and the market price shall be payable by the Company or the broker, as the case maybe, at the end of each hedge period or specified in the agreement. This agreement is effective on the agreement date and shall be terminated by either party giving notice in writing to the other party.

##### Contracts to purchase of Copper Cathodes

The Company has contracts to purchase of Copper Cathodes with local suppliers under the terms of which the Company has agreed to purchase copper cathodes from the said companies at the market price averaged during the contractual month of shipment plus the contractually agreed rate or at the rate specified in agreement.

##### Accounts receivable supplier agreement

The Company has assigned its right over collection from account receivable to a financial institution according to the accounts receivable supplier agreement. The Company shall receive from the financial institution for the account receivable amount after deduction of transaction fee and discount charge. In this regards, the financial institution shall not have any rights of recourse against the Company.