

INTELLECT DESIGN ARENA LIMITED
REPORT AND FINANCIAL STATEMENTS
31st March 2024

Report of Independent AuditorTo the Shareholders of **INTELLECT DESIGN ARENA LIMITED****Opinion**

I have audited the financial statements of **INTELLECT DESIGN ARENA LIMITED**, which comprise the statement of financial position as at 31st March 2024, the statement of income and statement of changes in shareholders' equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of **INTELLECT DESIGN ARENA LIMITED** as at 31st March 2024 and its financial performance for the year then ended in accordance with the Thai Financial Reporting Standard for Non-Publicly Accountable Entities.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. 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 are 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standard for Non – Publicly Accountable Entities, 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.



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 Thai Standards on Auditing 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 Thai Standards on Auditing, 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 the management 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.



CHATSUMARN JITBANCHONG
C.P.A.(THAILAND)
Registration No. 7757

Bangkok
6th May 2024

INTELLECT DESIGN ARENA LIMITED
STATEMENT OF FINANCIAL POSITION
As at 31st March 2024

ASSETS	NOTE	2024	2023
		BAHT	
CURRENT ASSETS			
Cash and cash equivalents	4	8,196,349	969,976
Trade and other receivables	5	180,429,661	135,962,406
TOTAL CURRENT ASSETS		<u>188,626,010</u>	<u>136,932,382</u>
NON-CURRENT ASSETS			
Equipment	7	662,436	903,104
Deferred tax assets	12	1,365,312	1,004,636
Deposit		537,250	537,250
TOTAL NON-CURRENT ASSETS		<u>2,564,998</u>	<u>2,444,990</u>
TOTAL ASSETS		<u><u>191,191,008</u></u>	<u><u>139,377,372</u></u>

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

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DIRECTOR



INTELLECT DESIGN ARENA LIMITED
STATEMENT OF FINANCIAL POSITION
As at 31st March 2024

LIABILITIES AND SHAREHOLDERS' EQUITY	NOTE	2024	2023
		BAHT	
CURRENT LIABILITIES			
Other payables	6	55,099,453	43,329,890
Corporate income tax payable		462,820	758,365
Loan from related company	10	79,825,263	43,645,865
TOTAL CURRENT LIABILITIES		<u>135,387,536</u>	<u>87,734,120</u>
NON - CURRENT LIABILITY			
Provision for long - term employee benefits	9	6,826,557	5,023,179
TOTAL NON - CURRENT LIABILITY		<u>6,826,557</u>	<u>5,023,179</u>
TOTAL LIABILITIES		<u>142,214,093</u>	<u>92,757,299</u>
SHAREHOLDERS' EQUITY			
Share capital			
Registered			
4,470,000 ordinary shares of Baht 5 each		22,350,000	22,350,000
Issued and paid up			
4,470,000 ordinary shares of Baht 5 each		22,350,000	22,350,000
Retained earnings		26,626,915	24,270,073
TOTAL SHAREHOLDERS' EQUITY		<u>48,976,915</u>	<u>46,620,073</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		<u>191,191,008</u>	<u>139,377,372</u>

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

Nagabai

DIRECTOR



INTELLECT DESIGN ARENA LIMITED

STATEMENT OF EARNINGS

For the year ended 31st March 2024

		2024	2023
REVENUES	NOTE	BAHT	
Income from services		52,823,529	42,399,957
Other income		-	94
TOTAL REVENUES		<u>52,823,529</u>	<u>42,400,051</u>
EXPENSES			
Cost of services		33,002,407	26,845,254
Selling expenses		3,839,222	3,232,244
Administrative expenses		11,020,148	7,329,935
TOTAL EXPENSES		<u>47,861,777</u>	<u>37,407,433</u>
EARNINGS BEFORE FINANCIAL EXPENSES AND TAX		4,961,752	4,992,618
FINANCIAL EXPENSES		(1,950,810)	(797,531)
EARNINGS BEFORE INCOME TAX		3,010,942	4,195,087
INCOME TAX (EXPENSE) INCOME	12	(654,100)	(845,918)
NET EARNINGS FOR THE YEAR		<u>2,356,842</u>	<u>3,349,169</u>

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

Nogaloi

DIRECTOR



INTELLECT DESIGN ARENA LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the year ended 31st March 2024

	Ordinary Shares		BAHT
	Issued and paid-up	Retained earnings	Total
Balance as at 31 st March 2022	22,350,000	20,920,904	43,270,904
Net earnings for the year	-	3,349,169	3,349,169
Balance as at 31 st March 2023	22,350,000	24,270,073	46,620,073
Net earnings for the year	-	2,356,842	2,356,842
Balance as at 31 st March 2024	22,350,000	26,626,915	48,976,915

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

Nagabai

DIRECTOR



INTELLECT DESIGN ARENA LIMITED
NOTES TO FINANCIAL STATEMENTS
For the year ended 31st March 2024

NOTE 1 GENERAL INFORMATION

The Company was incorporated as a limited company under Thai Civil and Commercial Laws on 23rd July 2012 and is mainly engaged in creative design, development, modification, distribution and installation of updated software.

The Company registered address is located at 100/42 Sathorn Nakorn Tower, 23rd Floor, North Sathorn Road, Silom, Bangrak, Bangkok.

NOTE 2 BASIS FOR PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

The financial statement have been prepared in compliance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities (TFRS for NPAEs) according to the Federation of Accounting Professions' Notification No. 48/2565 dated November 14, 2022, under the Accounting Professions Act B.E.2547, and the Company has also adopted Thai Accounting Standard 12 Income Taxes. Their presentation has been made in compliance with the stipulations of the Notification of the Department of Business Development dated 28th September 2011, regarding the condensed form which should be included in the financial statements B.E.2554.

The financial statements in Thai language are the official statutory financial statements of the Company. The financial statements in English language have been translated from the Thai language financial statements.

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.



NOTE 3 SIGNIFICANT ACCOUNTING POLICIES

3.1 Revenue recognition

Income from services are recognized when services have been rendered taking into account the stage of completion.

3.2 Cash and cash equivalents

Cash and cash equivalents include cash in hand and cash at banks with a maturity of three months or less and with no commitment

3.3 Depreciation

Depreciation of fixed assets is calculated by reference to cost on a straight-line basis over their estimated useful lives at the rate of 10 - 33.33 percent per annum.

3.4 Foreign currencies

Foreign currency transactions are translated into Baht at the exchange rates ruling on the transaction dates. Assets and liabilities denominated in foreign currency outstanding on the balance sheet date are translated into Baht at the exchange rates ruling on the balance sheet date.

Exchange gains and losses are included in determining earnings.

3.5 Accounting Estimation

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent assets and liabilities. Actual results may differ from those estimates.



3.6 Income tax

Income tax expense represents the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax based on assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Company recognize deferred tax liabilities for all taxable temporary difference while its recognize deferred tax assets for all deductible temporary difference and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary difference and tax losses carried forward can be utilised.

At each reporting date, the Company review and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized.

The Company record deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.



3.7 Provision

Provision are recognized when the Company has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable can be made of the amount of the obligation.

Long - term employee benefits

The Company calculates its long-term employee benefits obligation on the basis of its best estimate of its payment obligations as at the end of the reporting period. The Company selected the recognition of provision for long-term employee benefits first-time adoption by recording expense in determining earnings.

NOTE 4 CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at 31st March, are as follow:

	2024	2023
	Baht	Baht
Cash at bank - current account	8,196,349	969,976
Total	<u>8,196,349</u>	<u>969,976</u>

NOTE 5 TRADE AND OTHER RECEIVABLES

Trade and other receivable as at 31st March, are as follow:

	2024	2023
	Baht	Baht
Trade receivable:-		
Trade receivables	64,545,151	3,102,466
Accrued income	28,481,087	85,507,015
Accrued income – related company	86,259,711	46,873,792
Total trade receivable	<u>179,285,949</u>	<u>135,483,273</u>
Other receivables:-		
Prepaid expenses	226,928	295,004
Advance	190,000	182,783
Claimable value added tax	710,164	-
Undue input vat	16,620	1,346
Total other receivables	<u>1,143,712</u>	<u>479,133</u>
Total trade and other receivable	<u>180,429,661</u>	<u>135,962,406</u>

NOTE 6 OTHER PAYABLES

Other payables as at 31st March, are as follow:

	2024	2023
	Baht	Baht
Other payable	7,483	17,140
Other payable - related company	28,830,311	36,555,039
Accrued expenses	5,685,236	4,168,368
Undue output vat	3,959,440	208,560
Advance from customer	16,040,350	1,691,384
Withholding tax payables	576,633	555,342
Value added tax payable	-	134,057
Total other payables	<u>55,099,453</u>	<u>43,329,890</u>

NOTE 7 EQUIPMENT

(Unit : Baht)

	Furniture & Fixtures	Electrical Fittings	Office Equipment	Computer Equipment	Total
Cost :					
31 st March 2022	1,435,549	151,615	237,435	473,545	2,298,144
Addition	-	-	-	191,854	191,854
(Disposal)	-	-	-	-	-
31 st March 2023	1,435,549	151,615	237,435	665,399	2,489,998
Addition	-	-	-	-	-
(Disposal)	-	-	-	-	-
31 st March 2024	1,435,549	151,615	237,435	665,399	2,489,998
Accumulated depreciation:					
31 st March 2022	627,185	66,239	216,046	412,502	1,321,972
Addition	143,555	15,161	21,378	84,828	264,922
(Disposal)	-	-	-	-	-
31 st March 2023	770,740	81,400	237,424	497,330	1,586,894
Addition	143,555	15,162	-	81,951	240,668
(Disposal)	-	-	-	-	-
31 st March 2024	914,295	96,562	237,424	579,281	1,827,562
Net book value					
31 st March 2023	664,809	70,215	11	168,069	903,104
31 st March 2024	521,254	55,053	11	86,118	662,436

NOTE 8 PROMOTIONAL PRIVILEGES

By virtue of the provisions of the Board of Investment Promotion Act B.E. 2520, the Company was granted certain promotional privileges for the Software (Enterprise Software, Digital Content and Embedded Software) according to the promotion certificate 59-1019-0-00-2-0 dated 9th August 2016 which include the exemption of income tax on earnings for a period of 8 years as from the date of earning operating income and being allowed to carry forward losses and incurred during the promotional period to the years after tax holiday period, The extension in claiming the tax losses is limited to a period of five year thereafter. As a promoted industry, the Company must comply with certain conditions and restrictions contained in the promotion certificate.

According to the notification of the Board of Investment no P.14/2541 "The presentation of revenue method" dated 30th December 1998, The Company is required to declare both the revenue from BOI promotional privileges and non BOI promotional privileges, which details are presented as below:-

	31 st March 2024	
	(Unit : Baht)	
	BOI Promotional	Non - BOI Promotional
	Taxes Privileges	Taxes Privileges
Income from services	11,361,163	41,462,366

	31 st March 2023	
	(Unit : Baht)	
	BOI Promotional	Non - BOI Promotional
	Taxes Privileges	Taxes Privileges
Income from services	33,328,425	9,071,532
Other income	-	94



NOTE 9 PROVISION FOR LONG - TERM EMPLOYEE BENEFITS

	2024	2023
	Baht	Baht
As at 1 st April	5,023,179	4,313,630
Increase during the year	1,803,378	709,549
As at 31 st March	6,826,557	5,023,179

NOTE 10 LOAN FROM RELATED COMPANY

Loans from related company represent unsecured loans denominated in Singapore Dollars and US Dollars. The loans bear interest at the rate of 2 - 3.5 percent per annum and due on demand.

NOTE 11 COMMITMENTS

As at 31st March 2024, The Company had commitment under the lease agreements of approximately amount Baht 3.3 million (2023 : Baht 1.2 million).

NOTE 12 INCOME TAX AND DEFERRED TAX ASSETS

The Company uses income tax rate of 20% for the calculation of corporate income tax for the year 2024 and 2023 which is calculated based on the provisions of the Revenue Codes with the consideration of promotional privileges as described in Note 8.

	2024	2023
	Baht	Baht
Income tax on taxable profit	1,014,776	987,828
Decrease (increase) in deferred tax assets	(360,676)	(141,910)
Income tax expense (income) presented in statement of earnings	654,100	845,918

NOTE 12 INCOME TAX AND DEFERRED TAX ASSETS (CONTINUE)

Movements of deferred tax assets during the years are as follows:

Unit : Baht

	(Charged)/credited to			31 st March 2024
	1 st April 2023	Earnings or loss	Comprehensive income	
Employee benefit obligations	1,004,636	360,676	-	1,365,312
Total	1,004,636	360,676	-	1,365,312

Unit : Baht

	(Charged)/credited to			31 st March 2023
	1 st April 2022	Earnings or loss	Comprehensive income	
Employee benefit obligations	862,726	141,910	-	1,004,636
Total	862,726	141,910	-	1,004,636

Reconciliation of the accounting profit and income tax expenses are as follows:

	2024	2023
	Baht	Baht
Profit per accounting basis	3,010,942	4,195,087
Income tax rate (percentage)	20	20
Income tax expense	602,188	839,017
Reconciling item :		
Non-deductible expense	412,588	148,811
Exempt income tax for the promoted business	-	-
Income tax on taxable profit	1,014,776	987,828
Decrease (increase) in deferred tax assets		
Changes in temporary differences	(360,676)	(141,910)
Income tax (income) expense presented in statement of earnings	654,100	845,918

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NOTE 13 APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorized for issue by the Company's authorized director on 6th May 2024.

A handwritten signature in black ink, appearing to be 'M. S.', is written over the end of the text.