

**Mermaid Maritime Public Company Limited
and its Subsidiaries**

Financial statements for the year ended
31 December 2021
and
Independent Auditor's Report



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Independent Auditor's Report

To the Shareholders of Mermaid Maritime Public Company Limited

Opinion

I have audited the consolidated and separate financial statements of Mermaid Maritime Public Company Limited and its subsidiaries (the "Group") and of Mermaid Maritime Public Company Limited (the "Company"), respectively, which comprise the consolidated and separate statements of financial position as at 31 December 2021, the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

In my opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of the Group and the Company, respectively, as at 31 December 2021 and their 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 Consolidated and Separate Financial Statements* section of my report. I am independent of the Group and the Company in accordance with the Code of Ethics for Professional Accountants issued by the Federation of Accounting Professions that is relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. 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 consolidated and separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.



The impairment testing of property, plant and equipment and investments in subsidiaries	
Refer to Notes 3, 9, and 11 to the consolidated and separate financial statements	
The key audit matter	How the matter was addressed in the audit
<p>The Group had several cash-generating units (“CGUs”) which generated losses from operations during the year, which management considered to be an indicator of impairment of those CGUs’ property, plant and equipment, and the Company’s investments in those subsidiaries containing those CGUs as at 31 December 2021.</p> <p>Therefore, management estimated the recoverable amounts of those CGUs’ property, plant and equipment by using the higher of the property, plant and equipment’s estimated value-in-use and fair value less costs to sell. For the recoverable amounts of those investments in subsidiaries, management estimated their enterprise values.</p> <p>Management used the discounted cash flow forecast (“DCF”) method to estimate value-in-use and enterprise value. In using the DCF method, there are key assumptions used to estimate future cash flows, which contain inherent uncertainty. Therefore, this is a key area of judgment on which my audit was focused.</p>	<p>My audit procedures included:</p> <ul style="list-style-type: none"> • making inquiries of management and obtaining related documents to understand the process by which management has derived its value-in-use and enterprise value estimates; • comparing forecast revenues to those achieved in prior periods; • evaluating the DCF methodology and key assumptions applied in the DCF model; • performing sensitivity tests by varying key assumptions; • assessing the competency and independence of management’s fair value less costs to sell valuation expert; • using the work of external experts engaged by KPMG in evaluating methodologies and key assumptions used in assessing the fair value of assets; and • considering the adequacy of the Group’s disclosures in accordance with the relevant Thai Financial Reporting Standards.

Measurement of expected credit losses on other accounts receivable, short-term loans to related parties and long-term loan to related party	
Refer to Notes 3, 4 and 21 to the separate financial statements.	
The key audit matter	How the matter was addressed in the audit
<p>The Company measured expected credit losses on other accounts receivables, short-term loans to related parties and long-term loan to related party are based on management’s estimate of the lifetime expected credit loss, which involves significant management judgement, including the estimates of probability of default, loss given default, discount rate, and adjustments for forward looking information, and the result might have had a significant impact to the separate financial statements.</p>	<p>My audit procedures included:</p> <ul style="list-style-type: none"> • obtaining an understanding of and evaluating the design, implementation and operating effectiveness of key internal controls over the measurement of expected credit losses and estimation of allowance for expected credit losses; • performing sensitivity testing, using the Company’s models, to evaluate the impact of varying key assumptions within a reasonably possible range, to critically challenge the Company’s quantification of assumptions and focus my procedures to the most sensitive assumptions;



Measurement of expected credit losses on other accounts receivable, short-term loans to related parties and long-term loan to related party	
Refer to Notes 3, 4 and 21 to the separate financial statements.	
The key audit matter	How the matter was addressed in the audit
I identified the measurement of expected credit losses as a key audit matter because other accounts receivable, short-term loans to related parties and long-term loan to related party are material to the Company and the recognition of expected credit loss requires the exercise of significant management judgement.	<ul style="list-style-type: none">• assessing overall data and assumptions used in management estimation whether the assumptions used in making the accounting estimate are reasonable;• testing the calculation of expected credit losses on other accounts receivable, short-term loans to related parties and long-term loan to related party and evaluating the accuracy of their balances; and• considering the adequacy of disclosures in accordance with Thai Financial Reporting Standards.

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 consolidated and separate 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 consolidated and separate 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 consolidated and separate 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 consolidated and separate 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 Consolidated and Separate Financial Statements

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

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and 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 Group and the Company or to cease operations, or has no realistic alternative but to do so.

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



Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate 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 consolidated and separate 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 consolidated and separate 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 Group's and 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 Group's and 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 consolidated and separate 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 Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

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, related safeguards.



From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated and separate 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 read 'Siripen Sukcharoenyingyong', with a long horizontal line extending to the right.

(Siripen Sukcharoenyingyong)
Certified Public Accountant
Registration No. 3636

KPMG Phoomchai Audit Ltd.
Bangkok
28 February 2022

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

Consolidated financial statements

Assets	Note	31 December		31 December	
		2021	2020	2021	2020
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Current assets					
Cash and cash equivalents	5, 21	7,983	37,756	266,791	1,134,081
Current investments	21	2,874	9,714	96,049	291,780
Trade and other accounts receivable	4, 7, 21	75,698	35,296	2,529,820	1,060,191
Short-term loans to related parties	4, 21	-	-	-	-
Supplies and spare parts		346	354	11,563	10,633
Total current assets		86,901	83,120	2,904,223	2,496,685
Non-current assets					
Restricted deposit at financial institutions	6	8,187	9,193	273,609	276,131
Investment in associate	8	22,397	22,407	748,506	673,041
Investment in joint ventures	8	4,521	1,571	151,091	47,188
Investment properties	10	449	492	15,006	14,778
Long-term loan to related party	21	1,082	-	36,160	-
Property, plant and equipment	11	132,757	143,191	4,436,727	4,301,043
Right-of-use assets		203	382	6,784	11,474
Goodwill	12	-	-	-	-
Intangible assets		2,000	13	66,840	390
Deferred tax assets	19	57	54	1,905	1,622
Other non-current assets		78	84	2,607	2,523
Total non-current assets		171,731	177,387	5,739,235	5,328,190
Total assets		258,632	260,507	8,643,458	7,824,875

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

Consolidated financial statements					
Liabilities and equity	<i>Note</i>	31 December		31 December	
		2021	2020	2021	2020
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Current liabilities</i>					
Trade and other accounts payable	4	42,763	22,443	1,429,134	674,123
Current portion of long-term borrowing from parent company	4, 13, 21	3,000	-	100,260	-
Current portion of long-term borrowings from financial institution	13, 21	14,209	13,544	474,863	406,822
Current portion of lease liabilities	13	123	206	4,111	6,188
Current income tax payable		862	509	28,808	15,289
Total current liabilities		60,957	36,702	2,037,176	1,102,422
<i>Non-current liabilities</i>					
Long-term borrowing from parent company	4, 13, 21	2,000	-	66,840	-
Long-term borrowings from financial institution	13, 21	32,485	43,869	1,085,645	1,317,698
Lease liabilities	13	78	222	2,607	6,668
Provisions for employee benefits	14	2,437	2,411	81,444	72,419
Total non-current liabilities		37,000	46,502	1,236,536	1,396,785
Total liabilities		97,957	83,204	3,273,712	2,499,207

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

Consolidated financial statements

Liabilities and equity	31 December		31 December	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Equity				
Share capital:				
Authorized share capital <i>(1,416,700,697 ordinary shares, par value at Baht 1 per share)</i>	-	-	1,416,701	1,416,701
Issued and paid share capital <i>(1,413,328,857 ordinary shares, par value at Baht 1 per share)</i>	47,322	47,322	1,413,329	1,413,329
Share premium on ordinary shares	343,536	343,536	12,271,678	12,271,678
Deficit	(226,505)	(211,082)	(9,064,542)	(8,571,050)
Other components of equity	(3,392)	(2,196)	764,029	225,892
Equity attributable to owners of the parent	160,961	177,580	5,384,494	5,339,849
Non-controlling interests	(286)	(277)	(14,748)	(14,181)
Total equity	160,675	177,303	5,369,746	5,325,668
Total liabilities and equity	258,632	260,507	8,643,458	7,824,875

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

		Separate financial statements			
		31 December		31 December	
Assets	<i>Note</i>	2021	2020	2021	2020
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Current assets</i>					
Cash and cash equivalents	5, 21	5,319	26,128	177,760	784,809
Other accounts receivable	4, 21	6,560	455	219,236	13,667
Short-term loans to related party	4, 21	-	-	-	-
Total current assets		11,879	26,583	396,996	798,476
<i>Non-current assets</i>					
Investment in associate	8	22,507	22,507	752,182	676,045
Investment in joint venture	8	213	213	7,118	6,398
Investment in subsidiaries	9	55,370	55,362	1,850,460	1,662,914
Other non-current receivable to related party	4, 21	15,204	19,666	508,116	590,710
Long-term loan to related party	4, 21	32,796	36,397	1,096,039	1,093,260
Investment properties	10	1,495	1,654	49,963	49,681
Property, plant and equipment	11	90	108	3,009	3,245
Right-of-use assets		202	379	6,751	11,384
Intangible assets		-	5	-	150
Deferred tax assets	19	57	54	1,905	1,622
Other non-current assets		48	52	1,604	1,562
Total non-current assets		127,982	136,397	4,277,147	4,096,971
Total assets		139,861	162,980	4,674,143	4,895,447

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

Separate financial statements

Liabilities and equity	<i>Note</i>	31 December		31 December	
		2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Current liabilities					
Other accounts payable	4	714	710	23,861	21,326
Current portion of long-term borrowing					
from parent company	4, 13	3,000	-	100,260	-
Current portion of lease liabilities	13	122	204	4,077	6,128
Total current liabilities		3,836	914	128,198	27,454
Non-current liabilities					
Long-term borrowing from parent company	4, 13	2,000	-	66,840	-
Lease liabilities	13	78	221	2,607	6,638
Provisions for employee benefits	14	317	274	10,594	8,230
Total non-current liabilities		2,395	495	80,041	14,868
Total liabilities		6,231	1,409	208,239	42,322
Equity					
Share capital:					
Authorized share capital					
<i>(1,416,700,697 ordinary shares,</i>					
<i>par value at Baht 1 per share)</i>		-	-	1,416,701	1,416,701
Issued and paid share capital					
<i>(1,413,328,857 ordinary shares,</i>					
<i>par value at Baht 1 per share)</i>		47,322	47,322	1,413,329	1,413,329
Share premium on ordinary shares		343,536	343,536	12,271,678	12,271,678
Deficit		(257,256)	(229,315)	(9,502,409)	(8,593,947)
Other components of equity		28	28	283,306	(237,935)
Total equity		133,630	161,571	4,465,904	4,853,125
Total liabilities and equity		139,861	162,980	4,674,143	4,895,447

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of comprehensive income

Consolidated financial statements					
		Year ended 31 December		Year ended 31 December	
	<i>Note</i>	2021	2020	2021	2020
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Revenue					
Revenue from rendering of services	4	111,592	83,779	3,605,269	2,616,642
Interest income		14	80	441	2,451
Other income	4	2,633	286	84,857	8,948
Total revenue		114,239	84,145	3,690,567	2,628,041
Expenses					
Costs of rendering of services	4, 16	113,225	95,352	3,660,601	2,983,319
Administrative expenses	4, 17	14,395	24,664	461,088	770,273
Loss on disposal of investment in an associate	8	-	68,085	-	2,132,885
Net loss on foreign exchange		444	15	14,210	373
Finance costs		1,629	2,229	51,997	69,845
Total expenses		129,693	190,345	4,187,896	5,956,695
Share of profit (loss) of joint ventures and associates accounted for using equity method, net of tax		533	(908)	18,823	(28,408)
Loss before income tax expense		(14,921)	(107,108)	(478,506)	(3,357,062)
Tax expense	19	750	2,486	23,524	77,267
Loss for the year		(15,671)	(109,594)	(502,030)	(3,434,329)
Other comprehensive income (expense)					
Items that will be reclassified subsequently to profit or loss					
Exchange differences on translating financial statements		(1,259)	-	(42,023)	-
Translation adjustments		-	-	578,057	109,020
Items that will not be reclassified to profit or loss					
Gain (loss) on remeasurements of defined benefit plans	19	302	(96)	10,074	(3,005)
Other comprehensive income (expense) for the year, net of tax		(957)	(96)	546,108	106,015
Total comprehensive (income) expense for the year		(16,628)	(109,690)	44,078	(3,328,314)

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of comprehensive income

Consolidated financial statements				
	Year ended 31 December		Year ended 31 December	
<i>Note</i>	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Profit (loss) attributable to:				
Owners of parent	(15,724)	(109,654)	(503,533)	(3,436,176)
Non-controlling interests	53	60	1,503	1,847
Loss for the year	<u>(15,671)</u>	<u>(109,594)</u>	<u>(502,030)</u>	<u>(3,434,329)</u>
Total comprehensive income (expense) attributable to:				
Owners of parent	(16,619)	(109,745)	44,645	(3,330,005)
Non-controlling interests	(9)	55	(567)	1,691
Total comprehensive (income) expense for the year	<u>(16,628)</u>	<u>(109,690)</u>	<u>44,078</u>	<u>(3,328,314)</u>
Basic losses per share				
			<i>(in US Dollar)</i>	<i>(in Baht)</i>
Basic losses per share	20	(0.0111)	<u><u>(0.0776)</u></u>	<u><u>(0.3563)</u></u>
			<u><u>(2.4313)</u></u>	

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of comprehensive income

	Note	Separate financial statements			
		Year ended 31 December		Year ended 31 December	
		2021	2020	2021	2020
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Revenue					
Management fee income	4	420	420	13,402	13,166
Interest income	4	952	911	30,423	28,466
Net gain on foreign exchange		-	169	-	5,521
Other income	4	437	323	13,814	10,113
Total revenue		1,809	1,823	57,639	57,266
Expenses					
Administrative expenses	4, 17	3,447	125,365	109,495	3,858,414
Loss on debt forgiveness to a subsidiary	4	21,936	71,912	722,087	2,243,577
Loss on disposal of investment in an associate	8	-	7,406	-	232,006
Net loss on foreign exchange		4,338	-	133,758	-
Finance costs		24	11	776	343
Total expenses		29,745	204,694	966,116	6,334,340
Loss before income tax expense		(27,936)	(202,871)	(908,477)	(6,277,074)
Tax expense (income)	19	1	(6)	(149)	(184)
Loss for the year		(27,937)	(202,865)	(908,328)	(6,276,890)
Other comprehensive income (expense)					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Translation adjustments		-	-	521,241	124,375
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Loss on remeasurement of defined benefit plans	19	(4)	-	(134)	-
Other comprehensive income (expense) for the year, net of tax		(4)	-	521,107	124,375
Total comprehensive expense for the year		(27,941)	(202,865)	(387,221)	(6,152,515)
Basic losses per share					
		<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic losses per share	20	(0.0198)	(0.1435)	(0.6427)	(4.4412)

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of changes in equity

	Consolidated financial statements										
	Retained earnings/(Deficit)					Other components of equity					
	Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests	Total other components of equity	Equity attributable to owners of parent	Non-controlling interests	Total equity
<i>(in thousand US Dollar)</i>											
Year ended 31 December 2020											
Balance at 1 January 2020	47,322	343,536	-	(101,337)	1,196	28	(3,420)	(2,196)	287,325	(332)	286,993
Comprehensive income (expense) for the year											
Profit or loss	-	-	-	(109,654)	-	-	-	-	(109,654)	60	(109,594)
Loss on remeasurement of defined benefit plans	-	-	-	(91)	-	-	-	-	(91)	(5)	(96)
Total comprehensive income (expense) for the year	-	-	-	(109,745)	-	-	-	-	(109,745)	55	(109,690)
Balance at 31 December 2020	47,322	343,536	-	(211,082)	1,196	28	(3,420)	(2,196)	177,580	(277)	177,303

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of changes in equity

	Consolidated financial statements										
	Retained earnings/(Deficit)		Other components of equity				Non-controlling interests				
	Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit	Translation of financial statements	Share-based payment		Changes in ownership interests	Total other components of equity	Equity attributable to owners of parent	Total equity
Year ended 31 December 2021	47,322	343,536	-	(211,082)	1,196	28	(3,420)	(2,196)	177,580	(277)	177,303
Balance at 1 January 2021											
Comprehensive income (expense) for the year											
Profit or loss	-	-	-	(15,724)	-	-	-	-	(15,724)	53	(15,671)
Gain on remeasurement of defined benefit plans	-	-	-	301	-	-	-	-	301	1	302
Exchange differences on translating financial statements	-	-	-	-	(1,196)	-	-	(1,196)	(1,196)	(63)	(1,259)
Total comprehensive income (expense) for the year	-	-	-	(15,423)	(1,196)	-	-	(1,196)	(16,619)	(9)	(16,628)
Balance at 31 December 2021	47,322	343,536	-	(226,505)	-	28	(3,420)	(3,392)	160,961	(286)	160,675

(in thousand US Dollar)

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

Year ended 31 December 2020	Consolidated financial statements										
	Retained earnings/(Deficit)					Other components of equity					Total equity
	Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit	Translation of financial statements	Share-based payment interests	Changes in ownership interests	Total other components of equity	Equity attributable to owners of parent	Non-controlling interests	
<i>(in thousand Baht)</i>											
1,413,329	12,271,678	-	(5,132,025)	237,161	874	(121,163)	116,872	8,669,854	(15,872)	8,653,982	
Comprehensive income (expense) for the year											
Profit or loss	-	-	(3,436,176)	-	-	-	-	(3,436,176)	1,847	(3,434,329)	
Loss on remeasurement of defined benefit plans	-	-	(2,849)	-	-	-	-	(2,849)	(156)	(3,005)	
Translation adjustments	-	-	-	109,020	-	-	109,020	109,020	-	109,020	
Total comprehensive income (expense) for the year	-	-	(3,439,025)	109,020	-	-	109,020	(3,330,005)	1,691	(3,328,314)	
Balance at 31 December 2020	1,413,329	12,271,678	-	(8,571,050)	346,181	874	(121,163)	5,339,849	(14,181)	5,325,668	

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Consolidated financial statements										
	Retained earnings/(Deficit)		Other components of equity					Non-controlling interests	Total equity		
	Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests			Total other components of equity	
Year ended 31 December 2021											
Balance at 1 January 2021	1,413,329	12,271,678	-	(8,571,050)	346,181	874	(121,163)	225,892	5,339,849	(14,181)	5,325,668
Comprehensive income (expense) for the year											
Profit or loss	-	-	-	(503,533)	-	-	-	-	(503,533)	1,503	(502,030)
Gain on remeasurement of defined benefit plans	-	-	-	10,041	-	-	-	-	10,041	33	10,074
Exchange differences on translating financial statements	-	-	-	-	(39,920)	-	-	(39,920)	(39,920)	(2,103)	(42,023)
Translation adjustments	-	-	-	-	578,057	-	-	578,057	578,057	-	578,057
Total comprehensive income (expense) for the year	-	-	-	(493,492)	538,137	-	-	538,137	44,645	(567)	44,078
Balance at 31 December 2021	1,413,329	12,271,678	-	(9,064,542)	884,318	874	(121,163)	764,029	5,384,494	(14,748)	5,369,746

(in thousand Baht)

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

		Separate financial statements						
		Differences arising			Retained earnings/(Deficit)		Other components	
Note	Issued and paid share capital	Share premium on ordinary shares	from common control transactions	Legal reserve	Deficit	Share-based payment	Total equity	
<i>(in thousand US Dollar)</i>								
	Year ended 31 December 2020							
	47,322	343,536	(7,406)	-	(26,450)	28	357,030	
	Balance at 1 January 2020							
	-	-	-	-	(202,865)	-	(202,865)	
	Comprehensive expense for the year							
	-	-	-	-	(202,865)	-	(202,865)	
8	-	-	7,406	-	-	-	7,406	
	47,322	343,536	-	-	(229,315)	28	161,571	
	Balance at 31 December 2020							

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Separate financial statements					Total equity
	Issued and paid share capital	Share premium on ordinary shares	Retained earnings/(Deficit)		Other components of equity	
			Legal reserve	Deficit	Share-based payment	
Year ended 31 December 2021						
Balance at 1 January 2021	47,322	343,536	-	(229,315)	28	161,571
Comprehensive expense for the year						
Loss	-	-	-	(27,937)	-	(27,937)
Loss on remeasurement of defined benefit plans	-	-	-	(4)	-	(4)
Total comprehensive expense for the year	-	-	-	(27,941)	-	(27,941)
Balance at 31 December 2021	47,322	343,536	-	(257,256)	28	133,630

(in thousand US Dollar)

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Separate financial statements							Total equity
	Retained earnings/(Deficit)		Other components of equity			Total other components of equity		
	Issued and paid share capital	Share premium on ordinary shares	Differences arising from common control transactions	Translation of financial statements	Share-based payment			
Note			Legal reserve	Deficit <i>(in thousand Baht)</i>				
Year ended 31 December 2020								
Balance at 1 January 2020	1,413,329	12,271,678	(239,757)	-	(2,317,057)	874	(362,310)	10,765,883
Comprehensive income (expense) for the year								
Loss	-	-	-	-	(6,276,890)	-	-	(6,276,890)
Translation adjustments	-	-	-	-	-	124,375	124,375	124,375
Total comprehensive income (expense) for the year	-	-	-	-	(6,276,890)	-	124,375	(6,152,515)
Transfer to profit and loss	-	-	239,757	-	-	-	-	239,757
Balance at 31 December 2020	1,413,329	12,271,678	-	-	(8,593,947)	874	(237,935)	4,853,125

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Separate financial statements						Total equity	
	Retained earnings/(Deficit)		Other components of equity			Total other components of equity		
	Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit (in thousand Baht)	Translation of financial statements			Share-based payment
Year ended 31 December 2021								
Balance at 1 January 2021	1,413,329	12,271,678	-	(8,593,947)	(238,809)	874	(237,935)	4,853,125
Comprehensive income (expense) for the year								
Loss	-	-	-	(908,328)	-	-	-	(908,328)
Loss on remeasurement of defined benefit plans	-	-	-	(134)	-	-	-	(134)
Translation adjustments	-	-	-	-	521,241	-	521,241	521,241
Total comprehensive income (expense) for the year	-	-	-	(908,462)	521,241	-	521,241	(387,221)
Balance at 31 December 2021	1,413,329	12,271,678	-	(9,502,409)	282,432	874	283,306	4,465,904

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of cash flows

	Consolidated financial statements			
	Year ended 31 December		Year ended 31 December	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Cash flows from operating activities</i>				
Loss for the year	(15,671)	(109,594)	(502,030)	(3,434,329)
<i>Adjustments to reconcile loss to cash receipts (payments)</i>				
Tax expense	750	2,486	23,524	77,267
Finance costs	1,629	2,229	51,997	69,845
Depreciation	14,776	14,506	472,276	453,813
Amortisation	13	41	400	1,282
Unrealised gain on exchange	(5,075)	(463)	(159,310)	(14,041)
Gain from revaluation of trading securities	(3)	(507)	(148)	(16,401)
Loss from revaluation of investment in mutual fund	129	-	4,306	-
(Gain) loss from sale of trading securities	(132)	657	(4,118)	20,618
Share of (profit) loss of joint ventures and associate accounted for using equity method, net of tax	(533)	908	(18,823)	28,408
Impairment losses recognised in profit or loss	-	2,066	-	63,250
Impairment loss determine in accordance with TFRS9	688	7,940	22,590	248,329
Loss from disposal of investment in an associate	-	68,085	-	2,132,885
Gain on liquidation of subsidiary	(1,258)	-	(41,990)	-
Gains on disposals of property, plant and equipment and intangible assets	(791)	(24)	(24,407)	(777)
Interest income	(14)	(80)	(441)	(2,451)
Provision for employee benefits	397	378	12,600	11,837
Loss from write-off non-refundable withholding tax	508	974	16,419	30,568
	<u>(4,587)</u>	<u>(10,398)</u>	<u>(147,155)</u>	<u>(329,897)</u>
<i>Changes in operating assets and liabilities</i>				
Restricted deposit at financial institutions	1,006	2,075	33,620	62,327
Trade and other accounts receivable	(20,204)	10,196	(675,215)	306,258
Supplies and spare parts	8	265	267	7,960
Other non-current assets	1	22	33	661
Trade and other accounts payable	21,574	(7,566)	721,000	(227,261)
Exchange rate losses from translating financial statements	(1)	-	(33)	-
Translation adjustments	-	-	117,528	18,817
Net cash generated from (used in) operating activities	<u>(2,203)</u>	<u>(5,406)</u>	<u>50,045</u>	<u>(161,135)</u>
Provision for employee benefit paid	(73)	(109)	(2,371)	(3,404)
Taxes paid	(580)	(624)	(18,080)	(19,764)
Net cash from (used in) operating activities	<u>(2,856)</u>	<u>(6,139)</u>	<u>29,594</u>	<u>(184,303)</u>

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of cash flows

	Consolidated financial statements			
	Year ended 31 December		Year ended 31 December	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Cash flows from investing activities</i>				
Proceed from sale of current investments	18,790	4,343	627,960	130,451
Acquisition of current investments	(11,945)	(2,000)	(399,201)	(60,074)
Increase in long-term loan to related party	(1,140)	-	(38,099)	-
Increase in long-term loan to other party	-	(498)	-	(14,958)
Proceeds from sale of property, plant and equipment and intangible assets	2,275	36	76,030	1,081
Acquisition of property, plant and equipment and intangible assets	(8,638)	(10,660)	(288,681)	(320,195)
Acquisition of support vessel	(16,000)	-	(534,718)	-
Proceeds from sale of interest in associate	-	31,000	-	931,150
Acquisition of interest in joint venture	(2,557)	(35)	(85,455)	(1,051)
Interest received	14	135	468	4,055
Net cash from (used in) investing activities	(19,201)	22,321	(641,696)	670,459
<i>Cash flows from financing activities</i>				
Proceeds from short-term borrowings from financial institution	1,500	-	50,130	-
Repayment of short-term borrowings from financial institution	(1,500)	(244)	(50,130)	(7,329)
Proceeds from long-term borrowings from financial institution	2,992	7,960	99,992	239,095
Repayment of long-term borrowings from financial institution	(13,768)	(6,400)	(460,125)	(192,237)
Proceeds from long-term borrowings from parent company	5,000	-	167,100	-
Payment of lease liabilities	(228)	(99)	(7,620)	(2,974)
Finance costs paid	(1,569)	(2,179)	(50,056)	(68,284)
Net cash used in financing activities	(7,573)	(962)	(250,709)	(31,729)
Net increase (decrease) in cash and cash equivalents, before effect of exchange rates	(29,630)	15,220	(862,811)	454,427
Effect of exchange rates changes on cash and cash equivalents	(143)	40	(4,479)	1,310
Net increase (decrease) in cash and cash equivalents	(29,773)	15,260	(867,290)	455,737
Cash and cash equivalents at 1 January	37,756	22,496	1,134,081	678,344
Cash and cash equivalents at 31 December	7,983	37,756	266,791	1,134,081
<i>Non-cash transactions</i>				
Acquisition of interest in joint venture	136	-	4,545	-
Receivables for sales of property, plant and equipment	-	26	-	781
Receivable for sales of support vessel	16,000	-	534,718	-
Payables for purchase of property, plant and equipment	551	1,912	18,414	57,431
Lease agreements for purchase of equipment	-	528	-	15,860

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of cash flows

	Separate financial statements			
	Year ended 31 December		Year ended 31 December	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Cash flows from operating activities</i>				
Loss for the year	(27,937)	(202,865)	(908,328)	(6,276,890)
<i>Adjustments to reconcile loss to cash receipts (payments)</i>				
Tax expense (income)	1	(6)	(149)	(184)
Depreciation	376	369	12,016	11,528
Amortization	5	7	158	221
Unrealised (gain) loss on exchange	5,453	(918)	167,739	(115,830)
Loss on disposal of investment in an associate	-	7,406	-	232,006
Loss on debt forgiveness to a subsidiary	21,936	71,912	722,087	2,243,577
Gain from revaluation of trading securities	-	-	(28)	-
Loss from sale of trading securities	37	-	1,220	-
Impairment loss recognised in profit or loss	-	101,597	-	3,110,352
Impairment loss determine in accordance with TFRS9	-	6,442	-	197,219
Loss from loan transfer from a subsidiary	-	13,373	-	427,231
Gain on disposal of property, plant and equipment and intangible assets	(3)	(26)	(94)	(815)
Interest income	(952)	(911)	(30,423)	(28,466)
Provision for employee benefits	41	32	1,321	1,001
Loss from write-off non-refundable withholding tax	-	25	-	765
	<u>(1,043)</u>	<u>(3,563)</u>	<u>(34,481)</u>	<u>(198,285)</u>
<i>Changes in operating assets and liabilities</i>				
Receivables from related parties	(5,877)	50,701	(196,409)	1,522,911
Other accounts receivable	5	57	167	1,712
Other non-current assets	(17,473)	(19,694)	(583,946)	(591,551)
Other accounts payable	(17)	(78)	(568)	(2,342)
Translation adjustments	-	-	88,058	90,879
Net cash generated from (used in) operating activities	<u>(24,405)</u>	<u>27,423</u>	<u>(727,179)</u>	<u>823,324</u>
Provision for employee benefit paid	(6)	-	(200)	-
Taxes paid	(7)	(27)	(224)	(845)
Net cash from (used in) operating activities	<u>(24,418)</u>	<u>27,396</u>	<u>(727,603)</u>	<u>822,479</u>
<i>Cash flows from investing activities</i>				
Proceeds from sale of current investments	8,907	-	297,671	-
Acquisition of current investments	(8,945)	-	(298,941)	-
Increase in short-term loans to related party	-	(5,000)	-	(150,186)
Increase in long-term loans to related party	(1,140)	-	(38,099)	-
Proceeds from sale of property, plant and equipment and intangible assets	3	26	100	781
Acquisition of property, plant and equipment	(11)	(47)	(368)	(1,412)
Acquisition of interest in subsidiaries	(8)	-	(267)	-
Interest received	2	5	67	150
Net cash used in investing activities	<u>(1,192)</u>	<u>(5,016)</u>	<u>(39,837)</u>	<u>(150,667)</u>

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of cash flows

	Separate financial statements			
	Year ended 31 December		Year ended 31 December	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Cash flows from financing activities</i>				
Proceeds from long-term borrowings from parent company	5,000	-	167,100	-
Payment of lease liabilities	(225)	(97)	(7,519)	(2,914)
Net cash from (used in) financing activities	4,775	(97)	159,581	(2,914)
Net increase (decrease) in cash and cash equivalents, before effect of exchange rates	(20,835)	22,283	(607,859)	668,898
Effects of exchange rate changes on cash and cash equivalents	26	(30)	810	(936)
Net increase (decrease) in cash and cash equivalents	(20,809)	22,253	(607,049)	667,962
Cash and cash equivalents at 1 January	26,128	3,875	784,809	116,847
Cash and cash equivalents at 31 December	5,319	26,128	177,760	784,809
<i>Non-cash transactions</i>				
Lease agreements for purchase of equipment	199	522	6,651	15,679

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

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2021

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Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

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 28 February 2022.

1 General information

Mermaid Maritime Public Company Limited (the “Company”) is a public company limited which is incorporated in Thailand and is listed on the Singapore Exchange Securities Trading Limited. The Company’s registered office at 26/28-29 Orakarn Building, 9th floor, Soi Chidlom, Ploenchit Road, Kwaeng Lumpinee, Khet Pathumwan, Bangkok 10330, Thailand.

The Company is a subsidiary of Thoresen Thai Agencies Public Company Limited, which is incorporated in Thailand.

The Company and its subsidiaries (the “Group”), provide a wide range of services to the offshore oil & gas industries. The scope of services comprises sub-sea engineering and inspection by divers and remotely operated vehicle (“ROV”) systems, ownership and operations of a fleet of offshore service vessels and decommissioning service.

Details of the Company’s subsidiaries, associates, and joint venture as at 31 December 2021 and 2020 were as follows:

Name of the entities	Nature of business	Country of incorporation	Direct/Indirect holding (%)	
			31	31
			December 2021	December 2020
<i>Subsidiaries</i>				
Mermaid Subsea Services (Thailand) Ltd., which has five subsidiaries and one joint venture as follows:	Subsea Service Provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry	Thailand	100.0	100.0
<i>Subsidiaries</i>				
Seascope Surveys Pte. Ltd.,	Subsea Service Provider, hydrographic survey and positioning to the Offshore Oil and Gas industry	Singapore	100.0	100.0
Mermaid Offshore Services Pte. Ltd.	Subsea Service Provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry	Singapore	100.0	100.0
Mermaid Subsea Services (Malaysia) Sdn. Bhd. ⁽¹⁾	”	Malaysia	45.0	45.0
Mermaid Subsea Services (UK) Ltd.	”	United Kingdom	100.0	100.0
Mermaid Subsea Oil and Gas Services DMCEST, which has one joint venture as follows:	Subsea Service Provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry	United Arab Emirates	100.0	-

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2021

Name of the entities	Nature of business	Country of incorporation	Direct/Indirect holding (%)	
			31 December 2021	31 December 2020
Millennium 3 Ship Management And Operations DMCCO <i>Joint venture</i> ZeaQuest Co., Ltd.	Vessels management and operation	United Arab Emirates	50.0	-
	Robotics and artificial intelligence developer and commercial subsea engineering service provider	Thailand	50.0	50.0
Mermaid Drilling Ltd., which has three subsidiaries as follows:	Production and exploration drilling services	Thailand	95.0	95.0
MTR - 1 Ltd. ⁽³⁾	Drilling services	Thailand	-	95.0
MTR - 2 Ltd.	”	Thailand	95.0	95.0
Mermaid Drilling (Malaysia) Sdn. Bhd. ⁽²⁾	”	Malaysia	-	95.0
Mermaid Maritime Mauritius Ltd., which has one subsidiary as follows:	Investment holding	Mauritius	100.0	100.0
Mermaid International Ventures, which has one subsidiary as follows:	”	Cayman	100.0	100.0
Mermaid Subsea Services (International) Ltd., which has two subsidiaries as follows:	Subsea Service Provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry	Seychelles	100.0	100.0
Mermaid Subsea Services Saudi Arabia Co., Ltd.	”	Saudi Arabia	95.0	95.0
Mermaid Subsea Services LLC ⁽¹⁾	”	Qatar	49.0	49.0
Mermaid Venture Co., Ltd. (formerly Mermaid-MOE JV Co., Ltd.) which has one joint venture as follows:	Investment holding	Thailand	100.0	100.0
KK Venture Co.,Ltd.	Technology-based businesses	Thailand	50.0	-
<i>Associate</i> PTGC Co., Ltd.	Real estate	Cambodia	49.0	49.00
<i>Joint venture</i> Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.0	40.00

⁽¹⁾ Group interest is 100% after taking account of nominee holdings.

⁽²⁾ Mermaid Drilling (Malaysia) Sdn. Bhd. was deregistered on 5 July 2021.

⁽³⁾ MTR-1 Ltd. was liquidated on 23 December 2021.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

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. The accounting policies are described in note 3 have been applied consistently to all periods presented in these financial statements.

Items included in the financial statements of each of the Group’s entities are measured using the currency of the primary economic environment in which the entity operates (“the functional currency”). The consolidated financial statements are stated in US Dollar, which is the Company’s functional currency, and Thai Baht, which is the Company’s designated presentation currency and accordingly the Company has prepared financial statements in both US Dollar and Thai Baht. The basis of the translation from the functional currency (US Dollar) to the presentation currency (Thai Baht) is disclosed in Note 3(c).

The preparation of financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of the Group’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 Significant accounting policies

(a) *Basis of consolidation*

The consolidated financial statements relate to the Company and its subsidiaries (together referred to as the “Group”) and the Group’s interests in associates and joint ventures.

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

At the acquisition date, the Group measures any non-controlling interest at its proportionate interest in the identifiable net assets of the acquiree. In addition, when there is a change in the Group’s interest in a subsidiary that do not result in a loss of control, any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid from the acquisition of the non-controlling interests with no change in control are accounted for as other surpluses in shareholders’ equity.

When the Group loses control over a subsidiary, it derecognises the assets and liabilities, any related non-controlling interests and other components of equity of the subsidiary. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

Associates are those entities in which the Group has significant influence, but not control or joint control, over the financial and operating policies. A joint venture is an arrangement in which the Group has joint control, whereby the Group has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

The Group recognised investments in associates and joint ventures using the equity method in the consolidated financial statements in which the equity method is applied. They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements in which the equity method is applied include the Group’s dividend income and share of the profit or loss and other comprehensive income of equity-accounted investees, until the date on which significant influence or joint control ceases.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

Intra-group balances and transactions, and any unrealised income or expenses arising from intra-group transactions, are eliminated on consolidation. Unrealised gains arising from transactions with associates and joint ventures are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

Business combinations

The Group applies the acquisition when the Group assess that the acquired set of activities and assets include, at a minimum, an input and a substantive process that together significantly contribute to the ability to create output. The acquisition date is the date on which control is transferred to the Group, other than business combinations with entities under common control. Expenses in connection with a business combination are recognised as incurred.

Goodwill is measured as the fair value of the consideration transferred including the recognised amount of any non-controlling interest in the acquiree, less net fair value of the identifiable assets acquired and liabilities assumed. Any gain on bargain purchase is recognised in profit or loss immediately.

Consideration transferred includes assets transferred, liabilities incurred by the Group to the previous owners of the acquiree, any contingent consideration and equity interests issued by the Group.

Any contingent consideration is measured at fair value at the date of acquisition, and remeasured at fair value at each reporting date. Subsequent changes in the fair value are recognised in profit or loss.

A contingent liability of the acquiree is assumed in a business combination only if such a liability represents a present obligation and arises from a past event, and its fair value can be measured reliably.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Group estimates provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted during the measurement period, or additional assets or liabilities are recognised, to reflect new information obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognised at that date.

Business combination under common control are accounted for using a method similar to the pooling of interest method, by recognising assets and liabilities of the acquired businesses at their carrying amounts in the consolidated financial statements of the ultimate parent company at the transaction date. The difference between the carrying amount of the acquired net assets and the consideration transferred is recognised as surplus or deficit from business combinations under common control in shareholder's equity. The surplus or deficit will be written off upon divestment of the businesses acquired. The results from operations of the acquired businesses will be included in the consolidated financial statements of the acquirer from the beginning of the comparative period or the moment the businesses came under common control, whichever date is later, until control ceases.

(b) Investments in subsidiaries, associates and joint ventures

Investments in subsidiaries, associates and joint ventures in the separate financial statements are measured at cost less allowance for impairment losses. If the Company disposes of part of its investment, the deemed cost of the part sold is determined using the weighted average method. Gains and losses on disposal of the investments are recognised in profit or loss.

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Notes to the financial statements

For the year ended 31 December 2021

(c) *Foreign currencies*

Transactions in foreign currencies including non-monetary assets and liabilities denominated in foreign currencies are translated to the respective functional currencies of Group entities 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.

Group companies

The results and financial position of all the Group entities (none of which has the currency of a hyper-inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- (a) assets and liabilities for each financial position presented are translated at the closing rate at the date of the statement of financial position;
- (b) income and expenses for each income statement are translated at average exchange rate (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the rates on the dates of the transactions); and
- (c) all resulting exchange differences are recognised in other comprehensive income.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate. Exchange differences arising are recognised in other comprehensive income.

(d) *Financial instruments*

(d.1) Classification and measurement

Debt securities that the Group issued are initially recognised when they are originated. Other financial assets and financial liabilities (except trade accounts receivables (see note 3(f))) are initially recognised when the Group becomes a party to the contractual provisions of the instrument, and measured at fair value, taking into account for transaction costs that are directly attributable to its acquisition, except for financial assets measured at FVTPL, which are initially and subsequently measured at fair value, and any transaction costs that are directly attributable to its acquisition are recognised in profit or loss.

On initial recognition, a financial asset is classified as measured at: amortised cost; fair value through other comprehensive income (FVOCI); or fair value through profit or loss (FVTPL). Financial assets are not reclassified subsequent to their initial recognition unless the Group 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.

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For the year ended 31 December 2021

Debt investments measured at FVOCI are subsequently measured at fair value. Interest income, calculated using the effective interest method, foreign exchange gains and losses and expected credit loss are recognised in profit or loss. Other net gains and losses are recognised in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.

(d.2) Derecognition and offset

The Group 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 Group neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Group derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Group 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 Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

(d.3) Impairment of financial assets other than trade accounts receivables

The Group recognises allowances for expected credit losses (ECLs) on financial assets measured at amortised cost, debt investments measured at FVOCI, lease receivables, and loan commitments issued which are not measured at FVTPL

The Group 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.

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 Group assumes that the credit risk on a financial asset has increased significantly if it is more than 90 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 Group.

The Group considers a financial asset to be in default when:

- the debtor is unlikely to pay its credit obligations to the Group in full, without recourse by the Group to actions such as realising security (if any is held); or
- the financial asset is more than 180 days past due.

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Notes to the financial statements

For the year ended 31 December 2021

(d.4) Write offs

The gross carrying amount of a financial asset is written off when the Group 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.

(e) Cash and cash equivalents

Cash and cash equivalents comprise cash balances, call deposits and highly liquid short-term investments which has a maturity of three months or less from the date of acquisition. Bank overdrafts that are repayable on demand are a component of cash and cash equivalents for the purpose of the statement of cash flows.

Restricted deposit

Deposit that have a restriction of use are presented separately in account “Restricted Deposit at financial institution” in the statement of financial position.

(f) Trade accounts receivable

A trade receivable is recognised when the Group 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 incurred.

The Group estimates lifetime expected credit losses (ECLs), using a provision matrix to find ECLs rate. 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.

(g) Supplies and spare parts

Vessel supplies and spare parts mainly comprise bunker, vessel supplies, and spare parts are measured at the lower of cost and net realisable value. Bunker supplies are calculated using the first-in, first-out principle. Vessel supplies and spare parts are calculated using the weighted average principle. Supplies and spare parts are calculated using the weighted average principle.

(h) Investment properties

Investment properties are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the investment property. The cost of self-constructed assets includes and capitalised borrowing costs.

Depreciation is calculated on a straight-line basis over the estimated useful lives of buildings and building improvement of 10 and 20 years and recognised in profit or loss. No depreciation is provided on freehold land or assets under construction.

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For the year ended 31 December 2021

(i) *Property, plant and equipment*

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

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes capitalised borrowing costs, and the costs of dismantling and removing the items and restoring the site on which they are located, Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

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

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 Group, 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 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.

The estimated useful lives are as follows:

Buildings and building improvement	10 and 20 years
Offshore support vessels	5 to 30 years
Motor launches	10 years
Dry-docking	2.5 and 5 years
Tools and equipment	3 to 20 years
Office equipment	3 to 5 years
Motor vehicles	5 to 10 years

The estimated useful lives of support vessels are based on their remaining useful lives at the acquisition date. Depreciation is calculated based on a component approach on the cost of the vessels less an estimated residual value.

Expenditures incurred during inspections, major repairs, or dry-docking are recognised in the carrying amount of property, plant, and equipment as a replacement if the recognition criteria are satisfied. Dry-docking costs are considered a separate component of the vessels' cost that have a different pattern of economic benefits and are therefore depreciated separately. Dry-docking expenses are amortised over the period until the next scheduled dry-docking up to a maximum of 5 years.

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(j) *Goodwill*

Goodwill is measured at cost less accumulated impairment losses. In respect of equity-accounted investees, the carrying amount of goodwill is included in the carrying amount of the investment.

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(k) *Intangible assets*

Intangible assets that have indefinite useful lives are measured at cost less impairment losses. Other intangible assets are measured at cost less accumulated amortisation and accumulated impairment losses. Subsequent expenditure is capitalised only when it will generate the 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 are as follows:

Computer software	1, 3 and 5 years
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Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(l) *Leases*

At inception of a contract, the Group 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.

As a lessee

At commencement or on modification of a contract, the Group 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 Group has elected not to separate non-lease components and account for the lease and non-lease components wholly as a single lease component.

The Group 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 is recognised as an expense on a straight-line basis over the lease term.

Right-of-use asset is measured at cost, less any accumulated depreciation and impairment loss, 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 lease 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 Group by the end of the lease term or the Group 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 Group uses incremental borrowing rate to discount the lease payments to the present value. The Group 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. 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.

The Group 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.

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For the year ended 31 December 2021

As a lessor

At inception or on modification of a contract, the Group allocates the consideration in the contract to each component on the basis of their relative standalone selling prices.

At lease inception, the Group considers to classify a lease that transfers substantially all of the risks and rewards incidental to ownership of the underlying asset to lessees as a finance lease. A lease that does not meet this criteria is classified as an operating lease.

The Group recognises finance lease receivables at the net investment of the leases, which includes the present value of the lease payments, and any unguaranteed residual value, discounted using the interest rate implicit in the lease. Finance lease income reflects a constant periodic rate of return on the Group's net investment outstanding in respect of the leases.

The Group recognises lease payments received under operating leases in profit or loss on a straight-line basis over the lease term as part of revenue from rendering of services. Initial direct costs incurred in arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as revenue from rendering of services. Contingent rents are recognised as revenue from rendering of services in the accounting period in which they are earned.

The Group estimates lifetime expected credit losses (ECLs), using a provision matrix to find ECLs rate. This method groups the lease receivables 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. The Group derecognises the lease receivables as disclosed in note 4(d).

(m) Impairment of non-financial assets

The carrying amounts of the Group'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. For goodwill and intangible assets that have indefinite useful lives or are not yet available for use, the recoverable amount is estimated each year at the same time.

An impairment loss is recognised in profit or loss if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount, unless it reverses a previous revaluation credited to equity, in which case it is charged to equity.

The recoverable amount is the greater of the asset's value in use and fair value less costs to sell. In assessing value in use, 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. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Impairment losses of assets recognised in prior periods is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss in respect of goodwill is not reversed. 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.

(n) Employee benefits

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

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The Group'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 is performed annually 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 Group 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 Group recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

The Group 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.

Termination benefits are expensed at the earlier of when the Group can no longer withdraw the offer of those benefits and when the Group recognizes costs for a restructuring. If benefits are not expected to be settled wholly within 12 months of the end of the reporting period, then they are discounted.

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 Group 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.

(o) *Share-based payments*

The grant-date fair value of equity-settled share-based payment awards granted to employees is generally recognised as an expense, with a corresponding increase in equity, over the vesting period of the awards. The amount recognised as an expense is adjusted to reflect the number of awards for which the related service and non-market performance conditions are expected to be met, such that the amount ultimately recognised is based on the number of awards that meet the related service and non-market performance conditions at the vesting date. For share-based payment awards with non-vesting conditions, the grant-date fair value of the share-based payment is measured to reflect such conditions and there is no true-up for differences between expected and actual outcomes.

(p) *Provisions*

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. 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 finance cost.

(q) *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 Group has access at that date. The fair value of a liability reflects its non-performance risk.

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When measuring the fair value of an asset or a liability, the Group 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 Group 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 Group 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 Group determines that the fair value on initial recognition differs from the transaction price and the fair value is evidenced neither by a quoted price in an active market for an identical asset or liability nor based on a valuation technique for which any unobservable inputs are judged to be insignificant in relation to the measurement, then the financial instrument is initially measured at fair value, adjusted to defer the difference between the fair value on initial recognition and the transaction price. Subsequently, that difference is recognised in profit or loss on an appropriate basis over the life of the instrument but no later than when the valuation is wholly supported by observable market data or the transaction is closed out.

(r) Revenue from contracts with customers

(1) Revenue recognition

Revenue is recognised when a customer obtains control of the goods or services in an amount that reflects the consideration to which the Group 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 for rendering of services is recognised over time as the services are provided. The related costs are recognised in profit or loss when they are incurred.

(2) Contract balances

Contract assets are recognised when the Group has recognised revenue before it has an unconditional right to receive consideration. The contract assets are measured at the amount of consideration that the Group is entitled to, less allowance for expected credit loss. The contract assets are classified as trade receivables when the Group has an unconditional right to receive consideration.

Contract liabilities are the obligation to transfer goods or services to the customer. The contract liabilities are recognised when the Group receives or has an unconditional right to receive non-refundable consideration from the customer before the Group recognises the related revenue.

A refund liability is the obligation to refund some or all of the consideration received from the customer and is measured at the amount the Group ultimately expects it will have to return to the customer. The refund liability is reassessed at each reporting date and make a corresponding change to the amount of revenue recognised.

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For the year ended 31 December 2021

(s) *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 they relate to a business combination, or 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 goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries and joint ventures to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group 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 separate financial statements.

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.

(t) *Earnings per share*

Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for own shares held. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, adjusted for own shares held, for the effects of all dilutive potential ordinary shares, which comprise convertible notes and share options granted to employees.

4 **Related parties**

A related party is a person or entity that has direct or indirect control or joint control, or has significant influence over the financial and managerial decision-making of the Group; a person or entity that are under common control or under the same significant influence as the Group; or the Group has direct or indirect control or joint control or has significant influence over the financial and managerial decision-making of a person or entity.

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Notes to the financial statements

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Relationships with subsidiaries, associates and joint ventures are described in notes 8 and 9. Other related parties which the group had significant transaction during the period with were as follows;

Name of entities	Country of incorporation/ nationality	Nature of relationship
Thoresen Thai Agencies Public Company Limited	Thailand	Ultimate parent company, some common directors
Thoresen & Company (Bangkok) Limited	Thailand	99.9% holding by a subsidiary of ultimate parent company
Unique Mining Services Public Company Limited	Thailand	92.9% holding by the ultimate parent company
PSM Land Company Limited	Thailand	One of the director of ultimate parent company is a major shareholder
Natural Bev Co., Ltd.	Thailand	One of the director of ultimate parent company is a major shareholder
PT Seascope Surveys Indonesia	Indonesia	A subsidiary is a major shareholder, 10% or more shareholding
Key management personnel	Thai	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 Group

Significant transactions with related parties Year ended 31 December

	Consolidated financial statements			
	2021 (in thousand US Dollar)	2020	2021 (in thousand Baht)	2020
Parent				
Other income	-	7	-	216
Administrative expenses	15	67	497	2,108
Associates				
Other income	-	67	-	2,051
Joint venture				
Rendering of services	58,478	56,665	1,871,234	1,772,663
Other income	745	-	23,825	-
Costs of rendering of services	2,008	80	66,992	2,539
Administrative expenses	-	1	-	32
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	941	1,474	29,960	46,173
Post-employment benefits	6	6	190	195
Total key management personnel compensation	<u>947</u>	<u>1,480</u>	<u>30,150</u>	<u>46,368</u>
Other related parties				
Other income	-	10	-	319
Administrative expenses	58	58	1,852	1,814

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<i>Significant transactions with related parties</i> <i>Year ended 31 December</i>	Separate financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Parent				
Other income	-	7	-	216
Administrative expenses	11	67	363	2,108
Associates				
Other income	-	24	-	735
Subsidiaries				
Management fee income	420	420	13,430	13,166
Interest income	951	910	30,394	28,434
Other income	259	265	8,083	8,318
Administrative expenses	-	11	-	343
Loss on debt forgiveness	21,936	71,912	722,087	2,201,557
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	941	1,474	29,960	46,173
Post-employment benefits	6	6	190	195
Total key management personnel compensation	<u>947</u>	<u>1,480</u>	<u>30,150</u>	<u>46,368</u>
Other related parties				
Other income	-	10	-	319
Administrative expenses	57	58	1,819	1,814

Balances as at 31 December with related parties were as follows:

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Trade accounts receivable				
Joint venture	10,155	10,749	339,379	322,869
Net	<u>10,155</u>	<u>10,749</u>	<u>339,379</u>	<u>322,869</u>
Other receivables				
Parent	-	4	-	120
Associate	65	37	2,172	1,112
Joint venture	16,000	73	534,718	2,193
Other related parties	7,542	7,542	252,053	226,540
	<u>23,607</u>	<u>7,656</u>	<u>788,943</u>	<u>229,965</u>
Less allowance for expected credit loss	(7,542)	(7,542)	(252,053)	(226,540)
Net	<u>16,065</u>	<u>114</u>	<u>536,890</u>	<u>3,425</u>
Loans to				
Joint venture	1,082	-	36,160	-
Other related parties	18,350	18,350	613,255	551,181
	<u>19,432</u>	<u>18,350</u>	<u>649,415</u>	<u>551,181</u>
Less allowance for expected credit loss	(18,350)	(18,350)	(613,255)	(551,181)
Net	<u>1,082</u>	<u>-</u>	<u>36,160</u>	<u>-</u>
Expected credit losses for the year ended 31 December				
Other receivables	-	2,142	-	67,102
Loans to	-	5,371	-	168,256

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For the year ended 31 December 2021

	Consolidated financial statements			
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Trade accounts payables				
Joint venture	633	173	21,155	5,196
Other related parties	427	17	14,270	511
Total	1,060	190	35,425	5,707
Other accounts payables				
Parent	9	-	301	-
Other related parties	617	-	20,620	-
Total	626	-	20,921	-
Long-term loan from				
Parent	5,000	-	167,100	-
Total	5,000	-	167,100	-

Long-term borrowings for support working capital were granted by Parent company and were denominated in US Dollar, having a total outstanding balance of US Dollar 5.0 million as at 31 December 2021 with repayment terms until June 2023. These borrowings bear interest at the rate 7% per annum.

	Separate financial statements			
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Other receivables				
Parent	-	4	-	120
Subsidiaries	9,064	2,977	302,919	89,420
Associate	65	37	2,172	1,112
Joint Venture	-	30	-	901
	9,129	3,048	305,091	91,553
Less allowance for expected credit loss	(2,809)	(2,809)	(93,876)	(84,374)
Net	6,320	239	211,215	7,179

Expected credit losses for the year ended 31 December

Other receivables	-	1,127	-	34,502
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Other receivable from transferred investment in associates under common control

On 26 September 2014, the Company agreed to transfer the investment in associates, Asia offshore Drilling Group, to a subsidiary, Mermaid International Ventures (“MIV”) at cost of US Dollar 97.6 million for consideration received of Baht 2,899.0 million or equivalent to US Dollar 90.2 million. During the year ended 31 December 2020, the Company received cash from an indirect subsidiary of US Dollar 17.2 million and the Company forgiveness of the remaining debt due from an indirect subsidiary. As a result, the Company accounted for losses from debt forgiveness by US Dollar 71.9 million as other expense in separate financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

	Separate financial statements			
	2021 (in thousand US Dollar)	2020	2021 (in thousand Baht)	2020
Other non-current receivables				
Subsidiaries	42,747	50,304	1,428,600	1,510,987
Less allowance for expected credit loss	(27,543)	(30,638)	(920,484)	(920,277)
Net	15,204	19,666	508,116	590,710
Loans to				
Subsidiaries	61,489	67,518	2,054,956	2,028,044
Less allowance for expected credit loss	(28,693)	(31,121)	(958,917)	(934,784)
Net	32,796	36,397	1,096,039	1,093,260
Expected credit losses for the year ended 31 December				
Other non-current receivables	21,927	-	721,791	-
Loans to	-	5,315	-	162,717

All loans to related parties are unsecured and have repayment terms at call.

	Separate financial statements			
	2021 (in thousand US Dollar)	2020	2021 (in thousand Baht)	2020
Other accounts payable				
Parent	9	-	301	-
Subsidiaries	55	31	1,838	931
Total	64	31	2,139	931
Long-term loan from				
Parent	5,000	-	167,100	-
Total	5,000	-	167,100	-

5 Cash and cash equivalents

	Consolidated financial statements			
	2021 (in thousand US Dollar)	2020	2021 (in thousand Baht)	2020
Cash on hand	79	34	2,640	1,021
Cash at bank	7,904	37,722	264,151	1,133,060
Total	7,983	37,756	266,791	1,134,081
	Separate financial statements			
	2021 (in thousand US Dollar)	2020	2021 (in thousand Baht)	2020
Cash on hand	1	1	33	30
Cash at bank	5,318	26,127	177,727	784,779
Total	5,319	26,128	177,760	784,809

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2021

6 Restricted deposit at financial institutions

Consolidated financial statements

As at 31 December 2021, US Dollar 8.0 million or equivalent to Baht 267.4 million (2020: US Dollar 8.0 million or equivalent to Baht 240.1 million) restricted deposit at a financial institution was pledged against long-term loans with a local financial institution. The restricted deposit must be maintained at a minimum amount of the next two principal and interest.

As at 31 December 2021, US Dollar 0.2 million or equivalent to Baht 6.7 million (2020: US Dollar 1.2 million or equivalent to Baht 36.0 million) restricted deposit at financial institutions were deposited by subsidiaries to secure the performance guarantee from the financial institution.

7 Trade accounts receivable

<i>At 31 December</i>	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020 <i>(in thousand US Dollar)</i>	2021 <i>(in thousand Baht)</i>	2020 <i>(in thousand Baht)</i>
Within credit terms	15,731	13,903	525,728	417,605
Overdue:				
Less than 3 months	17,227	5,818	575,725	174,756
3-6 months	5,768	984	192,766	29,557
6-12 months	1,310	1,020	43,780	30,638
Over 12 months	3,620	3,149	120,980	94,587
	43,656	24,874	1,458,979	747,143
Less allowance for expected credit loss	(4,032)	(3,344)	(134,749)	(100,444)
Net	39,624	21,530	1,324,230	646,699
Contract asset – accrued income	7,679	1,596	256,631	47,939
Retention receivables	6,513	7,028	217,664	211,101
Total	53,816	30,154	1,798,525	905,739

<i>Allowance for expected credit loss</i>	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020 <i>(in thousand US Dollar)</i>	2021 <i>(in thousand Baht)</i>	2020 <i>(in thousand Baht)</i>
At 1 January	3,344	4,220	100,444	127,250
Addition	885	272	28,894	8,404
Reversal	(197)	(343)	(6,303)	(10,678)
Write-off	-	(805)	-	(25,186)
Translation adjustments	-	-	11,714	654
At 31 December	4,032	3,344	134,749	100,444

Information of credit risk is disclosed in note 21 (b.1).

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2021

8 Investment in associate and joint ventures

	Type of business	Country of incorporation	Ownership interest (%)		Paid-up capital	Consolidated financial statements (in thousand US Dollar)				Dividend income For the year			
			2021	2020		2021	2020	Cost	Equity		2021	2020	
<i>Associate</i>													
<i>Direct associate</i>													
PTGC Co., Ltd.	Real estate	Cambodia	49.00	49.00	USD 19 million	USD 19 million		22,507	22,397	22,507	22,407	-	-
Total								22,507	22,397	22,507	22,407	-	-
<i>Joint ventures</i>													
<i>Direct joint venture</i>													
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million		213	1,639	213	1,571	-	-
<i>Indirect joint ventures</i>													
ZeaQuest Co., Ltd.	Robotics and artificial intelligence developer and commercial subsea engineering service provider	Thailand	50.00	50.00	THB 155 million	THB 2,194 thousand		2,577	1,505	35	-	-	-
KK Venture Co., Ltd.	Technology-based businesses	Thailand	50.00	-	THB 1,000 thousand	-		16	-	-	-	-	-
Millennium 3 Ship Management And Operations	Vessels management and operation	United Arab Emirates	50.00	-	AED 1,000 thousand	-		136	1,377	-	-	-	-
Total								2,942	4,521	248	1,571	-	-

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2021

	Type of business	Country of incorporation	Ownership interest (%)		Paid-up capital	Consolidated financial statements (in thousand Baht)				Dividend income		
			2021	2020		2021	2020	2021	2020	2021	2020	
						2021	2020	Cost	Equity	For the year		
Associate												
<i>Direct associate</i>												
PTGC Co., Ltd.	Real estate	Cambodia	49.00	49.00	USD 19 million	USD 19 million	752,182	676,045	748,506	673,041	-	-
Total							752,812	676,045	748,506	673,041	-	-
Joint ventures												
<i>Direct joint venture</i>												
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	7,118	6,398	54,775	47,188	-	-
<i>Indirect joint venture</i>												
ZeaQuest Co., Ltd.	Robotics and artificial intelligence developer and commercial subsea engineering service provider	Thailand	50.00	50.00	THB 155 million	THB 2,194 thousand	86,123	1,051	50,297	-	-	-
KK Venture Co., Ltd.	Technology-based businesses	Thailand	50.00	-	THB 1,000 thousand	-	535	-	-	-	-	-
Millennium 3 Ship Management And Operations DMCCO	Vessels management and operation	United Arab Emirates	50.00	-	AED 1,000 thousand	-	4,545	-	46,019	-	-	-
Total							98,321	7,449	151,091	47,188	-	-

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2021

	Type of business	Country of incorporation	Ownership interest (%)		Paid-up capital	Separate financial statements			Dividend income for the year
			2021	2020		2021	2020	2020	
<i>Associate</i>									
PTGC Co., Ltd.	Real estate	Cambodia	49.00	49.00	USD 19 million	22,507	22,507	-	-
Total						22,507	22,507	-	-
<i>Joint venture</i>									
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	213	213	-	-
Total						213	213	-	-
<i>Associate</i>									
PTGC Co., Ltd.	Real estate	Cambodia	49.00	49.00	USD 19 million	752,182	676,045	-	-
Total						752,182	676,045	-	-
<i>Joint venture</i>									
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	7,118	6,398	-	-
Total						7,118	6,398	-	-

None of the Company's associate and joint venture are publicly listed and consequently do not have published price quotations.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

<i>Material movement for the year ended 31 December</i>	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Joint ventures				
Increase capital in ZeaQuest Co., Ltd.	2,542	35	84,953	1,051
Increase capital in KK Venture Co., Ltd.	16	-	535	-
Increase capital in Millennium 3 Ship Management And Operations DMCCO	136	-	4,545	-

Increase in share capital of a joint venture

At the Extraordinary General Meeting of shareholders of ZeaQuest Co., Ltd., (“ZeaQuest”), held on 30 December 2020, the shareholders approved to increase the share capital of ZeaQuest by Baht 150.0 million through the issuance of 1,500,000 new ordinary shares with a par value of Baht 100 each which were registered on 11 January 2021 with Department of Business Development. The shares were 43.88% paid up by the existing shareholders in proportion to their shareholdings. Subsequently, on 25 February 2021, ZeaQuest additionally called for the remaining share subscriptions at Baht 56.12 per share, totalling Baht 43.5 million.

New Joint ventures

On 2 July 2021, Mermaid-MOE JV Co., Ltd., an indirect subsidiary, has entered into shares sale and purchase agreement with Fico Corporation Company Limited in order to the purchase of 50% of the total issued shares in KK Venture Co., Ltd. (“KKV”), which incorporated in Thailand. As a result, KKV became an indirect joint venture of the Company. The main business of KKV is to own and operate technology-based businesses.

On 8 July 2021, Mermaid Subsea Oil and Gas Services DMCEST (“MSOGS”), an indirect subsidiary, has invested into 50% of the total issued shares in Millennium 3 Ship Management and Operations DMCCO (“M3JV”), which incorporated in Dubai, United Arab Emirates. As a result, M3JV became an indirect joint venture of the Company. The main business of M3JV is to manage and operate vessels.

Disposal of investment in an associate

On 11 September 2020, according to a Transaction Support Agreement (“TSA”), Mermaid International Ventures (“MIV”), an indirect subsidiary, exercised the Put Option to sell all of its 33.76% interest in Asia Offshore Drilling Limited (“AOD”) to Seadrill Limited (“Seadrill”) for a consideration of US Dollar 31.0 million in cash which fully received in September 2020. The Consideration had been mutually agreed between MIV and Seadrill pursuant to the terms of the TSA, taking to consideration, which two independent valuations of the three jack-up drilling rigs owned by AOD and the net book value of the other net assets of AOD.

As a result, AOD was no longer an associated company of the Group as at 31 December 2020. The Group recognized loss from disposal of interest in AOD in the consolidated statements of comprehensive income for the year ended 31 December 2020 of US Dollar 68.1 million and the Company transferred the difference arising from prior common control transaction of the Company transferring interest in AOD to MIV of US Dollar 7.4 million to profit and loss in the separate statements of comprehensive income for the year ended 31 December 2020.

The Board of Directors of the Company consider that the exercise of the Put Options is in the best interests of the Company and the shareholders and in the ordinary course of business of the Company.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

Material associate and joint ventures

The following table summarises the financial information of the material associate and joint ventures as included in their own financial statements, adjusted for fair value adjustments at acquisition and differences in accounting policies. The table also reconciles the summarised financial information to the carrying amount of the Group's interest in these companies.

	Zeaquest Co., Ltd.			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Revenue	2,264	-	75,448	-
Loss from continuing operations	(1,523)	(90)	(48,538)	(2,755)
Total comprehensive loss (100%)	<u>(1,523)</u>	<u>(90)</u>	<u>(48,538)</u>	<u>(2,755)</u>
Group's share of total comprehensive expense	<u>(762)</u>	<u>(35)</u>	<u>(24,269)</u>	<u>(1,072)</u>
Current assets	3,644	2,263	121,782	67,974
Non-current assets	2,211	-	73,891	-
Current liabilities	(2,315)	(2,283)	(77,367)	(68,575)
Non-current liabilities	-	-	-	-
Net assets (100%)	<u>3,540</u>	<u>(20)</u>	<u>118,306</u>	<u>(601)</u>
Group's share of net assets (% hold)	1,770	-	59,153	-
Elimination of unrealised profit on sale equipment	<u>(265)</u>	<u>-</u>	<u>(8,856)</u>	<u>-</u>
Carrying amount of investment in associate	<u>1,505</u>	<u>-</u>	<u>50,297</u>	<u>-</u>

	PTGC Co., Ltd.			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Revenue	-	-	-	-
Loss from continuing operations	(20)	(28)	(663)	(877)
Total comprehensive loss (100%)	<u>(20)</u>	<u>(28)</u>	<u>(663)</u>	<u>(877)</u>
Group's share of total comprehensive expense	<u>(10)</u>	<u>(13)</u>	<u>(325)</u>	<u>(430)</u>
Current assets	5	3	167	90
Non-current assets	19,360	19,360	647,009	581,518
Current liabilities	(65)	(42)	(2,172)	(1,232)
Non-current liabilities	-	-	-	-
Net assets (100%)	<u>19,300</u>	<u>19,321</u>	<u>645,004</u>	<u>580,376</u>
Group's share of net assets (% hold)	9,458	9,468	316,086	284,384
Goodwill	<u>12,939</u>	<u>12,939</u>	<u>432,420</u>	<u>388,657</u>
Carrying amount of investment in associate	<u>22,397</u>	<u>22,407</u>	<u>748,506</u>	<u>673,041</u>

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
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9 Investments in subsidiaries

Name of subsidiary	Paid - up capital		Cost		Impairment		At cost – net		Dividend income for the year	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
<i>Direct subsidiaries</i>										
Mermaid Subsea Services (Thailand) Ltd.	THB 2,130 million	THB 2,130 million	153,485	153,485	(98,123)	(98,123)	55,362	55,362	-	-
Mermaid Drilling Ltd.	THB 410 million	THB 410 million	14,074	14,074	(14,074)	(14,074)	-	-	-	-
Mermaid Maritime Mauritius Ltd.	USD 1	USD 1	-	-	-	-	-	-	-	-
Mermaid Ventures Co., Ltd. (formerly Mermaid-MOE JV Co., Ltd.)	THB 250 thousand	-	8	-	-	-	8	-	-	-
Total			167,567	167,559	(112,197)	(112,197)	55,370	55,362	-	-

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2021

Name of subsidiary	Paid - up capital		Cost		Impairment		At cost – net		Dividend income for the year	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
<i>Indirect subsidiaries</i>										
Seascope Surveys Pte. Ltd.	SGD 100	SGD 100	14,268	14,268	(14,268)	(14,268)	-	-	-	-
Mermaid Subsea Services (Malaysia) Sdn. Bhd.	MYR 550 thousand	MYR 550 thousand	139	139	-	-	139	139	-	-
Mermaid Subsea Services (UK) Ltd.	GBP 100 thousand	GBP 100 thousand	130	130	-	-	130	130	-	-
Mermaid Ventures Co.,Ltd. (formerly Mermaid-MOE JV Co., Ltd.	-	THB 250 thousand	-	8	-	-	-	8	-	-
Mermaid Subsea Oil And Gas Services DMCEST	AED 1 million	-	274	-	-	-	274	-	-	-
Mermaid Offshore Services Pte. Ltd.	USD 20,400 thousand	USD 20,400 thousand	20,400	20,400	(20,400)	(20,400)	-	-	-	-
MTR - 1 Ltd.	THB 240 million	THB 240 million	-	6,255	-	(6,255)	-	-	-	-
MTR - 2 Ltd.	THB 268 million	THB 268 million	5,661	5,661	(5,661)	(5,661)	-	-	-	-
Mermaid Drilling (Malaysia) Sdn. Bhd.	MYR 500 thousand	MYR 500 thousand	-	164	-	(164)	-	-	-	-
Mermaid International Ventures	USD 100	USD 100	-	-	-	-	-	-	-	-
Mermaid Subsea Services (International) Ltd.	USD 1	USD 1	7,586	7,586	-	-	7,586	7,586	-	-
Mermaid Subsea Services Saudi Arabia Co., Ltd.	SAR 500 thousand	SAR 500 thousand	386	386	-	-	386	386	-	-
Mermaid Subsea Services LLC	QAR 200 thousand	QAR 200 thousand	55	55	-	-	55	55	-	-
Total			48,899	55,052	(40,329)	(46,748)	8,570	8,304	-	-

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
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Name of subsidiary	Paid - up capital		Cost		Impairment		At cost – net		Dividend income for the year	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Direct subsidiaries										
Mermaid Subsea Services (Thailand) Ltd.	THB 2,130 million	THB 2,130 million	5,129,454	4,610,244	(3,279,261)	(2,947,330)	1,850,193	1,662,914	-	-
Mermaid Drilling Ltd.	THB 410 million	THB 410 million	470,352	422,742	(470,352)	(422,742)	-	-	-	-
Mermaid Maritime Mauritius Ltd.	USD 1	USD 1	-	-	-	-	-	-	-	-
Mermaid Ventures Co., Ltd. (formerly Mermaid-MOE JV Co., Ltd.)	THB 250 thousand	-	267	-	-	-	267	-	-	-
Total			5,600,073	5,032,986	(3,749,613)	(3,370,072)	1,850,460	1,662,914	-	-

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2021

Name of subsidiary	Paid - up capital		Cost		Impairment		At cost – net		Dividend income for the year	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
<i>Indirect subsidiaries</i>										
Seascope Surveys Pte. Ltd.	SGD 100	SGD 100	476,835	428,569	(476,835)	(428,569)	-	-	-	-
Mermaid Subsea Services (Malaysia) Sdn. Bhd.	MYR 550 thousand	MYR 550 thousand	4,645	4,175	-	-	4,645	4,175	-	-
Mermaid Subsea Services (UK) Ltd.	GBP 100 thousand	GBP 100 thousand	4,345	3,905	-	-	4,345	3,905	-	-
Mermaid Ventures Co.,Ltd. (formerly Mermaid-MOE JV Co., Ltd.	-	THB 250 thousand	-	240	-	-	-	240	-	-
Mermaid Subsea Oil And Gas Services DMCEST	AED 1 million	-	9,157	-	-	-	9,157	-	-	-
Mermaid Offshore Services Pte. Ltd.	USD 20,400 thousand	USD 20,400 thousand	681,766	612,757	(681,766)	(612,757)	-	-	-	-
MTR - 1 Ltd.	THB 240 million	THB 240 million	-	187,882	-	(187,882)	-	-	-	-
MTR - 2 Ltd.	THB 268 million	THB 268 million	189,190	170,040	(189,190)	(170,040)	-	-	-	-
Mermaid Drilling (Malaysia) Sdn. Bhd.	MYR 500 thousand	MYR 500 thousand	-	4,926	-	(4,926)	-	-	-	-
Mermaid International Ventures	USD 100	USD 100	3	3	-	-	3	3	-	-
Mermaid Subsea Services (International) Ltd.	USD 1	USD 1	253,523	227,861	-	-	253,523	227,861	-	-
Mermaid Subsea Services Saudi Arabia Co., Ltd.	SAR 500 thousand	SAR 500 thousand	12,900	11,594	-	-	12,900	11,594	-	-
Mermaid Subsea Services LLC	QAR 200 thousand	QAR 200 thousand	1,838	1,652	-	-	1,838	1,652	-	-
Total			1,634,202	1,653,604	(1,347,791)	(1,404,174)	286,411	249,430	-	-

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
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<i>Material movement for the year ended 31 December</i>	Separate financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Increase capital in Mermaid Venture Co., Ltd.	8	-	267	-

Indirect subsidiary

On 1 March 2021, the Board of Directors of Mermaid Subsea Service (Thailand) Ltd. (“MSST”), a direct subsidiary, approved to set up a new wholly owned foreign subsidiary, Mermaid Subsea Oil and Gas Services DMCEST (“MSOGS”). MSOGS was incorporated on 24 June 2021 with AED 1 million authorized share capital. The main business of this subsidiary is subsea service provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry.

Deregistration of subsidiary

On 5 July 2021, Mermaid Drilling (Malaysia) Sdn. Bhd., an indirect subsidiary, was deregistered.

Liquidation of subsidiary

On 23 December 2021, MTR-1 Ltd., an indirect subsidiary, was liquidated.

Share transferred under common control transaction

On 15 July 2021, Mermaid Subsea Services (Thailand) Limited (“MSST”), a direct subsidiary agreed to transfer the investment in subsidiary, Mermaid-MOE JV Co., Ltd. (“MOE”), to the Company, at cost of Baht 0.3 million for consideration received of Baht 0.3 million. As a result, MOE became a direct subsidiary of the Company.

Change the name of a subsidiary

On 10 August 2021, Mermaid-MOE JV Co., Ltd., a direct subsidiary, registered with the Ministry of Commerce to change the subsidiary's name from "Mermaid-MOE JV Co., Ltd." to “Mermaid Ventures Co., Ltd.”.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

10 Investments properties

	Consolidated financial statements		
	Land	Buildings	Total
	<i>(in thousand US Dollar)</i>		
<i>Cost</i>			
At 1 January 2020	248	1,271	1,519
At 31 December 2020 and at 1 January 2021	248	1,271	1,519
At 31 December 2021	248	1,271	1,519
<i>Depreciation</i>			
At 1 January 2020	-	980	980
Depreciation charge for the year	-	47	47
At 31 December 2020 and at 1 January 2021	-	1,027	1,027
Depreciation charge for the year	-	43	43
At 31 December 2021	-	1,070	1,070
<i>Net book value</i>			
At 31 December 2020	248	244	492
At 31 December 2021	248	201	449

	Consolidated financial statements		
	Land	Buildings	Total
	<i>(in thousand Baht)</i>		
<i>Cost</i>			
At 1 January 2020	7,478	38,326	45,804
Translation adjustments	(29)	(149)	(178)
At 31 December 2020 and at 1 January 2021	7,449	38,177	45,626
Translation adjustments	839	4,300	5,139
At 31 December 2021	8,288	42,477	50,765
<i>Depreciation</i>			
At 1 January 2020	-	29,551	29,551
Depreciation charge for the year	-	1,468	1,468
Translation adjustments	-	(171)	(171)
At 31 December 2020 and at 1 January 2021	-	30,848	30,848
Depreciation charge for the year	-	1,375	1,375
Translation adjustments	-	3,536	3,536
At 31 December 2021	-	35,759	35,759
<i>Net book value</i>			
At 31 December 2020	7,449	7,329	14,778
At 31 December 2021	8,288	6,718	15,006

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

	Land	Separate financial statements		Total
		Buildings <i>(in thousand US Dollar)</i>	Buildings improvement	
Cost				
At 1 January 2020	838	4,390	160	5,388
At 31 December 2020 and at 1 January 2021	838	4,390	160	5,388
At 31 December 2021	838	4,390	160	5,388
Depreciation				
At 1 January 2020	-	3,407	155	3,562
Depreciation charge for the year	-	169	3	172
At 31 December 2020 and at 1 January 2021	-	3,576	158	3,734
Depreciation charge for the year	-	159	-	159
At 31 December 2021	-	3,735	158	3,893
Net book value				
At 31 December 2020	838	814	2	1,654
At 31 December 2021	838	655	2	1,495

	Land	Separate financial statements		Total
		Buildings <i>(in thousand Baht)</i>	Buildings improvement	
Cost				
At 1 January 2020	25,269	132,376	4,825	162,470
Translation adjustments	(98)	(513)	(19)	(630)
At 31 December 2020 and at 1 January 2021	25,171	131,863	4,806	161,840
Translation adjustments	2,835	14,850	541	18,226
At 31 December 2021	28,006	146,713	5,347	180,066
Depreciation				
At 1 January 2020	-	102,735	4,674	107,409
Depreciation charge for the year	-	5,292	94	5,386
Translation adjustments	-	(614)	(22)	(636)
At 31 December 2020 and at 1 January 2021	-	107,413	4,746	112,159
Depreciation charge for the year	-	5,087	-	5,087
Translation adjustments	-	12,323	534	12,857
At 31 December 2021	-	124,823	5,280	130,103
Net book value				
At 31 December 2020	25,171	24,450	60	49,681
At 31 December 2021	28,006	21,890	67	49,963

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Notes to the financial statements

For the year ended 31 December 2021

<i>Year ended 31 December</i>	Separate financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020 <i>(in thousand US Dollar)</i>	2021 <i>(in thousand Baht)</i>	2020 <i>(in thousand Baht)</i>
<i>Amounts recognised in profit or loss</i>				
Office service fee	283	140	9,155	4,394

The fair value of investment properties were appraised based on valuation report by an independent professional valuer, at open market values on an existing use basis. The appraised value of investment properties was US Dollar 2.1 million or equivalent to Baht 68.8 million (*2020: US Dollar 2.2 million or equivalent to Baht 67.0 million*) and US Dollar 5.6 million or equivalent to Baht 186.3 million (*2020: US Dollar 6.1 million or equivalent to Baht 183.6 million*) in the consolidated and separate financial statements, respectively. The fair value of investment property has been categorised as a Level 3 fair value.

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For the year ended 31 December 2021

11 Property, plant and equipment

Consolidated financial statements

	Land	Buildings	Building improve- ment	Tools and equipment	Office equipment	Motor vehicles	Offshore support vessels	Dry- docking	Motor launches	Construction in progress	Total
Cost											
At 1 January 2020	590	3,240	1,547	79,849	3,295	1,353	295,868	27,704	3,172	1,451	418,069
Additions	-	-	41	497	57	-	-	11,735	-	-	12,330
Transfers	-	-	-	39	-	-	-	102	-	(141)	-
Disposals	-	-	-	(573)	(519)	(95)	-	-	-	-	(1,187)
Write off	-	-	-	-	(104)	-	-	(10,377)	-	-	(10,481)
At 31 December 2020											
and 1 January 2021	590	3,240	1,588	79,812	2,729	1,258	295,868	29,164	3,172	1,310	418,731
Additions	-	-	1	4,095	217	45	-	221	-	700	5,279
Disposals	-	-	-	(3,760)	(17)	(16)	(29,500)	(1,841)	-	(1,310)	(36,444)
At 31 December 2021	590	3,240	1,589	80,147	2,929	1,287	266,368	27,544	3,172	700	387,566

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

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Consolidated financial statements

	Land	Buildings	Building improvement	Tools and equipment	Office equipment	Motor vehicles	Offshore support vessels	Dry-docking	Motor launches	Construction in progress	Total
<i>(in thousand US Dollar)</i>											
Depreciation											
At 1 January 2020	-	(2,514)	(1,504)	(60,272)	(2,963)	(1,152)	(127,053)	(23,141)	(1,515)	-	(220,114)
Depreciation charge for the year	-	(129)	(25)	(3,384)	(193)	(99)	(7,278)	(3,060)	(145)	-	(14,313)
Disposals	-	-	-	578	514	95	-	-	-	-	1,187
Write-off	-	-	-	-	71	-	-	10,377	-	-	10,448
At 31 December 2020 and 1 January 2021	-	(2,643)	(1,529)	(63,078)	(2,571)	(1,156)	(134,331)	(15,824)	(1,660)	-	(222,792)
Depreciation charge for the year	-	(122)	(20)	(2,804)	(131)	(87)	(6,702)	(4,564)	(112)	-	(14,542)
Disposals	-	-	-	2,276	16	16	8,996	1,372	-	-	12,676
At 31 December 2021	-	(2,765)	(1,549)	(63,606)	(2,686)	(1,227)	(132,037)	(19,016)	(1,772)	-	(224,658)

Mermaid Maritime Public Company Limited and its Subsidiaries
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Consolidated financial statements

	Land	Buildings	Building improve- ment	Tools and equipment	Office equipment	Motor vehicles	Offshore support vessels <i>(in thousand US Dollar)</i>	Dry- docking	Motor launches	Construction in progress	Total
Impairment losses											
At 1 January 2020	-	-	-	(5,417)	-	-	(44,236)	(1,785)	-	(1,310)	(52,748)
At 31 December 2020											
and 1 January 2021	-	-	-	(5,417)	-	-	(44,236)	(1,785)	-	(1,310)	(52,748)
Disposals	-	-	-	745	-	-	20,073	469	-	1,310	22,597
At 31 December 2021											
	-	-	-	(4,672)	-	-	(24,163)	(1,316)	-	-	(30,151)
Net book value											
At 31 December 2020	590	597	59	11,317	158	102	117,301	11,555	1,512	-	143,191
At 31 December 2021											
	590	475	40	11,869	243	60	110,168	7,212	1,400	700	132,757

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Consolidated financial statements

	Land	Buildings	Building improvement	Tools and equipment	Office equipment	Motor vehicles	Offshore support vessels	Dry-docking	Motor launches	Construction in progress	Total
<i>Cost</i>											
At 1 January 2020	17,791	97,699	46,649	2,407,767	99,357	40,798	8,921,604	835,386	95,648	43,753	12,606,452
Additions	-	-	1,232	14,928	1,712	-	-	352,485	-	-	370,357
Transfers	-	-	-	1,171	-	-	-	3,064	-	(4,235)	-
Disposals	-	-	-	(17,211)	(15,589)	(2,854)	-	-	-	-	(35,654)
Write off	-	-	-	-	(3,124)	-	-	(311,695)	-	-	(314,819)
Translation adjustments	(69)	(379)	(182)	(9,334)	(385)	(157)	(34,587)	(3,238)	(370)	(169)	(48,870)
At 31 December 2020	17,722	97,320	47,699	2,397,321	81,971	37,787	8,887,017	876,002	95,278	39,349	12,577,466
Additions	-	-	33	136,854	7,252	1,504	-	7,386	-	23,394	176,423
Disposals	-	-	-	(125,659)	(568)	(535)	(985,887)	(61,526)	-	(43,780)	(1,217,955)
Translation adjustments	1,996	10,960	5,372	269,990	9,232	4,255	1,000,862	98,656	10,730	4,431	1,416,484
At 31 December 2021	19,718	108,280	53,104	2,678,506	97,887	43,011	8,901,992	920,518	106,008	23,394	12,952,418

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Consolidated financial statements

	Land	Buildings	Building improve- ment	Tools and equipment	Office equipment	Motor vehicles <i>(in thousand Baht)</i>	Offshore support vessels	Dry- docking	Motor launches	Construction in progress	Total
Depreciation											
At 1 January 2020	-	(75,807)	(45,352)	(1,817,442)	(89,346)	(34,757)	(3,831,156)	(697,794)	(45,683)	-	(6,637,317)
Depreciation charge for the year	-	(4,038)	(783)	(105,831)	(6,047)	(3,098)	(227,892)	(95,573)	(4,542)	-	(447,804)
Disposals	-	-	-	17,361	15,439	2,854	-	-	-	-	35,654
Write off	-	-	-	-	2,133	-	-	311,695	-	-	313,828
Translation adjustments	-	457	208	11,232	596	258	24,134	6,365	363	-	43,613
At 31 December 2020											
and 1 January 2021	-	(79,388)	(45,927)	(1,894,680)	(77,225)	(34,723)	(4,034,914)	(475,307)	(49,862)	-	(6,692,026)
Depreciation charge for the year	-	(3,904)	(632)	(89,416)	(4,200)	(2,765)	(214,378)	(145,939)	(3,567)	-	(464,801)
Disposals	-	-	-	76,064	535	535	300,645	45,852	-	-	423,631
Translation adjustments	-	(9,114)	(5,208)	(217,675)	(8,876)	(4,053)	(464,016)	(60,119)	(5,791)	-	(774,852)
At 31 December 2021	-	(92,406)	(51,767)	(2,125,707)	(89,766)	(41,006)	(4,412,663)	(635,513)	(59,220)	-	(7,508,048)

Mermaid Maritime Public Company Limited and its Subsidiaries
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Consolidated financial statements											
	Land	Buildings	Building improve- ment	Tools and equipment	Office equipment	Motor vehicles <i>(in thousand Baht)</i>	Offshore support vessels	Dry- docking	Motor launches	Construction in progress	Total
<i>Impairment losses</i>											
At 1 January 2020	-	-	-	(163,344)	-	-	(1,333,892)	(53,825)	-	(39,502)	(1,590,563)
Translation adjustments	-	-	-	633	-	-	5,171	209	-	153	6,166
At 31 December 2020											
and 1 January 2021	-	-	-	(162,711)	-	-	(1,328,721)	(53,616)	-	(39,349)	(1,584,397)
Disposals	-	-	-	22,541	-	-	607,349	14,191	-	39,637	683,718
Translation adjustments	-	-	-	(15,967)	-	-	(86,153)	(4,556)	-	(288)	(106,964)
At 31 December 2021	-	-	-	(156,137)	-	-	(807,525)	(43,981)	-	-	(1,007,643)
<i>Net book value</i>											
At 31 December 2020	17,722	17,932	1,772	339,930	4,746	3,064	3,523,382	347,079	45,416	-	4,301,043
At 31 December 2021	19,718	15,874	1,337	396,662	8,121	2,005	3,681,804	241,024	46,788	23,394	4,436,727

Security

As at 31 December 2021, the Group's property, plant and equipment with a net book value of US Dollar 102.7 million (2020: US Dollar 110.9 million) were registered to secure short-term and long-term facilities with financial institutions.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

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	Separate financial statements						Total
	Buildings	Building improvement	Tools and equipment <i>(in thousand US Dollar)</i>	Office equipment	Motor vehicles		
Cost							
At 1 January 2020	120	447	77	1,871	61	2,576	
Additions	-	41	-	6	-	47	
Disposals	-	-	-	(470)	(32)	(502)	
At 31 December 2020 and 1 January 2021	120	488	77	1,407	29	2,121	
Additions	-	-	1	10	-	11	
Disposals	-	-	-	(15)	-	(15)	
At 31 December 2021	120	488	78	1,402	29	2,117	
Depreciation							
At 1 January 2020	(87)	(443)	(76)	(1,814)	(41)	(2,461)	
Depreciation charge for the year	(6)	(1)	(1)	(41)	(5)	(54)	
Disposals	-	-	-	470	32	502	
At 31 December 2020 and 1 January 2021	(93)	(444)	(77)	(1,385)	(14)	(2,013)	
Depreciation charge for the year	(6)	(5)	-	(13)	(4)	(28)	
Disposals	-	-	-	14	-	14	
At 31 December 2021	(99)	(449)	(77)	(1,384)	(18)	(2,027)	
Net book value							
At 31 December 2020	27	44	-	22	15	108	
At 31 December 2021	21	39	1	18	11	90	

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

		Separate financial statements					
		Buildings	Building improvement	Tools and equipment <i>(in thousand Baht)</i>	Office equipment	Motor vehicles	Total
Cost							
At 1 January 2020		3,618	13,479	2,323	56,418	1,839	77,677
Additions		-	1,232	-	180	-	1,412
Disposals		-	-	-	(14,117)	(961)	(15,078)
Translation adjustments		(14)	(53)	(10)	(219)	(7)	(303)
At 31 December 2020 and 1 January 2021		3,604	14,658	2,313	42,262	871	63,708
Additions		-	-	33	334	-	367
Disposals		-	-	-	(501)	-	(501)
Translation adjustments		406	1,651	261	4,761	98	7,177
At 31 December 2021		4,010	16,309	2,607	46,856	969	70,751
Depreciation							
At 1 January 2020		(2,623)	(13,358)	(2,293)	(54,699)	(1,236)	(74,209)
Depreciation charge for the year		(189)	(31)	(31)	(1,290)	(155)	(1,696)
Disposals		-	-	-	14,708	1,001	15,709
Translation adjustments		19	53	12	(320)	(31)	(267)
At 31 December 2020 and 1 January 2021		(2,793)	(13,336)	(2,312)	(41,601)	(421)	(60,463)
Depreciation charge for the year		(193)	(160)	-	(414)	(127)	(894)
Disposals		-	-	-	448	-	448
Translation adjustments		(323)	(1,509)	(261)	(4,686)	(54)	(6,833)
At 31 December 2021		(3,309)	(15,005)	(2,573)	(46,253)	(602)	(67,742)
Net book value							
At 31 December 2020		811	1,322	1	661	450	3,245
At 31 December 2021		701	1,304	34	603	367	3,009

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12 Goodwill

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Cost				
At 1 January	10,136	10,136	304,456	305,641
Translation adjustments	-	-	34,288	(1,185)
At 31 December	10,136	10,136	338,744	304,456
Impairment loss				
At 1 January	(10,136)	(8,070)	(304,456)	(243,343)
Impairment loss	-	(2,066)	-	(63,250)
Translation adjustments	-	-	(34,288)	2,137
At 31 December	(10,136)	(10,136)	(338,744)	(304,456)
Net book value				
At 1 January	-	2,066	-	62,298
At 31 December	-	-	-	-

The continuing drop in oil prices during the year 2015 impacted the Group's overall business as it led to reduced activity and contracts for subsea and offshore drilling services. Additionally, with more offshore rigs and subsea vessels in the market coming off contract and new builds yet to be delivered, the vessel supply and demand imbalance will continue to have a negative impact on utilisation and day rates. These have been important factors indicating that the Group's assets may be impaired.

Goodwill and impairment loss on goodwill was allocated to the following cash-generating units ("CGU"):

Seascope CGU

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Cost				
At 1 January	8,070	8,070	242,399	243,343
Translation adjustments	-	-	27,300	(944)
At 31 December	8,070	8,070	269,699	242,399
Impairment loss				
At 1 January	(8,070)	(8,070)	(242,399)	(243,343)
Translation adjustments	-	-	(27,300)	944
At 31 December	(8,070)	(8,070)	(269,699)	(242,399)
Net book value				
At 1 January	-	-	-	-
At 31 December	-	-	-	-

The recoverable amount of Seascope CGU estimated using the value in use method was less than the total carrying amount of Seascope CGU and the goodwill allocated to it. As a result, goodwill allocated to Seascope CGU was fully impaired as at 31 December 2015.

Mermaid Maritime Public Company Limited and its Subsidiaries

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Mermaid Subsea Services (International) (“MSSI”) CGU

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Cost				
At 1 January	2,066	2,066	62,057	62,298
Translation adjustments	-	-	6,989	(241)
At 31 December	2,066	2,066	69,046	62,057
Impairment loss				
At 1 January	(2,066)	-	(62,057)	-
Impairment loss	-	(2,066)	-	(63,250)
Translation adjustments	-	-	(6,989)	1,193
At 31 December	(2,066)	(2,066)	(69,046)	(62,057)
Net book value				
At 1 January	-	2,066	-	62,298
At 31 December	-	-	-	-

The recoverable amount of MSSI CGU estimated using the value in use method was less than the total carrying amount of MSSI CGU and the goodwill allocated to it. As a result, goodwill allocated to MSSI CGU was fully impaired as at 31 December 2020.

13 Interest-bearing liabilities

	Consolidated financial statements		
	2021		Total
	Secured	Unsecured	
	<i>(in thousand US Dollar)</i>		
Current portion of long-term borrowings from parent company	-	3,000	3,000
Current portion of long-term borrowings from financial institutions	14,209	-	14,209
Current portion of lease liabilities	-	123	123
Long-term borrowings from parent company	-	2,000	2,000
Long-term borrowings from financial institutions	32,485	-	32,485
Lease liabilities	-	78	78
Total interest-bearing liabilities	46,694	5,201	51,895

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Consolidated financial statements			
2021			
	Secured	Unsecured <i>(in thousand Baht)</i>	Total
Current portion of long-term borrowings from parent company	-	100,260	100,260
Current portion of long-term borrowings from financial institutions	474,863	-	474,863
Current portion of lease liabilities	-	4,111	4,111
Long-term borrowings from parent company	-	66,840	66,840
Long-term borrowings from financial institutions	1,085,645	-	1,085,645
Lease liabilities	-	2,607	2,607
Total interest-bearing liabilities	1,560,508	173,818	1,734,326

Consolidated financial statements			
2020			
	Secured	Unsecured <i>(in thousand US Dollar)</i>	Total
Current portion of long-term borrowings from financial institutions	13,544	-	13,544
Current portion of lease liabilities	40	166	206
Long-term borrowings from financial institutions	43,869	-	43,869
Lease liabilities	11	211	222
Total interest-bearing liabilities	57,464	377	57,841

Consolidated financial statements			
2020			
	Secured	Unsecured <i>(in thousand Baht)</i>	Total
Current portion of long-term borrowings from financial institutions	406,822	-	406,822
Current portion of lease liabilities	1,202	4,986	6,188
Long-term borrowings from financial institutions	1,317,698	-	1,317,698
Lease liabilities	330	6,338	6,668
Total interest-bearing liabilities	1,726,052	11,324	1,737,376

Separate financial statements			
2021			
	Secured	Unsecured <i>(in thousand US Dollar)</i>	Total
Current portion of long-term borrowings from financial institutions	-	3,000	3,000
Current portion of lease liabilities	-	122	122
Long-term borrowings from parent company	-	2,000	2,000
Lease liabilities	-	78	78
Total interest-bearing liabilities	-	5,200	5,200

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	Separate financial statements		
	2021		
	Secured	Unsecured <i>(in thousand Baht)</i>	Total
Current portion of long-term borrowings from financial institutions	-	100,260	100,260
Current portion of lease liabilities	-	4,077	4,077
Long-term borrowings from parent company	-	66,840	66,840
Lease liabilities	-	2,607	2,607
Total interest-bearing liabilities	-	173,784	173,784

	Separate financial statements		
	2020		
	Secured	Unsecured <i>(in thousand US Dollar)</i>	Total
Current portion of lease liabilities	40	164	204
Lease liabilities	11	210	221
Total interest-bearing liabilities	51	374	425

	Separate financial statements		
	2020		
	Secured	Unsecured <i>(in thousand Baht)</i>	Total
Current portion of lease liabilities	1,202	4,926	6,128
Lease liabilities	330	6,308	6,638
Total interest-bearing liabilities	1,532	11,234	12,766

The Group's long-term borrowings from financial institutions bear effective interest rates of 2.87%, 2.97% and 3.34% per annum (2020: 2.89% and 2.99% per annum).

The Company's long-term borrowings from parent company bear interest rates at 7.0% per annum.

As at 31 December 2021, the Group and the Company had no unutilised credit facilities (2020: US Dollar 5.1 million or equivalent to Baht 155.0 million and US Dollar 0.3 million or equivalent to Baht 10.0 million, respectively).

The movement of long-term borrowings from financial institutions were summarised as follows:

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020 <i>(in thousand US Dollar)</i>	2021 <i>(in thousand Baht)</i>	2020 <i>(in thousand Baht)</i>
At 1 January	57,413	55,799	1,724,520	1,682,563
Addition	2,992	7,960	99,992	239,095
Repayments during year	(13,768)	(6,400)	(460,125)	(192,237)
Amortisation to profit and loss (front end fee)	57	54	1,825	1,692
Translation adjustments	-	-	194,296	(6,593)
At 31 December	46,694	57,413	1,560,508	1,724,520

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The currency denomination of interest-bearing liabilities, excluding finance lease liabilities as at 31 December were as follows:

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Currencies:				
US Dollar	46,694	57,413	1,560,508	1,724,520
Total	46,694	57,413	1,560,508	1,724,520

Long-term borrowings for the purchase of support vessels were granted by commercial banks and were denominated in US Dollar, having a total outstanding balance of US Dollar 46.7 million as at 31 December 2021 (2020: US Dollar 57.4 million) with repayment terms until 2025. These borrowings bear interest at the rate of USD-LIBOR plus a certain margin, are secured by mortgages of support vessels as mentioned in Note 11 and are guaranteed by the Company.

According to a condition of the borrowing agreements for all asset acquisitions, the Company and its subsidiaries are not allowed to create any encumbrance on the assets used as collateral, except for encumbrances created with the prior consent of the financial institutions and permitted liens. The Company and certain subsidiaries must comply with other conditions and restrictions stated in the term borrowing agreements.

14 Provisions for employee benefits

<i>At 31 December</i>	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Post-employment benefits	2,371	2,322	79,239	69,746
Other long-term employee benefits	66	89	2,205	2,673
Total	2,437	2,411	81,444	72,419

<i>At 31 December</i>	Separate financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Post-employment benefits	295	255	9,859	7,659
Other long-term employee benefits	22	19	735	571
Total	317	274	10,594	8,230

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Present value of the defined benefit obligations

	Consolidated financial statements			
	2021 (in thousand US Dollar)	2020	2021 (in thousand Baht)	2020
At 1 January	2,411	2,049	72,419	61,786
Recognised in profit or loss:				
Current service costs	442	403	14,116	12,594
Interest on obligation	23	19	735	595
Past service costs	(24)	-	(802)	-
Curtailement gain	(32)	(44)	(1,049)	(1,419)
Actuarial gains	(12)	-	(400)	-
Recognised in other comprehensive income:				
Actuarial (gains) losses				
- Demographic assumptions	113	-	3,772	-
- Financial assumptions	(18)	(40)	(601)	(1,253)
- Experience adjustment	(393)	133	(13,112)	4,166
Benefits paid	(73)	(109)	(2,372)	(3,337)
Translation adjustments	-	-	8,738	(713)
At 31 December	2,437	2,411	81,444	72,419

Present value of the defined benefit obligations

	Separate financial statements			
	2021 (in thousand US Dollar)	2020	2021 (in thousand Baht)	2020
At 1 January	274	242	8,230	7,297
Recognised in profit or loss:				
Current service costs	28	25	898	784
Interest on obligation	7	7	223	219
Past service cost	(9)	-	(301)	-
Actuarial losses	15	-	501	-
Recognised in other comprehensive income:				
Actuarial losses				
- Demographic assumptions	65	-	2,170	-
- Financial assumptions	(10)	-	(334)	-
- Experience adjustment	(47)	-	(1,569)	-
Benefits paid	(6)	-	(200)	-
Translation adjustments	-	-	976	(70)
At 31 December	317	274	10,594	8,230

Principal actuarial assumptions

	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
Discount rate	1.92 - 3.20	2.55 - 3.20	1.92 - 2.48	2.55 - 3.02
Future salary growth	2.50 - 4.00	2.50 - 5.00	4.00	5.00
Employee turnover	3.58 - 28.65	5.00 - 34.38	3.58 - 28.65	5.00 - 34.38

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

At 31 December 2021, the weighted-average duration of the defined benefit obligation was 15 years (2020: 14 years).

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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>	Consolidated financial statements			
	Increase in assumption		Decrease in assumption	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>			
Post-employment benefits				
Discount rate (1%)	(133)	(148)	155	171
Future salary growth (1%)	153	182	(134)	(159)
Employee turnover (20%)	(52)	(82)	60	105
Future mortality (20%)	(7)	(8)	8	8
Other long-term employee benefits				
Discount rate (1%)	(3)	(5)	3	6
Employee turnover (20%)	(3)	(9)	4	12
<i>Effect to the defined benefit obligation At 31 December</i>	Consolidated financial statements			
	Increase in assumption		Decrease in assumption	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Post-employment benefits				
Discount rate (1%)	(4,445)	(4,445)	5,180	5,136
Future salary growth (1%)	5,113	5,467	(4,478)	(4,776)
Employee turnover (20%)	(1,738)	(2,463)	2,005	3,154
Future mortality (20%)	(234)	(240)	267	240
Other long-term employee benefits				
Discount rate (1%)	(100)	(150)	100	180
Employee turnover (20%)	(100)	(270)	134	360
<i>Effect to the defined benefit obligation At 31 December</i>	Separate financial statements			
	Increase in assumption		Decrease in assumption	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>			
Post-employment benefits				
Discount rate (1%)	(33)	(25)	38	29
Future salary growth (1%)	37	33	(32)	(29)
Employee turnover (20%)	(30)	(41)	35	52
Future mortality (20%)	(4)	(4)	4	4
Other long-term employee benefits				
Discount rate (1%)	(2)	(1)	2	1
Employee turnover (20%)	(2)	(3)	2	4

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<i>Effect to the defined benefit obligation At 31 December</i>	Separate financial statements			
	Increase in assumption 2021	2020	Decrease in assumption 2021	2020
	<i>(in thousand Baht)</i>			
Post-employment benefits				
Discount rate (1%)	(1,103)	(751)	1,270	871
Future salary growth (1%)	1,237	991	(1,069)	(871)
Employee turnover (20%)	(1,003)	(1,232)	1,170	1,562
Future mortality (20%)	(134)	(120)	134	120
Other long-term employee benefits				
Discount rate (1%)	(67)	(30)	67	30
Employee turnover (20%)	(67)	(90)	67	120

15 Segment information and disaggregation of revenue

(a) Segment information

Segment results that are reported to the Group's Chief Operation Decision Maker include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Management determined that the Group has two reportable segments, as described below, which are the Group's strategic divisions for different services, and are managed separately because they require different marketing strategies. For each of the strategic divisions, the chief operating decision maker (CODM) reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group's reportable segments.

Segment 1	Subsea group
Segment 2	Holding

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Consolidated financial statements For the year ended 31 December 2021				
Subsea group	Holding	Total	Elimination	Group
<i>(in thousand US Dollar)</i>				
<i>Disaggregation of revenue</i>				
Primary geographical markets				
Saudi Arabia	-	93,732	-	93,732
Thailand	-	11,944	-	11,944
United Arab Emirates	-	2,886	-	2,886
Qatar	-	1,550	-	1,550
Myanmar	-	1,480	-	1,480
Total revenue	-	111,592	-	111,592
Major products/service lines				
Providing services	-	111,592	-	111,592
Total revenue	-	111,592	-	111,592
Timing of revenue recognition				
Over time	-	111,592	-	111,592
Total revenue	-	111,592	-	111,592
<i>Information about reportable segment</i>				
Revenue from rendering of services				
Operating profit (loss)	(7,542)	(28,113)	21,830	(13,825)
Share of profit (loss) of associates and joint venture	491	42	-	533
Finance costs	(1,697)	(24)	92	(1,629)
Tax expense	(749)	(1)	-	(750)
Profit (loss) for the year	(9,497)	(28,096)	21,922	(15,671)

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	Consolidated financial statements For the year ended 31 December 2021				
	Subsea group	Holding	Total <i>(in thousand US Dollar)</i>	Elimination	Group
Total assets	222,799	115,366	338,165	(79,533)	258,632
Total liabilities	214,223	6,652	220,875	(122,918)	97,957
Capital expenditure	5,268	2,011	7,279	-	7,279
Depreciation	14,400	376	14,776	-	14,776
Amortisation	9	4	13	-	13
Gain on disposal property, plant and equipment	789	2	791	-	791
Impairment loss determine in accordance with TFRS9	688	-	688	-	688
Gain on liquidation of subsidiary	-	1,258	1,258	-	1,258

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	Consolidated financial statements For the year ended 31 December 2020				
	Subsea group	Holding	Total <i>(in thousand US Dollar)</i>	Elimination	Group
<i>Disaggregation of revenue</i>					
Primary geographical markets					
Saudi Arabia	63,627	-	63,627	(7)	63,620
Qatar	19,940	-	19,940	-	19,940
Myanmar	212	-	212	-	212
Thailand	7	-	7	-	7
Total revenue	83,786	-	83,786	(7)	83,779
Major products/service lines					
Providing services	83,786	-	83,786	(7)	83,779
Total revenue	83,786	-	83,786	(7)	83,779
Timing of revenue recognition					
Over time	83,786	-	83,786	(7)	83,779
Total revenue	83,786	-	83,786	(7)	83,779
<i>Information about reportable segment</i>					
Revenue from rendering of services	83,786	-	83,786	(7)	83,779
Operating profit (loss)	(32,437)	(124,835)	(157,272)	121,386	(35,886)
Loss on disposal of investment in an associate	-	(68,085)	(68,085)	-	(68,085)
Share of loss of associates and joint venture	(41)	(867)	(908)	-	(908)
Finance costs	(2,257)	(11)	(2,268)	39	(2,229)
Tax (expense) income	(2,492)	6	(2,486)	-	(2,486)
Profit (loss) for the year	(37,227)	(193,792)	(231,019)	121,425	(109,594)

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	Consolidated financial statements For the year ended 31 December 2020				
	Subsea group	Holding	Total <i>(in thousand US Dollar)</i>	Elimination	Group
Total assets	209,193	134,120	343,313	(82,806)	260,507
Total liabilities	218,026	1,820	219,846	(136,642)	83,204
Capital expenditure	12,282	47	12,329	-	12,329
Depreciation	14,139	367	14,506	-	14,506
Amortisation	34	7	41	-	41
Gain (loss) on disposal property, plant and equipment	(10)	26	16	6	22
Impairment losses recognised in profit or loss	2,066	-	2,066	-	2,066
Impairment loss determine in accordance with TFRS9	7,940	-	7,940	-	7,940

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	Consolidated financial statements For the year ended 31 December 2021				
	Subsea group	Holding	Total <i>(in thousand Baht)</i>	Elimination	Group
<i>Disaggregation of revenue</i>					
Primary geographical markets					
Saudi Arabia	3,021,635	-	3,021,635	-	3,021,635
Thailand	390,916	-	390,916	-	390,916
United Arab Emirates	95,257	-	95,257	-	95,257
Qatar	48,061	-	48,061	-	48,061
Myanmar	49,400	-	49,400	-	49,400
Total revenue	3,605,269	-	3,605,269	-	3,605,269
Major products/service lines					
Providing services	3,605,269	-	3,605,269	-	3,605,269
Total revenue	3,605,269	-	3,605,269	-	3,605,269
Timing of revenue recognition					
Over time	3,605,269	-	3,605,269	-	3,605,269
Total revenue	3,605,269	-	3,605,269	-	3,605,269
<i>Information about reportable segment</i>					
Revenue from rendering of services	3,605,269	-	3,605,269	-	3,605,269
Operating profit (loss)	(261,884)	(912,224)	(1,174,108)	728,776	(445,332)
Share of profit (loss) of associates and joint venture	17,535	1,288	18,823	-	18,823
Finance costs	(54,165)	(776)	(54,941)	2,944	(51,997)
Tax (expense) income	(23,673)	149	(23,524)	-	(23,524)
Profit (loss) for the year	(322,187)	(911,563)	(1,233,750)	731,720	(502,030)

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	Consolidated financial statements For the year ended 31 December 2021				
	Subsea group	Holding	Total <i>(in thousand Baht)</i>	Elimination	Group
Total assets	7,445,923	3,855,520	11,301,443	(2,657,985)	8,643,458
Total liabilities	7,159,310	222,309	7,381,619	(4,107,907)	3,273,712
Capital expenditure	176,056	67,207	243,263	-	243,263
Depreciation	460,260	12,016	472,276	-	472,276
Amortisation	275	125	400	-	400
Gain on disposal property, plant and equipment	24,346	61	24,407	-	24,407
Impairment loss determine in accordance with TFRS9	22,590	-	22,590	-	22,590
Gain on liquidation of subsidiary	-	41,990	41,990	-	41,990

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		Consolidated financial statements For the year ended 31 December 2020			
Subsea group	Holding	Total <i>(in thousand Baht)</i>	Elimination	Group	
<i>Disaggregation of revenue</i>					
Primary geographical markets					
Saudi Arabia	-	1,990,890	(219)	1,990,671	
Qatar	-	619,130	-	619,130	
Myanmar	-	6,633	-	6,633	
Thailand	-	208	-	208	
Total revenue	-	2,616,861	(219)	2,616,642	
Major products/service lines					
Providing services	-	2,616,861	(219)	2,616,642	
Total revenue	-	2,616,861	(219)	2,616,642	
Timing of revenue recognition					
Over time	-	2,616,861	(219)	2,616,642	
Total revenue	-	2,616,861	(219)	2,616,642	
<i>Information about reportable segment</i>					
Revenue from rendering of services					
Operating profit (loss)	(3,841,410)	(4,859,948)	3,734,024	(1,125,924)	
Loss on disposal of investment in an associate	(2,132,885)	(2,132,885)	-	(2,132,885)	
Share of loss of associates and joint venture	(27,163)	(28,408)	-	(28,408)	
Finance costs	(343)	(71,030)	1,185	(69,845)	
Tax (expense) income	184	(77,267)	-	(77,267)	
Profit (loss) for the year	(6,001,617)	(7,169,538)	3,735,209	(3,434,329)	

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	Consolidated financial statements For the year ended 31 December 2020				
	Subsea group	Holding	Total <i>(in thousand Baht)</i>	Elimination	Group
Total assets	6,283,551	4,028,576	10,312,127	(2,487,252)	7,824,875
Total liabilities	6,548,868	54,668	6,603,536	(4,104,329)	2,499,207
Capital expenditure	368,915	1,412	370,327	-	370,327
Depreciation	442,348	11,465	453,813	-	453,813
Amortisation	1,063	219	1,282	-	1,282
Gain (loss) on disposal property, plant and equipment	(291)	815	524	192	716
Impairment losses recognised in profit or loss	63,250	-	63,250	-	63,250
Impairment loss determine in accordance with TFRS9	248,329	-	248,329	-	248,329

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(b) Geographical information

Segments Subsea and Holding are managed on a worldwide basis but mainly operate and provide services in Thailand, Qatar, United Arab Emirates, Myanmar and Saudi Arabia.

In presenting information on the basis of geographical segments, assets are based on the geographical location of the assets.

	Assets			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Thailand	190,980	196,707	6,382,533	5,908,508
Saudi Arabia	54,276	50,234	1,813,899	1,508,884
United Arab Emirates	6,908	435	230,865	13,066
Cayman	4,875	6	162,922	180
Qatar	1,196	12,214	39,970	366,873
Singapore	231	652	7,720	19,584
Other countries	166	259	5,549	7,780
Total	258,632	260,507	8,643,458	7,824,875

(c) Major customers

Revenues from the major customers of the Group's Segments Subsea represents approximately US Dollar 73.0 million (2020: US Dollar 79.0 million) of the Group's total revenues.

16 Cost of rendering of services

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Crew, staff and subcontractor costs	46,139	44,982	1,485,359	1,405,386
Vessel expenses and repair and maintenance expenses	29,398	21,530	951,041	673,474
Charter hire and equipment rental	16,061	9,161	531,262	288,470
Depreciation	14,181	13,866	453,271	433,806
Recharge expenses related to services provided	1,052	3,138	33,561	98,667
Mobilisation/demobilisation expense	6,394	2,675	206,107	83,516
Total	113,225	95,352	3,660,601	2,983,319

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17 Administrative expenses

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Employee benefit expense	9,010	8,845	288,365	277,054
Professional fees	1,098	1,809	34,633	56,451
Impairment loss determine in accordance with TFRS9	688	7,940	22,590	248,329
Depreciation	595	640	19,005	20,007
Withholding tax not recoverable	574	1,006	18,645	31,586
Travelling expenses	417	501	13,436	15,640
Office and office equipment rental	267	255	8,600	7,976
Bank charge	186	205	5,837	6,414
Amortisation	13	41	400	1,282
Impairment losses recognised in profit or loss	-	2,066	-	63,250
Others	1,547	1,356	49,577	42,284
Total	14,395	24,664	461,088	770,273

	Separate financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Employee benefit expense	1,985	2,211	63,163	69,169
Professional fees	557	933	17,406	29,163
Depreciation	376	369	12,016	11,528
Travelling expenses	21	53	675	1,660
Impairment losses recognised in profit or loss	-	101,597	-	3,110,352
Loss from loan transfer from a subsidiary	-	13,373	-	427,231
Impairment loss determine in accordance with TFRS9	-	6,442	-	197,219
Others	508	387	16,235	12,092
Total	3,447	125,365	109,495	3,858,414

18 Employee benefit expense

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Crew expenses and subcontractor	46,139	44,982	1,485,359	1,405,386
Wages and salaries	6,461	5,654	207,590	176,867
Staff welfare	1,617	1,981	51,396	62,331
Contribution to defined contribution plans and social security and expenses related to define benefit plans	709	767	22,542	23,987
Bonus (reduction)	(43)	182	(1,642)	5,703
Others	266	261	8,479	8,166
Total	55,149	53,827	1,773,724	1,682,440

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	Separate financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Wages and salaries	1,550	1,561	49,473	48,816
Staff welfare	167	233	5,354	7,307
Contribution to defined contribution plans and social security and expenses related to define benefit plans	147	138	4,706	4,316
Bonus (reduction)	(33)	130	(1,283)	4,066
Others	154	149	4,913	4,664
Total	1,985	2,211	63,163	69,169

The defined contribution plans comprise provident funds established by the Group for its employees. Membership to the funds is on a voluntary basis. Contributions are made monthly by the employees at rate 7% of their basic salaries and by the Group at rate 7% of the employees' basic salaries. The provident funds are registered with the Ministry of Finance as juristic entities and are managed by licensed Fund Manager.

19 Income tax

<i>Income tax recognized in profit or loss</i>	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Current tax expense				
Current taxes	749	390	23,673	12,026
Adjustment for prior year	-	14	-	438
	<u>749</u>	<u>404</u>	<u>23,673</u>	<u>12,464</u>
Deferred tax expense				
Movement in temporary differences	1	2,082	(149)	64,803
Total	750	2,486	23,524	77,267

	Separate financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Deferred tax expense (benefit)				
Movement in temporary differences	1	(6)	(149)	(184)
Total	1	(6)	(149)	(184)

<i>Income tax</i>	Consolidated financial statements					
	Before tax <i>(Note 14)</i>	2021 Tax (expense) benefit	Net of tax	Before tax <i>(Note 14)</i>	2020 Tax (expense) benefit	Net of tax
			<i>(in thousand US Dollar)</i>			
Recognised in other comprehensive income						
Defined benefit plan actuarial gains (losses)	298	4	302	(93)	(3)	(96)
Total	298	4	302	(93)	(3)	(96)

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<i>Income tax</i>	Consolidated financial statements					
	Before tax <i>(Note 14)</i>	2021 Tax (expense) benefit	Net of tax	Before tax <i>(Note 14)</i>	2020 Tax (expense) benefit	Net of tax
<i>Recognised in other comprehensive income</i>						
Defined benefit plan actuarial gains (losses)	9,941	133	10,074	(2,913)	(92)	(3,005)
Total	9,941	133	10,074	(2,913)	(92)	(3,005)

<i>Income tax</i>	Separate financial statements					
	Before tax <i>(Note 14)</i>	2021 Tax (expense) benefit	Net of tax	Before tax <i>(Note 14)</i>	2020 Tax (expense) benefit	Net of tax
<i>Recognised in other comprehensive income</i>						
Defined benefit plan actuarial gains (losses)	(8)	4	(4)	-	-	-
Total	(8)	4	(4)	-	-	-

<i>Income tax</i>	Separate financial statements					
	Before tax <i>(Note 14)</i>	2021 Tax (expense) benefit	Net of tax	Before tax <i>(Note 14)</i>	2020 Tax (expense) benefit	Net of tax
<i>Recognised in other comprehensive income</i>						
Defined benefit plan actuarial gains (losses)	(267)	133	(134)	-	-	-
Total	(267)	133	(134)	-	-	-

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Reconciliation of effective tax rate

The tax on the Group's profit before taxes differs from the theoretical amount that would arise using the weighted average effective tax rate to profits of the consolidated entities as follows:

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Loss before income tax – accounting	<u>(14,921)</u>	<u>(107,108)</u>	<u>(478,506)</u>	<u>(3,357,062)</u>
Tax at the domestic rate of 20%	(2,984)	(21,422)	(95,701)	(671,412)
Adjustments:				
Effect of difference tax rate in foreign jurisdictions	(525)	(20,875)	(16,788)	(653,254)
Income not subject to tax and additional taxable expenses	(454)	(2,570)	(14,518)	(80,425)
Expenses not deductible for tax purposes	9,800	42,824	313,198	1,340,630
Utilisation of previously unrecognised tax losses	(4,708)	(87)	(150,548)	(2,723)
Tax losses and temporary differences for which no deferred income tax were recognised	251	4,624	8,026	144,702
Adjustments in respect of prior year	-	14	-	438
Remeasurement of (gain) loss on exchange rate of US Dollar financial statement	(1,042)	63	(33,320)	1,971
Remeasurement of (gain) loss on exchange rate of Thai Baht financial statement	<u>412</u>	<u>(85)</u>	<u>13,175</u>	<u>(2,660)</u>
Total income tax expense	<u>750</u>	<u>2,486</u>	<u>23,524</u>	<u>77,267</u>
The average effective tax rate	5%	2%	5%	2%

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	Separate financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Loss before income tax – accounting	<u>(27,936)</u>	<u>(202,871)</u>	<u>(908,477)</u>	<u>(6,277,074)</u>
Tax at the domestic rate of 20%	(5,587)	(40,574)	(181,695)	(1,255,415)
Adjustments:				
Expenses not deductible for tax purposes	4,364	40,136	142,406	1,241,712
Utilisation of previously unrecognised tax losses	(55)	-	(1,759)	-
Tax losses for which no deferred income tax assets were recognised	-	590	-	18,463
Remeasurement of (gain) loss on exchange rate of US Dollar financial statement	867	(34)	27,724	(1,064)
Remeasurement of (gain) loss on exchange rate of Thai Baht financial statement	<u>412</u>	<u>(124)</u>	<u>13,175</u>	<u>(3,880)</u>
Total income tax expense (benefit)	<u>1</u>	<u>(6)</u>	<u>(149)</u>	<u>(184)</u>
The average effective tax rate	0%	0%	0%	0%

The average effective tax rate is calculated including taxes due from overseas operations.

Deferred tax as at 31 December were as follows:

	Consolidated financial statements			
	Assets		Liabilities	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>			
Total	<u>57</u>	<u>54</u>	<u>-</u>	<u>-</u>
Net deferred tax assets	<u>57</u>	<u>54</u>	<u>-</u>	<u>-</u>

	Consolidated financial statements			
	Assets		Liabilities	
	2021	2020	2021	2020
	<i>(in thousand Baht)</i>			
Total	<u>1,905</u>	<u>1,622</u>	<u>-</u>	<u>-</u>
Net deferred tax assets	<u>1,905</u>	<u>1,622</u>	<u>-</u>	<u>-</u>

	Separate financial statements			
	Assets		Liabilities	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>			
Total	<u>57</u>	<u>54</u>	<u>-</u>	<u>-</u>
Net deferred tax assets	<u>57</u>	<u>54</u>	<u>-</u>	<u>-</u>

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	Separate financial statements			
	Assets		Liabilities	
	2021	2020	2021	2020
Total	1,905	1,622	-	-
Net deferred tax assets	<u>1,905</u>	<u>1,622</u>	<u>-</u>	<u>-</u>

Movements in total deferred tax assets and liabilities during the year were as follows:

	Consolidated financial statements			
	(Charged) / Credited to :			
	At 1 January 2021	Profit or loss (in thousand US Dollar)	Other comprehensive income	At 31 December 2021
<i>Deferred tax assets</i>				
Retirement benefits obligation	54	(1)	4	57
Total	<u>54</u>	<u>(1)</u>	<u>4</u>	<u>57</u>

	Consolidated financial statements				
	(Charged) / Credited to :				
	At 1 January 2021	Profit or loss	Other comprehensive income	Translation adjustments	At 31 December 2021
<i>Deferred tax assets</i>					
Retirement benefits obligation	1,622	149	133	1	1,905
Total	<u>1,622</u>	<u>149</u>	<u>133</u>	<u>1</u>	<u>1,905</u>

	Consolidated financial statements			
	(Charged) / Credited to :			
	At 1 January 2020	Profit or loss (in thousand US Dollar)	Other comprehensive income	At 31 December 2020
<i>Deferred tax assets</i>				
Property, plant and equipment	153	(153)	-	-
Provisions	345	(345)	-	-
Retirement benefits obligation	147	(90)	(3)	54
Loss carry forward	1,494	(1,494)	-	-
Total	<u>2,139</u>	<u>(2,082)</u>	<u>(3)</u>	<u>54</u>

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	Consolidated financial statements				At 31 December 2020
	At 1 January 2020	Profit or loss	Other comprehensive income <i>(in thousand Baht)</i>	Translation adjustments	
(Charged) / Credited to :					
<i>Deferred tax assets</i>					
Property, plant and equipment	4,614	(4,684)	-	70	-
Provisions	10,403	(10,562)	-	159	-
Retirement benefits obligation	4,433	(2,755)	(92)	36	1,622
Loss carry forward	45,049	(46,802)	-	1,753	-
Total	64,499	(64,803)	(92)	2,018	1,622

	Separate financial statements				At 31 December 2021
	At 1 January 2021	Profit or loss	Other comprehensive income	Translation adjustments	
(Charged) / Credited to :					
<i>Deferred tax assets</i>					
Retirement benefits obligation	54	(1)	4		57
Total	54	(1)	4		57

	Separate financial statements				At 31 December 2021
	At 1 January 2021	Profit or loss	Other comprehensive income	Translation adjustments	
(Charged) / Credited to :					
<i>Deferred tax assets</i>					
Retirement benefits obligation	1,622	149	133	1	1,905
Total	1,622	149	133	1	1,905

	Separate financial statements				At 31 December 2020
	At 1 January 2020	Profit or loss	Other comprehensive income	Translation adjustments	
(Charged) / Credited to :					
<i>Deferred tax assets</i>					
Retirement benefits obligation	48	6	-		54
Total	48	6	-		54

	Separate financial statements				At 31 December 2020
	At 1 January 2020	Profit or loss	Other comprehensive income	Translation adjustments	
(Charged) / Credited to :					
<i>Deferred tax assets</i>					
Retirement benefits obligation	1,447	184	-	(9)	1,622
Total	1,447	184	-	(9)	1,622

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Deferred tax assets have not been recognised in respect of the following items:

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Tax losses	15,113	21,815	483,270	682,670
Impairment losses on property, plant and equipment and related supplies and spare parts	4,645	7,840	148,534	245,342
Allowance for expected credit loss	6,351	6,293	203,087	196,931
Impairment losses on goodwill	2,027	2,027	64,818	63,432
Retirement benefits obligation	316	347	10,105	10,859
Total	<u>28,452</u>	<u>38,322</u>	<u>909,814</u>	<u>1,199,234</u>

	Separate financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Impairment losses on investments in subsidiaries	22,439	22,439	717,534	702,197
Allowance for expected credit loss	11,809	12,914	377,618	404,126
Tax losses	2,662	3,021	85,123	94,538
Total	<u>36,910</u>	<u>38,374</u>	<u>1,180,275</u>	<u>1,200,861</u>

The majority tax losses will expire from 2022-2025. The deductible temporary differences do not expire under current tax legislation. The Group has not recognised these as deferred tax assets because it is not probable that the Group will have sufficient future taxable profit to utilise the benefits therefrom.

20 Earnings per share

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar/ thousand shares)</i>	2020	2021 <i>(in thousand Baht/ thousand shares)</i>	2020
Loss attributable to ordinary shareholders of the Company (basic)	<u>(15,724)</u>	<u>(109,654)</u>	<u>(503,533)</u>	<u>(3,436,176)</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u>	<u>1,413,329</u>	<u>1,413,329</u>	<u>1,413,329</u>
Losses per share (basic)	<u>(0.0111)</u>	<u>(0.0776)</u>	<u>(0.3563)</u>	<u>(2.4313)</u>

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	Separate financial statements			
	2021	2020	2021	2020
	<i>(in thousand US Dollar/ thousand shares)</i>		<i>(in thousand Baht/ thousand shares)</i>	
Loss attributable to ordinary shareholders of the Company (basic)	<u>(27,937)</u>	<u>(202,865)</u>	<u>(908,328)</u>	<u>(6,276,890)</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u>	<u>1,413,329</u>	<u>1,413,329</u>	<u>1,413,329</u>
Losses per share (basic)	<i>(in US dollar)</i> <u>(0.0198)</u>	<i>(in US dollar)</i> <u>(0.1435)</u>	<i>(in Baht)</i> <u>(0.6427)</u>	<i>(in Baht)</i> <u>(4.4412)</u>

21 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. It 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.

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	Consolidated financial statements					Total
	Carrying amount		Fair value			
	Financial instruments measured at FVTPL	Financial instruments measured at amortised cost	Level 1	Level 2	Level 3	
<i>(in thousand US Dollar)</i>						
At 31 December 2021						
Financial assets						
Equity securities held for trading	3	-	-	3	-	3
Investment in mutual fund	2,871	-	-	2,871	-	2,871
Total other financial assets	2,874	-	-	2,874	-	2,874
Financial liabilities						
Long-term borrowings	-	46,694	-	45,897	-	45,897
Total other financial liabilities	-	46,694	-	45,897	-	45,897
At 31 December 2020						
Financial assets						
Equity securities held for trading	9,714	-	-	9,714	-	9,714
Total other financial assets	9,714	-	-	9,714	-	9,714
Financial liabilities						
Long-term borrowings	-	57,413	-	60,744	-	60,744
Total other financial liabilities	-	57,413	-	60,744	-	60,744

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	Consolidated financial statements						
	Carrying amount		Fair value				
	Financial instruments measured at FVTPL	Financial instruments measured at amortised cost	Total	Level 1 <i>(in thousand Baht)</i>	Level 2	Level 3	Total
At 31 December 2021							
Financial assets							
Equity securities held for trading	100	-	100	-	100	-	100
Investment in mutual fund	95,949	-	95,949	-	95,949	-	95,949
Total other financial assets	96,049	-	96,049	-	95,949	-	95,949
Financial liabilities							
Long-term borrowings	-	1,560,508	1,560,508	-	1,533,873	-	1,533,873
Total other financial liabilities	-	1,560,508	1,560,508	-	1,533,873	-	1,533,873
At 31 December 2020							
Financial assets							
Equity securities held for trading	291,780	-	291,780	-	291,780	-	291,780
Total other financial assets	291,780	-	291,780	-	291,780	-	291,780
Financial liabilities							
Long-term borrowings	-	1,724,520	1,724,520	-	1,824,574	-	1,824,574
Total other financial liabilities	-	1,724,520	1,724,520	-	1,824,574	-	1,824,574

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Financial instruments measured at fair value

Type	Valuation technique
Equity securities held for trading	The net asset value as of the reporting date.
Investments in mutual fund	The net asset value as of the reporting date.

Financial instruments not measured at fair value

Type	Valuation technique
Debt securities and other financial liabilities	Discounted cash flows.

Movement of marketable equity and debt securities

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Equity securities held for trading				
At 1 January	9,714	8,207	291,780	247,474
Purchase	8,945	2,000	298,941	60,074
Disposal	(18,790)	(2,000)	(627,960)	(60,074)
Transfer	-	1,000	-	30,037
Fair value adjustment	134	507	4,318	16,401
Translation adjustment	-	-	33,021	(2,132)
At 31 December	3	9,714	100	291,780

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Investment in mutual fund				
At 1 January	-	-	-	-
Purchase	3,000	-	100,260	-
Fair value adjustment	(129)	-	(4,137)	-
Translation adjustment	-	-	(174)	-
At 31 December	2,871	-	95,949	-

	Consolidated financial statements			
	2021 <i>(in thousand US Dollar)</i>	2020	2021 <i>(in thousand Baht)</i>	2020
Other debt securities held to maturity				
At 1 January	-	4,000	-	120,616
Disposal	-	(3,000)	-	(90,111)
Transfer	-	(1,000)	-	(30,037)
Translation adjustment	-	-	-	(468)
At 31 December	-	-	-	-

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(b) *Financial risk management policies*

Risk management framework

The Group's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The board of directors has established the risk management committee, which is responsible for developing and monitoring the Group's risk management policies. The committee reports regularly to the board of directors on its activities.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, 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 Group's activities. The Group, 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 Group audit committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The Group 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 Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investments in debt securities.

(b.1.1) Trade accounts receivables and contract assets

The Group'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.

The risk management committee has established a credit policy under which each new customer is analysed individually for creditworthiness before the Group's commercial terms and conditions are offered.

The Group limits its exposure to credit risk from trade accounts receivables by establishing a maximum payment period of 3 months. Outstanding trade receivables are regularly monitored by the Group. An impairment analysis is performed by the Group at each reporting date. The provision rates of expected credit loss are based on days past due for individual trade receivables to reflect differences between economic conditions in the past, current conditions and the Group's view of economic conditions over the expected lives of the receivables.

Information relevant to trade accounts receivables and contract assets are disclosed in note 7.

(b.1.2) Other accounts receivable, short-term loans to related parties, long-term loans and other non-current receivable

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The Group's exposure to credit risk is influenced mainly by the individual characteristics of each related party. However, management also considers the factors that may influence the credit risk, including the default risk associated with the industry and country in which they operate. The Group's policy is to provide other accounts receivable and short-term loans only if the related party was judged by management to have low credit risk at initial recognition. Impairment on other accounts receivable and short-term loans have been measured on the 12-month expected loss basis or the lifetime expected loss basis if the Group becomes aware of a significant increase in the related party's credit risk at the reporting date.

The following table presents the exposure to credit risk for other accounts receivable, short-term loans, long-term loans and other non-current receivable at amortised cost. It indicates whether assets measured at amortised cost were subject to a 12-month ECL or lifetime ECL allowance and, in the latter case, whether they were credit-impaired.

	Consolidated financial statements			
	12-months ECL	Lifetime ECL-not credit- impaired	Lifetime ECL- credit- impaired	Total
<i>(in thousand Dollar)</i>				
At 31 December 2021				
Other accounts receivable	21,817	65	7,542	29,424
Short-term loans to related party	-	-	18,350	18,350
Long-term loans	1,082	-	498	1,580
	22,899	65	26,390	49,354
Less allowance for expected credit loss	-	-	(26,390)	(26,390)
Net	22,899	65	-	22,964

	Consolidated financial statements			
	12-months ECL	Lifetime ECL-not credit- impaired	Lifetime ECL- credit- impaired	Total
<i>(in thousand Dollar)</i>				
At 31 December 2020				
Other accounts receivable	5,032	110	7,542	12,684
Short-term loans to related party	-	-	18,350	18,350
Long-term loans	-	-	498	498
	5,032	110	26,390	31,532
Less allowance for expected credit loss	-	-	(26,390)	(26,390)
Net	5,032	110	-	5,142

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	Consolidated financial statements			
	12-months ECL	Lifetime ECL-not credit- impaired	Lifetime ECL- credit- impaired	Total
<i>(in thousand Baht)</i>				
At 31 December 2021				
Other accounts receivable	729,123	2,172	252,053	983,348
Short-term loans	-	-	613,255	613,255
Long-term loans	36,160	-	16,643	52,803
	<u>765,283</u>	<u>2,172</u>	<u>881,951</u>	<u>1,649,406</u>
Less allowance for expected credit loss	-	-	(881,951)	(881,951)
Net	<u>765,283</u>	<u>2,172</u>	<u>-</u>	<u>767,455</u>

	Consolidated financial statements			
	12-months ECL	Lifetime ECL-not credit- impaired	Lifetime ECL- credit- impaired	Total
<i>(in thousand Baht)</i>				
At 31 December 2020				
Other accounts receivable	151,147	3,305	226,540	380,992
Short-term loans	-	-	551,181	551,181
Long-term loans	-	-	14,958	14,958
	<u>151,147</u>	<u>3,305</u>	<u>792,679</u>	<u>947,131</u>
Less allowance for expected credit loss	-	-	(792,679)	(792,679)
Net	<u>151,147</u>	<u>3,305</u>	<u>-</u>	<u>154,452</u>

	Consolidated financial statements			
	Other account receivable	Short-term loans	Long-term loans	Total
<i>(in thousand Dollar)</i>				
Lifetime ECL credit impaired				
At 1 January 2020	5,400	12,979	-	18,379
Net remeasurement of loss allowance	2,142	5,371	-	7,513
New financial assets acquired	-	-	498	498
At 31 December 2020 and at 1 January 2021	<u>7,542</u>	<u>18,350</u>	<u>498</u>	<u>26,390</u>
At 31 December 2021	<u>7,542</u>	<u>18,350</u>	<u>498</u>	<u>26,390</u>

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<i>Movement of allowance for expected credit loss</i>	Other account receivable	Consolidated financial statements		
		Short-term loans (in thousand Baht)	Long-term loans	Total
<i>Lifetime ECL credit impaired</i>				
At 1 January 2020	162,831	391,369	-	554,200
Net remeasurement of loss allowance	67,102	168,256	-	235,358
New financial asset acquired	-	-	15,245	15,245
Translation adjustment	(3,393)	(8,444)	(287)	(12,124)
At 31 December 2020 and at 1 January 2021	226,540	551,181	14,958	792,679
Translation adjustment	25,513	62,074	1,685	89,272
At 31 December 2021	252,053	613,255	16,643	881,951
Separate financial statements				
	12-months ECL	Lifetime ECL-not credit-impaired (in thousand Dollar)	Lifetime ECL-credit-impaired	Total
<i>At 31 December 2021</i>				
Other accounts receivable	240	5,151	3,979	9,370
Short-term loans	-	-	6,127	6,127
Other non-current receivable	-	-	42,747	42,747
Long-term loan	-	-	55,361	55,361
	240	5,151	108,214	113,605
<i>Less allowance for expected credit loss</i>	-	-	(59,045)	(59,045)
Net	240	5,151	49,169	54,560
Separate financial statements				
	12-months ECL	Lifetime ECL-not credit-impaired (in thousand Dollar)	Lifetime ECL-credit-impaired	Total
<i>At 31 December 2020</i>				
Other accounts receivable	220	235	2,809	3,264
Short-term loans	-	-	7,127	7,127
Other non-current receivable	-	-	50,304	50,304
Long-term loan	-	-	60,391	60,391
	220	235	120,631	121,086
<i>Less allowance for expected credit loss</i>	-	-	(64,568)	(64,568)
Net	220	235	56,063	56,518

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	Separate financial statements			Total
	12-months ECL	Lifetime ECL- not credit- impaired <i>(in thousand Baht)</i>	Lifetime ECL- credit- impaired	
At 31 December 2021				
Other accounts receivable	8,021	172,146	132,979	313,146
Short-term loans	-	-	204,764	204,764
Other non-current receivable	-	-	1,428,600	1,428,600
Long-term loan	-	-	1,850,159	1,850,159
	<u>8,021</u>	<u>172,146</u>	<u>3,616,502</u>	<u>3,796,669</u>
Less allowance for expected credit loss	-	-	(1,973,278)	(1,973,278)
Net	<u>8,021</u>	<u>172,146</u>	<u>1,643,224</u>	<u>1,823,391</u>

	Separate financial statements			Total
	12-months ECL	Lifetime ECL- not credit- impaired <i>(in thousand Baht)</i>	Lifetime ECL- credit- impaired	
At 31 December 2020				
Other accounts receivable	6,608	7,059	84,374	98,041
Short-term loans	-	-	214,074	214,074
Other non-current receivable	-	-	1,510,987	1,510,987
Long-term loan	-	-	1,813,970	1,813,970
	<u>6,608</u>	<u>7,059</u>	<u>3,623,405</u>	<u>3,637,072</u>
Less allowance for expected credit loss	-	-	(1,939,435)	(1,939,435)
Net	<u>6,608</u>	<u>7,059</u>	<u>1,683,970</u>	<u>1,697,637</u>

Movement of allowance for expected credit loss	Separate financial statements				Total
	Other account receivable	Short-term loans	Other non- current receivable	Long-term loans	
<i>(in thousand Dollar)</i>					
Lifetime ECL credit impaired					
At 1 January 2020	32,215	25,713	-	-	57,928
Net remeasurement of loss allowance	1,127	5,315	-	-	6,442
Unrealised losses on exchange	6,379	93	-	-	6,472
Reclassification	(30,638)	(23,994)	30,638	23,994	-
Write off	(6,274)	-	-	-	(6,274)
At 31 December 2020 and at 1 January 2021	<u>2,809</u>	<u>7,127</u>	<u>30,638</u>	<u>23,994</u>	<u>64,568</u>
Unrealised losses on exchange	-	-	(3,094)	(1,429)	(4,523)
Write off	-	(1,000)	-	-	(1,000)
At 31 December 2021	<u>2,809</u>	<u>6,127</u>	<u>27,544</u>	<u>22,565</u>	<u>59,045</u>

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<i>Movement of allowance for expected credit loss</i>	Separate financial statements				Total
	Other account receivable	Short-term loans	Other non-current receivable <i>(in thousand Baht)</i>	Long-term loans	
<i>Lifetime ECL credit impaired</i>					
At 1 January 2020	971,411	775,350	-	-	1,746,761
Net remeasurement of loss allowance	34,502	162,717	-	-	197,219
Unrealised losses on exchange	191,607	2,793	-	-	194,400
Reclassification	(920,277)	(720,710)	920,277	720,710	-
Write-off	(196,544)	-	-	-	(196,544)
Translation adjustment	3,675	(6,076)	-	-	(2,401)
At 31 December 2020 and at 1 January 2021	84,374	214,074	920,277	720,710	1,939,435
Unrealised losses on exchange	-	-	(97,260)	(46,100)	(143,360)
Write off	-	(30,257)	-	-	(30,257)
Translation adjustment	9,502	20,947	97,501	79,510	207,460
At 31 December 2021	93,876	204,764	920,518	754,120	1,973,278

(b.1.3) Cash and cash equivalent and derivatives

The Group's exposure to credit risk arising from cash and cash equivalents and derivative assets is limited which the Group considers to have low credit risk.

(b.1.4) Guarantees

The Group's policy is to provide financial guarantees only for subsidiaries' liabilities. At 31 December 2021, the Group has issued a guarantee to certain banks in respect of credit facilities granted to a subsidiary.

(b.2) Liquidity risk

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

The following table are 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.

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Consolidated financial statements

Contractual cash flows

<i>At 31 December</i>	Carrying amount	1 year or less <i>(in thousand Dollar)</i>	More than 1 years but less than 5 years	Total
2021				
<i>Non-derivative financial liabilities</i>				
Trade and other accounts payable	42,763	42,763	-	42,763
Borrowings from parent company	5,000	3,000	2,000	5,000
Borrowings from financial institution	46,694	14,209	32,485	46,694
Lease liabilities	201	123	78	201
	94,658	60,095	34,563	94,658
2020				
<i>Non-derivative financial liabilities</i>				
Trade and other accounts payable	22,443	22,443	-	22,443
Borrowings from financial institution	57,413	13,544	43,869	57,413
Lease liabilities	428	206	222	428
	80,284	36,193	44,091	80,284

Consolidated financial statements

Contractual cash flows

<i>At 31 December</i>	Carrying amount	1 year or less <i>(in thousand Baht)</i>	More than 1 years but less than 5 years	Total
2021				
<i>Non-derivative financial liabilities</i>				
Trade and other accounts payable	1,429,134	1,429,134	-	1,429,134
Borrowings from parent company	167,100	100,260	66,840	167,100
Borrowings from financial institution	1,560,508	474,863	1,085,645	1,560,508
Lease liabilities	6,718	4,111	2,607	6,718
	3,163,460	2,008,368	1,155,092	3,163,460
2020				
<i>Non-derivative financial liabilities</i>				
Trade and other accounts payable	674,123	674,123	-	674,123
Borrowings from financial institution	1,724,520	406,822	1,317,698	1,724,520
Lease liabilities	12,856	6,188	6,668	12,856
	2,411,499	1,087,133	1,324,366	2,411,499

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the financial statements
For the year ended 31 December 2021

<i>At 31 December</i>	Separate financial statements			
	Carrying amount	Contractual cash flows		
		1 year or less <i>(in thousand Dollar)</i>	More than 1 years but less than 5 years	Total
2021				
<i>Non-derivative financial liabilities</i>				
Other accounts payable	714	714	-	714
Borrowings from parent company	5,000	3,000	2,000	5,000
Lease liabilities	200	122	78	200
	<u>5,914</u>	<u>3,836</u>	<u>2,078</u>	<u>5,914</u>
2020				
<i>Non-derivative financial liabilities</i>				
Other accounts payable	710	710	-	710
Lease liabilities	425	204	221	425
	<u>1,135</u>	<u>914</u>	<u>221</u>	<u>1,135</u>
Separate financial statements				
<i>At 31 December</i>	Carrying amount	Contractual cash flows		
		1 year or less <i>(in thousand Baht)</i>	More than 1 years but less than 5 years	Total
	2021			
<i>Non-derivative financial liabilities</i>				
Other accounts payable	23,861	23,861	-	23,861
Borrowings from parent company	167,100	100,260	66,840	167,100
Lease liabilities	6,684	4,077	2,607	6,684
	<u>197,645</u>	<u>128,198</u>	<u>69,447</u>	<u>197,645</u>
2020				
<i>Non-derivative financial liabilities</i>				
Other accounts payable	21,326	21,326	-	21,326
Lease liabilities	12,766	6,128	6,638	12,766
	<u>34,092</u>	<u>27,454</u>	<u>6,638</u>	<u>34,092</u>

(b.3) Market risk

The Group 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 Group is exposed to foreign currency risk relating to purchases and sales which are denominated in foreign currencies.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

<i>Exposure to foreign currency at 31 December</i>	Consolidated financial statements		Separate financial statements	
	2021	2020	2021	2020
	<i>(in thousand US Dollar)</i>			
<i>Thai Baht</i>				
Cash and cash equivalents	369	457	180	90
Trade accounts receivable	367	1	-	-
Receivables from related parties	-	-	30	34
Long-term loans to related parties	-	-	32,796	36,397
Trade accounts payable	(1,491)	(266)	-	-
Other accounts payable	(1,339)	(610)	(462)	(438)
Gross balance sheet exposure	(2,094)	(418)	32,544	36,083
<i>Singapore Dollar</i>				
Cash and cash equivalents	104	102	-	-
Trade accounts payable	(21)	(26)	-	-
Other accounts payable	(71)	(59)	-	-
Gross balance sheet exposure	12	17	-	-
<i>Qatari Rial</i>				
Cash and cash equivalents	148	275	-	-
Restricted cash equivalent	186	-	-	-
Trade accounts payable	(22)	(37)	-	-
Other accounts payable	(94)	(59)	-	-
Gross balance sheet exposure	218	179	-	-

Sensitivity analysis

A reasonably possible strengthening (weakening) of US Dollar against all other currencies at the reporting date would have affected the measurement of financial instruments denominated in a foreign currency. This analysis assumes that all other variables, in particular interest rates, remain constant.

Consolidated financial statements					
<i>At 31 December 2021</i>	Movement	Profit or loss		Profit or loss	
		Strengthening	Weakening	Strengthening	Weakening
	(%)	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Thai Baht	10	(233)	190	(7,774)	6,360
Singapore Dollar	10	1	(1)	45	(37)
Qatari Rial	10	24	(20)	812	(664)
Separate financial statements					
<i>At 31 December 2021</i>	Movement	Profit or loss		Profit or loss	
		Strengthening	Weakening	Strengthening	Weakening
	(%)	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Thai Baht	10	3,616	(2,958)	120,841	(98,870)

(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 Group's operations and its cash flows because debt securities and loan interest rates (see note 13) are mainly fixed. So the Group has low interest rate risk. The sensitivity impact to the increase or decrease in interest expenses from borrowings, as a result of changes in interest rates is immaterial on financial statements of the Group.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

22 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.

23 Guarantees

As at 31 December 2021 and 2020, the Group and the Company had outstanding guarantees as follows:

	Consolidated financial statements							
	2021				2020			
	thousand Baht	thousand USD	thousand SAR	thousand QAR	thousand Baht	thousand USD	thousand SAR	thousand QAR
Letters of guarantee issued by financial institutions in the normal course of business	400	12,561	-	500	400	15,683	4,350	-
Guarantee for long-term borrowings of subsidiary to financial institution	-	46,854	-	-	-	57,600	-	-

	Separate financial statements			
	2021		2020	
	thousand Baht	thousand USD	thousand Baht	thousand USD
Letters of guarantee issued by financial institutions in the normal course of business	400	-	400	-
Guarantee for long-term loans of subsidiaries to financial institutions	-	46,854	-	57,600

24 Other events

The Group, through its other indirect subsidiary Seascope Surveys Pte. Ltd. ("SSS"), is a party to or involved in a legal proceedings in Indonesia related to the shareholdings and management affairs of PT Seascope Surveys Indonesia ("PTSSI"). A tort lawsuit was filed in the South Jakarta District Court by Seascope Surveys alleging that Ms. Margaretta Retno Sundari and other co-defendants had engaged in unlawful acts related to the transfer of ownership of 368 (46%) shares in PTSSI. As a first step in the lawsuit, the court had directed the parties to attempt mediation and to consider mediation proposals.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

For the year ended 31 December 2021

25 Commitments with non-related parties

	Consolidated financial statements			
	2021	2020	2021	2020
	(in thousand US Dollar)		(in thousand Baht)	
<i>Other commitments</i>				
Short-term lease commitment	304	153	10,160	4,596
Total	304	153	10,160	4,596

26 Events after the reporting period

Disposal of intangible assets - Cryptocurrency

On 5 January 2022, Mermaid International Ventures (“MIV”), an indirect subsidiary, entered into BTC Cryptocurrency sale and purchase agreement with the agreed price of US Dollar 2.1 million.

Disposal of current investment - Investment in mutual fund

On 5 January 2022, Mermaid International Ventures (“MIV”), an indirect subsidiary, entered into Agnostic Fund shares sale and purchase agreement with the agreed price of US Dollar 2.9 million.

Increase in share capital of a joint venture

At the Extraordinary General Meeting of shareholders of KK Venture Co., Ltd. (“KKV”), held on 31 January 2022, the shareholders approved to increase the share capital of KKV by Baht 1.0 million through the issuance of 10,000 new ordinary shares with a par value of Baht 100 each which were registered on 10 February 2022 with Department of Business Development. The shares were fully paid up by the existing shareholders in proportion to their shareholdings.

New indirect subsidiary

On 23 February 2022, Mermaid Subsea Services (Thailand) Limited (“MSST”), a direct subsidiary, has fully invested into Mermaid Decom Co., Ltd. (“DCOM”), which incorporated in Thailand. As a result, DCOM became an indirect subsidiary of the Company. The main business of DCOM is to provide decommissioning services.