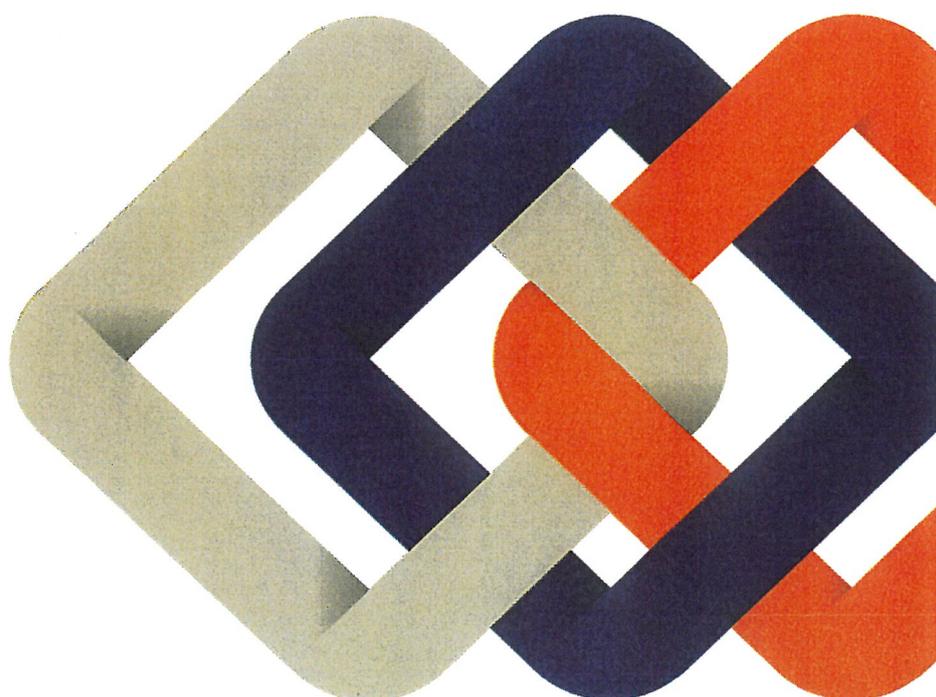




Independent Auditor's Report and Consolidated and Separate
Financial Statements of

**Light Up Total Solution Public Company Limited
and its subsidiary**

For the Year Ended 31 December 2024



INDEPENDENT AUDITOR'S REPORT

Grant Thornton Limited
11th Floor, Capital Tower
All Seasons Place
87/1 Wireless Road
Lumpini, Pathumwan
Bangkok 10330, Thailand

T +66 2 205 8222
F +66 2 654 3339

**To the Shareholders and the Board of Directors of Light Up Total Solution
Public Company Limited**

Opinion

I have audited the consolidated and separate financial statements of Light Up Total Solution Public Company Limited ("the Company") and its subsidiary ("the Group"), which comprise the consolidated and separate statements of financial position as at 31 December 2024, the consolidated and separate statements of comprehensive income, the consolidated and separate statements of changes in equity and the consolidated and separate statements of cash flows for the year then ended, and notes to the consolidated and separate financial statements, which include significant accounting policies.

In my opinion, the consolidated and separate financial statements present fairly, in all material respects, the consolidated and separate financial position of Light Up Total Solution Public Company Limited and its subsidiary as at 31 December 2024, and its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with Thai Financial Reporting Standards (TFRS).

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 including Independence Standards issued by the Federation of Accounting Professions (TFAC Code) that are relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with the TFAC Code. 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 judgement, 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.

Key audit matters	Audit responses
<p><u>Allowance for expected credit losses</u></p> <p>The significant portion of the Group's account receivable is sales of lighting products and ICT Solution whereby the Group has significant amount of overdue trade accounts receivable.</p> <p>Significant judgments and estimates is required in determining the recoverability of trade accounts receivable and the amount of the lifetime impairment losses, which is estimated by taking into account on an analysis of payment histories and future expectations of the Group's customer payments, the current and future market environment including customer-specific conditions. Since the net book value of the Group's trade accounts receivable is significant, this is the most significant area which my audit is focused on.</p>	<p>My audit procedures included:</p> <ul style="list-style-type: none"> - Inquiring of the responsible management regarding policy and assessment applied for setting the allowance for impairment losses calculation. - Evaluating the reasonableness of the significant assumptions used by management in the accounting estimates which include forward-looking information by comparing them to relevant market information. - Test on a sampling basis, the accuracy of information used in calculation of expected credit losses with relevant supporting document and checked mathematical accuracy of the calculation. - Test on a sampling basis, cash receipts subsequent to the end of the year; and - Considering the adequacy of disclosure in the financial statements in accordance with Thai Financial Reporting Standards.

Key audit matters	Audit responses
<p><u>Allowance for decline in value of inventory</u></p> <p>The majority products of the Group are innovative lighting products and IT equipment which are always affected from the dynamic change of the lighting technology resulting to obsolete inventories and slow-moving for some items. Therefore, there might be a risk that the Group has to sell below cost for some items.</p> <p>The Group has to exercise significant judgments and estimates in determining the decline in value of inventories. Since the net book value of the Group's inventories is significant, this is the most significant area which my audit is focused on.</p>	<p>My audit procedures included:</p> <ul style="list-style-type: none"> - Understanding the management's policy and assessment applied to the allowance for decline in value of inventories and internal control relevant to inventory management; - Attending the physical inventory count and randomly sample for inspect the inventory; - Test on a sampling basis, the inventory aging report and the net realisable value of inventory with relevant supporting documents and check mathematical accuracy of the calculation; - Evaluate the appropriateness of the estimate for obsolete inventories and declining in inventory value by considering the historical estimate compared to inventory movement. - Observe and inquire about the assumptions used by management to consider allowance for obsolete and long-outstanding inventories and inquire whether there is inventory selling lower than cost and consider management's selling plan and; - Considering the adequacy of disclosure in the financial statements in accordance with Thai Financial Reporting Standards.

Other Information

The management are 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 the those charged with governance for them to correct such material misstatement.

Responsibilities of the Management and those charged with Governance for the consolidated and separate financial statements

The management are responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with TFRS, and for such internal control as the management determine 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, the management are 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 the management either intend to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance assists the management in discharging their responsibilities 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 judgement and maintain professional scepticism 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 the management.
- Conclude on the appropriateness of the management 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.



Luxsamee Deetrakulwattanapol

Certified Public Accountant

Registration No. 9056

Grant Thornton Limited

Bangkok

28 February 2025

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated F/S		Separate F/S	
		31 December 2024	31 December 2024	31 December 2024	31 December 2023
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	7	41,400,424	36,061,540	41,122,665	
Trade and other receivables - net	8	212,160,827	212,160,827	56,716,808	
Inventories - net	9	58,969,830	58,969,830	56,377,580	
Short-term loans to related party	6	-	90,103,562	-	
Other current assets	10	25,820,595	20,220,595	16,459,818	
Total Current Assets		338,351,676	417,516,354	170,676,871	
NON-CURRENT ASSETS					
Restricted bank deposits	11	6,999,500	6,999,500	6,999,500	
Investment in subsidiary	12	-	900,000	-	
Investment property	13	10,800,000	10,800,000	10,800,000	
Building improvement and equipment - net	14	86,211,606	6,211,606	1,567,889	
Intangible asset - net	15	2,171,382	2,171,382	1,822,215	
Right-of-use assets - net	16.1	29,561,118	29,561,118	4,440,270	
Deferred tax assets - net	28.2	16,515,096	16,515,096	16,279,181	
Other non-current assets	17	4,804,918	4,804,918	1,482,902	
Total Non-Current Assets		157,063,620	77,963,620	43,391,957	
TOTAL ASSETS		495,415,296	495,479,974	214,068,828	

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

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated F/S	Separate F/S	
		31 December 2024	31 December 2024	31 December 2023
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>				
CURRENT LIABILITIES				
Short-term loans from financial institution	18	21,338,994	21,338,994	13,245,178
Trade and other payables	19	67,931,545	67,781,545	24,951,073
Current portion of				
Lease liabilities	16.2	5,536,069	5,536,069	2,895,654
Long-term loans from financial institution	20	4,489,850	4,489,850	4,471,708
Employee benefit obligations	21	72,552	72,552	234,685
Current income tax payable		13,698,297	13,698,297	8,371,336
Derivative liabilities	30	254,425	254,425	113,080
Other current liabilities		9,255,629	9,254,373	8,052,060
Total Current Liabilities		122,577,361	122,426,105	62,334,774
NON-CURRENT LIABILITIES				
Lease liabilities - net	16.2	24,259,629	24,259,629	1,907,850
Long-term loans from financial institution	20	3,856,296	3,856,296	8,310,518
Employee benefit obligations	21	5,054,449	5,054,449	4,902,726
Other non current liabilities		2,842,180	2,842,180	-
Total Non-Current Liabilities		36,012,554	36,012,554	15,121,094
TOTAL LIABILITIES		158,589,915	158,438,659	77,455,868

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

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated F/S	Separate F/S	
		31 December 2024	31 December 2024	31 December 2023
LIABILITIES AND SHAREHOLDERS' EQUITY (Continued)				
SHAREHOLDERS' EQUITY				
Share capital				
Authorised share capital				
216,600,000 ordinary shares				
at par value of Baht 0.50 each		108,300,000	108,300,000	108,300,000
Issued and paid-up share capital				
206,600,000 ordinary shares				
(2023: 151,600,000 ordinary shares)				
at par value of Baht 0.50 each	22	103,300,000	103,300,000	75,800,000
Premium on paid-up capital	22	131,725,000	131,725,000	-
Retained earnings				
Appropriated for legal reserve	24	5,750,000	5,750,000	1,700,000
Unappropriate retained earnings		95,981,974	96,266,315	59,112,960
Total equity of the company's shareholders		336,756,974	337,041,315	136,612,960
Non-controlling interests		68,407	-	-
TOTAL SHAREHOLDERS' EQUITY		336,825,381	337,041,315	136,612,960
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		495,415,296	495,479,974	214,068,828

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

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER

(Unit : Baht)

	Notes	Consolidated F/S	Separate F/S	
		2024	2024	2023
Revenue from sales and services	29	472,856,262	472,856,262	227,781,742
Cost of sales and services		(307,957,000)	(307,957,000)	(138,096,158)
Gross profit		164,899,262	164,899,262	89,685,584
Other income	26	843,022	946,136	1,502,814
(Loss) gain arising from change in fair value of derivative liabilities		(141,345)	(141,345)	287,504
Profit before expenses		165,600,939	165,704,053	91,475,902
Selling expenses		(21,240,565)	(21,240,565)	(18,273,301)
Administrative expenses		(40,515,331)	(40,302,511)	(30,322,170)
Profit before finance costs and income tax		103,845,043	104,160,977	42,880,431
Finance cost		(3,097,261)	(3,097,261)	(1,592,296)
Profit before income tax		100,747,782	101,063,716	41,288,135
Income tax expense	28	(20,746,206)	(20,746,206)	(9,861,095)
Profit for the year		80,001,576	80,317,510	31,427,040
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss				
Remeasurements of employee benefit obligations	21	377,306	377,306	-
Income tax for remeasurements of employee benefit obligations	28.2	(75,461)	(75,461)	-
Total items that will not be reclassified		301,845	301,845	
Other comprehensive income for the period - net of tax		80,303,421	80,619,355	31,427,040
Profit attributable to:				
Owners of the Company		80,033,169	80,317,510	31,427,040
Non-controlling interests		(31,593)	-	-
		80,001,576	80,317,510	31,427,040
Other comprehensive income attributable to:				
Owners of the Company		80,335,014	80,619,355	31,427,040
Non-controlling interests		(31,593)	-	-
		80,303,421	80,619,355	31,427,040
Earnings per share				
Basic earnings per share (in Baht)	25	0.43	0.43	0.21
Weighted average number of common shares (Share)	25	186,463,388	186,463,388	151,600,000

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

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED 31 DECEMBER

(Unit : Baht)

		Consolidated financial statements						
		Attributable to owners of the Company						
		Capital contributed		Other comprehensive income				
Notes	Issued and paid - up share capital	Premium on paid-up capital	Appropriated for legal reserve	Unappropriated retained earning	Total owners of the Company	Non-controlling interests	Total	
								Total comprehensive income
	75,800,000	-	1,700,000	59,112,960	136,612,960	-	136,612,960	
	27,500,000	131,725,000	-	-	159,225,000	100,000	159,325,000	
22								
	-	-	-	(39,416,000)	(39,416,000)	-	(39,416,000)	
23								
	-	-	4,050,000	(4,050,000)	-	-	-	
24								
	27,500,000	131,725,000	4,050,000	(43,466,000)	119,809,000	100,000	119,909,000	
	-	-	-	80,033,169	80,033,169	(31,593)	80,001,576	
	-	-	-	301,845	301,845	-	301,845	
	-	-	-	80,335,014	80,335,014	(31,593)	80,303,421	
	103,300,000	131,725,000	5,750,000	95,981,974	336,756,974	68,407	336,825,381	

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

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED 31 DECEMBER

	Notes	Separate F/S					(Unit : Baht)
		Issued and paid - up share capital	Premium on paid-up capital	Retained earnings		Total	
				Appropriated for legal reserve	Unappropriate retained earning		
Balance as at 1 January 2023		75,800,000	-	-	29,385,920	105,185,920	
Legal reserve	24	-	-	1,700,000	(1,700,000)	-	
Total transaction with shareholders		75,800,000	-	1,700,000	27,685,920	105,185,920	
Profit for the year		-	-	-	31,427,040	31,427,040	
Total comprehensive income for the year		-	-	-	31,427,040	31,427,040	
Balance as at 31 December 2023		75,800,000	-	1,700,000	59,112,960	136,612,960	
Balance as at 1 January 2024		75,800,000	-	1,700,000	59,112,960	136,612,960	
Proceeds from shares issued	22	27,500,000	131,725,000	-	-	159,225,000	
Dividend	23	-	-	-	(39,416,000)	(39,416,000)	
Legal reserve	24	-	-	4,050,000	(4,050,000)	-	
Total transaction with shareholders		27,500,000	131,725,000	4,050,000	(43,466,000)	119,809,000	
Profit for the year		-	-	-	80,317,510	80,317,510	
Other comprehensive income for the year		-	-	-	301,845	301,845	
Total comprehensive income for the year		-	-	-	80,619,355	80,619,355	
Balance as at 31 December 2024		103,300,000	131,725,000	5,750,000	96,266,315	337,041,315	

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

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER

(Unit : Baht)

	Consolidated F/S	Separate F/S	
	2024	2024	2023
Cash flow from operating activities			
Profit before income tax	100,747,782	101,063,716	41,288,135
Adjustments to reconcile profit before income tax to net cash generated from (used in) operating activities:			
Depreciation and amortization expenses	4,182,775	4,182,775	3,592,097
Allowance for expected credit loss	1,918,869	1,918,869	(3,949,138)
(Reversal) allowance for devaluation of inventories to net realizable value	(2,054,191)	(2,054,191)	5,913,950
Loss on written off of equipment	142,397	142,397	6,468
Loss on written off right-of-use	147,783	147,783	10,349
Provision for employee benefits obligation	480,369	480,369	938,414
Gain on exchange rate	(77,447)	(77,447)	(463,003)
Loss (Gain) arising from change in fair value of derivative liabilities	141,345	141,345	(287,504)
Interest income	(458,772)	(561,886)	(193,946)
Financial cost	3,097,262	3,097,262	1,592,296
Cash provided from operations before changes in operating assets and liabilities	108,268,172	108,480,992	48,448,118
Decrease (increase) in operating assets:			
Trade and other receivable	(157,362,888)	(157,362,888)	(3,276,109)
Inventories	(538,059)	(538,059)	16,446,653
Other current assets	(9,360,777)	(3,760,777)	11,063,332
Other non-current assets	(3,322,015)	(3,322,016)	1,049,265
Increase (decrease) in operating liabilities:			
Trade and other accounts payable	42,981,626	42,831,626	(12,724,432)
Other current liabilities	1,203,568	1,202,313	2,571,481
Other non current liabilities	2,842,180	2,842,180	-
Employee benefit paid	(113,473)	(113,473)	-
Cash provided from operations	(15,401,666)	(9,740,102)	63,578,308
Interest received	458,772	458,324	-
Interest payment	(8,436)	(8,436)	(2,873)
Income tax paid	(15,730,620)	(15,730,620)	(6,537,553)
Net cash provided from (used in) operating activities	(30,681,950)	(25,020,834)	57,037,882

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

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER

(Unit : Baht)

	Notes	Consolidated F/S		Separate F/S	
		2024	2024	2024	2023
Cash flows from investing activities:					
Cash paid for purchase of equipment		(85,566,462)	(5,566,462)	(1,267,477)	
Cash paid for purchase of intangible assets		(521,600)	(521,600)	(917,577)	
Payment from loan to subsidiary	6	-	(90,000,000)	-	
Payment for investment in subsidiary	12	-	(900,000)	-	
Proceeds from restricted bank deposits		-	-	190,065	
Proceeds from loan to director		-	-	4,936,054	
Proceeds from interest		-	-	1,434,824	
Net cash provided from (used in) investing activities		(86,088,062)	(96,988,062)	4,375,889	
Cash flows from financing activities :					
Proceeds from (payment of) short-term loans					
from financial institution		8,170,108	8,170,108	(4,552,270)	
Payment of long-term loans from financial institution	20	(4,454,222)	(4,454,222)	(4,454,223)	
Payment of loans to related directors		-	-	(7,750,485)	
Payment of lease liabilities		(4,160,151)	(4,160,151)	(3,248,334)	
Payment of interest		(2,416,964)	(2,416,964)	(4,910,029)	
Proceeds from issue of ordinary shares	22	165,000,000	165,000,000	-	
Payment of cost of share issuance	22	(5,775,000)	(5,775,000)	-	
Dividend paid	23	(39,416,000)	(39,416,000)	-	
Proceeds from NCI Investment		100,000	-	-	
Net cash provided from (used in) financing activities		117,047,771	116,947,771	(24,915,341)	
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		277,759	(5,061,125)	36,498,430	
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE YEAR		41,122,665	41,122,665	4,624,235	
CASH AND CASH EQUIVALENTS AT END OF THE YEAR		41,400,424	36,061,540	41,122,665	
Supplemental cash flows information					
Non-cash transactions:					
Program under development		185,000	185,000	535,227	

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

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

1. GENERAL INFORMATION

Light Up Total Solution Public Company Limited (Formerly “Light Up Design Co., Ltd.”) (“the Company”) is a limited company and registered transformation into a public company limited on 24 July 2023. The registered office of the Company is located at 1252/1 True Tower 2, Floor 5, Phatthanakan, Suan Luang, Bangkok. The Company is principally engaged in trading of lamp, light bulb and lighting equipment including design and set up the lighting system, engaged in the distribution of computers, IT system products and service outsourcing in the design and installation of network, cabling system for computers.

On 3 July 2023, the Annual General Meeting of the Company’s shareholders passed the resolutions approving the transformation of the limited company into a public company limited and the change of the Company’s name from “Light Up Design Company Limited” to “Light Up Total Solution Public Company Limited”. The Company registered the transformation and the change of name with the Ministry of Commerce on 24 July 2023.

The Stock Exchange of Thailand approved the Company’s ordinary shares as listed securities, permitting trading to commence on 17 May 2024.

2. BASIS OF FINANCIAL STATEMENTS PREPARATION

2.1 Statement of compliance

The company prepares its financial statements in accordance with Thai Finance Reporting Standards (“TFRS”) issued under the Accounting Professions and the financial reporting requirements promulgated by the Securities and Exchange Commission under the Securities and Exchange Act. These financial statements are officially prepared in the Thai language. The translation of these financial statements to other languages must conform to the official report in Thai.

The financial statements have been prepared on a historical cost basis, except as otherwise disclosed specifically.

The preparation of financial statement in conformity with Thai Financial Reporting Standards requires management to use certain critical accounting estimates and to exercise judgment in the process of applying the accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

2.2 Principles of consolidation

The consolidated financial statements include the financial statements of Light Up Total Solution Public Company Limited and subsidiary ("the Group") as follow:

Name	Country of incorporation	Percentage of share held by 2024	Nature of business
Subsidiary			
Light Up Ai Solution Company Limited	Thailand	90.00	Selling and servicing of artificial intelligence

Significant inter-company transactions with subsidiary included in the consolidated financial statements have been eliminated.

The consolidated financial statements have been prepared using the same accounting policies for similar transactions or accounts of similar nature that are used in the preparation of the Company's financial statements.

2.3 Commencing 1 January 2024, the Group has adopted amended financial reporting standards that are effective for accounting period beginning or after 1 January 2024 and relevant to the Group except for the adoption of the amendments to TAS 12 - Income taxes that related to the Pillar Two model rules. In case the Group does not meet the criteria in respect of revenue as the Pillar Two Model rules: The adoption of these standards does not have significant impact to the Group.

2.4 Amended financial reporting standards that are effective for the accounting period beginning on or after 1 January 2025 and the Group has not early adopted these standards.

a) **Thai Financial Reporting Standard No.17 "Insurance Contracts"** has been announced in the Royal Gazette on 19 August 2022 and will be effective for the financial statements for the period beginning on or after 1 January 2025 onwards.

b) **Amendment to TAS 1 - Presentation of financial statements** revises the disclosure from 'significant accounting policies' to 'material accounting policies'. The amendment also provides guidelines on identifying when the accounting policy information is material. Consequently, immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Covenants of loan arrangements will not affect classification of a liability as current or non-current at the end of reporting period if the entity must only comply with the covenants after the reporting period. However, if the entity must comply with a covenant either before or at the end of reporting period, this will affect the classification as current or non-current even if the covenant is only tested for compliance after the reporting period.

The amendments require disclosures if an entity classifies a liability as non-current and that liability is subject to covenants with which the entity must comply within 12 months of the reporting period. The disclosures include:

- the carrying amount of the liability;
- information about the covenants; and
- facts and circumstances, if any, that indicate that the entity might have difficulty complying with the covenants.

The amendments also clarify what TAS 1 means when it refers to the 'settlement' of a liability. Terms of a liability that could, at the option of the counterparty, result in its settlement by the transfer of the entity's own equity instrument can only be ignored for the purpose of classifying the liability as current or non-current if the entity classifies the option as an equity instrument.

The amendments must be applied retrospectively in accordance with the normal requirements in TAS 8 Accounting Policies, Changes in Accounting Estimates and Errors.

- c) **Amendment to TFRS 16 Leases** added to the requirements for sale and leaseback transactions which explain how an entity accounts for a sale and leaseback after the date of the transaction.

The amendments specify that, in measuring the lease liability subsequent to the sale and leaseback, the seller-lessee determines 'lease payments' and 'revised lease payments' in a way that does not result in the seller-lessee recognizing any amount of the gain or loss that relates to the right of use that it retains. This could particularly impact sale and leaseback transactions where the lease payments include variable payments that do not depend on an index or a rate

- d) **Amendment to TAS 7 Statement of cash flows and TFRS 7 Financial instruments: Disclosures require specific disclosures** about supplier finance arrangements (SFAs). The amendments respond to investors that said that they urgently needed more information about SFAs to be able to assess how these arrangements affect an entity's liabilities, cash flows and liquidity risk.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

To meet investors' needs, the new disclosures will provide information about

- (1) The terms and conditions of SFAs.
- (2) The carrying amount of financial liabilities that are part of SFAs, and the line items in which those liabilities are presented.
- (3) The carrying amount of the financial liabilities in (2), for which the suppliers have already received payment from the finance providers.
- (4) The range of payment due dates for both the financial liabilities that are part of SFAs, and comparable trade payables that are not part of such arrangements.
- (5) Non-cash changes in the carrying amounts of financial liabilities in (2).
- (6) Access to SFA facilities and concentration of liquidity risk with the finance providers.

The Group has not yet adopted these standards. The Group's management is currently assessing the impact of adoption of these standards.

3. SIGNIFICANT ACCOUNTING POLICIES

Revenue and expense recognition

Sales and service income

The Group recognizes revenue upon completion and the delivery of promised goods or services to customers at the transaction price which is entitled in exchange for transferring goods or services. Service income shall be recognized throughout the service duration with consideration to percentage of completion.

Interest income

Interest income is calculated using the effective interest method and recognized on an accrual basis. The effective interest rate is applied to the gross carrying amount of a financial asset, unless the financial assets subsequently become credit-impaired when it is applied to the net carrying amount of the financial asset (net of the expected credit loss allowance).

Finance cost

Interest expense from financial liabilities at amortised cost is calculated using the effective interest method and recognized on an accrual basis.

Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, cash at banks and all highly liquid investments with an original maturity of three months or less and not subject to withdrawal restrictions.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Inventory

Inventories are valued at cost or net realizable value, whichever is the lower. Cost is determined using the weighted average method. The cost of inventories included costs of purchase and direct expenses related to purchasing, such as imported tax and transportation, net of discount and any refund from purchase.

The cost of the purchase includes the purchase price, as well as any expenses directly related to acquiring the product, such as transportation costs. All applicable discounts, allowances, or refunds are deducted from this total cost. However, it does not include any borrowing costs. Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale. Provision is made, where necessary, for possible loss on shrinkage for obsolescence and expired inventories.

Accounts receivable

Accounts receivables recognizes when it possesses an unequivocal right to receive compensation under an agreement, devoid of any contingencies. In cases where revenue is recognized before obtaining the right to receive compensation, the amount of such compensation is considered an asset arising from the contract.

Assets resulting from contracts are acknowledged by the Group upon fulfillment of contractual obligations, preceding the actual receipt of compensation from clients. This is disclosed as "Unbilled Revenue" in the financial position statement. Contractual liabilities, arising from agreements binding the Group to deliver goods or services, are recognized when the Company receives payment or obtains an unconditional right to a specific amount of compensation, without any recall conditions from clients. This is presented as "Advance Payments from Customers" in the financial position statement.

The Group applies the TFRS 9 simplified approach to measuring expected credit losses with the simplified approach, which requires expected lifetime losses to be recognized from initial recognition of the receivables. To measure the expected credit losses, trade receivables have been grouped based on the days past due. The expected loss rates are based on the payment profiles and the corresponding historical credit losses which are adjusted to reflect the current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables, and accordingly adjusts the historical loss rates based on expected changes. The impairment losses are recognized in profit or loss within administrative expenses.

Investment in subsidiary

Investments in subsidiary are accounted for in the separate financial statements using the cost method net of allowance for impairment loss (if any). The Company recognizes dividend income upon the subsidiary's declaration of the payment.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Investment property

Property that is held for long-term rental yields or for capital appreciation or both, and that is not occupied by the Group, is classified as investment property. Investment property also includes property where the future use has not been determined.

Investment property is measured initially at its cost including related transaction costs and stated at cost less and impairment losses.

Building improvement and equipments

Building improvement and equipment are stated at cost less accumulated depreciation and impairment losses.

Cost is measured by the cash or cash equivalent price of obtaining the asset that bring it to the location and condition necessary for its intended use.

Subsequent costs

The cost of replacing a part of an item of building improvement and equipment is recognized in the carrying amount of the item if it is probable that 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 derecognized. The costs of the day-to-day servicing of plant and equipment are recognized in profit or loss as incurred.

When parts of an item of building improvement and equipment have different useful lives, they are accounted for as separate items (major components) of plant and equipment.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful lives of each component of an item of plant and equipment. The estimated useful lives are as follows:

Building improvement	5 Years
Office equipment	2, 3 and 5 Years
Vehicles	5 Years
Mold	10 Years

An item of building improvement and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on disposal of an asset is included in profit or loss when the asset is derecognized.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Intangible assets

Intangible assets are carried at cost less accumulated amortization and accumulated impairment losses.

Amortization

Amortization is calculated based on the cost of the asset or other amount substituted for cost less its residual value.

Amortization is recognized in profit or loss on a straight-line basis. Most of these reflect the expected future economic benefits embodied in the asset over the period in which those benefits are expected to flow from the computer software. It begins to be amortized when the asset is ready for use. The expected period of benefit from the computer program is 10 years.

Right-of-use assets and lease liabilities

Leases - where the Company is the lessee.

At inception of a contract, the Group assesses whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period in exchange for consideration.

The Group recognizes a right-of-use (ROU) asset and a lease liability at the lease commencement date. The ROU asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, initial direct costs and estimated costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any incentive received.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease, if the rate can be readily determined. If that rate cannot be readily determined, the Group uses the Company's incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed payments including in-substance fixed payments.
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date.
- amounts expected to be payable under a residual value guarantee.
- the exercise price, under a purchase option that the Group is reasonably certain to exercise, lease payments in an optional renewal period; and
- payments of penalties for early termination of a lease if the Group is reasonably certain to terminate early.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

To apply a cost model, the Group measures the ROU asset at cost, less accumulated depreciation and accumulated impairment loss and adjusted for any remeasurement of the lease liability. The ROU asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the ROU asset or the end of the lease term. However, if the lease transfers ownership of the underlying asset to the Group by the end of the lease term or if the cost of the ROU asset reflects that the Group will exercise a purchase option, the Group depreciates the ROU asset from the commencement date to the end of the useful life of the underlying asset. The useful life of the ROU asset is determined on the same basis as those of plant, and equipment.

The lease liability is re-measured when there is a change in future lease payments arising from the following items:

- a change in an index or a rate used to determine those payments.
- a change in the Company's estimate of the amount expected to be payable under a residual value guarantee.
- the Group changes its assessment of whether it will exercise a purchase, extension, or termination option.

When the lease liability is re-measured to reflect changes to the lease payments, the Group recognizes the amount of the remeasurement of the lease liability as an adjustment to the ROU asset. However, if the carrying amount of the ROU asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognizes any remaining amount of the remeasurement in profit or loss.

Short-term leases and leases of low-value assets

The Group has elected not to recognize ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Group recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

Related parties

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

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

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Foreign currencies

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the profit or loss.

Impairment of non-financial assets

At the end of each reporting period, the Group performs impairment reviews in respect of the plant and equipment and other intangible assets whenever events or changes in circumstances indicate that an asset may be impaired. The Group also carries out annual impairment reviews in respect of. An impairment loss is recognized when the recoverable amount of an asset, which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount. In determining 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. In determining fair value less costs to sell, an appropriate valuation model is used. These calculations are corroborated by a valuation model that, based on information available, reflects the amount that the Group could obtain from the disposal of the asset in an arm's length transaction between knowledgeable, willing parties, after deducting the costs of disposal.

In the assessment of asset impairment, if there is any indication that previously recognized impairment losses may no longer exist or may have decreased, the Group estimates the asset's recoverable amount. A previously recognized impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognized. The increased carrying amount of the asset attributable to a reversal of an impairment loss shall not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset in prior years. Such reversal is recognized in profit or loss.

Employee benefits

Short-term employment benefits

The Group recognized salaries, wages, bonuses and contribution to the social security as expenses when incurred.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Post-employment benefits and other long-term employee benefits

The Group has obligations in respect of the severance payments it must make to employees upon retirement under the labor law and other employee benefit plan. The Group treats these severance payment obligations as a defined benefit plan and the obligation is determined by a qualified independent actuary based on actuarial techniques, using the projected unit credit method.

Income tax

Income tax expense for the year comprises current and deferred taxes. Current and deferred taxes are recognizing in profit or loss, except to the extent that it relates to items recognized directly in equity or other comprehensive income.

Current income tax

Current income tax is the expected tax payable or claimable, under the income tax prevailing, on the taxable profit or loss for the year, using tax rates enacted or substantially enacted at the end of the reporting year, and any adjustment to tax payable in respect of previous years.

Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities and the amounts used for taxation purpose. Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the end of the reporting year.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current income tax liabilities and assets, and if they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they are intended to be settled on a net basis or when income tax assets and liabilities will be realised simultaneously.

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

Financial Instruments

Recognition and derecognition

The Group shall recognize a financial asset or a financial liability when the Group becomes party to the contractual provisions of the instrument.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership of the financial assets.

Classification and initial measurement of financial assets

The Group classifies financial assets as financial assets measured by the amortized cost method.

Income and expenses related to financial assets are presented as gains or losses in finance costs. Financial income or other financial items Except for the allowance for loss on impairment of trade accounts receivable, which is presented as a separate item.

The Group has no financial assets that are classified and measured at fair value through other comprehensive income.

Subsequent measurement of financial assets

Financial assets at amortised cost

Financial assets are measured at amortised cost if the assets meet the following conditions:

- They are held within a business model whose objective is to hold the financial assets and collect its contractual cash flows.
- The contractual terms of the financial assets give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding (SPPI).

Financial assets at fair value through profit or loss (FVTPL)

Financial assets that are not held to receive contractual cash flows or are held to receive contractual cash flows and to sell financial assets. It must be measured at fair value through profit or loss (FVTPL). Financial assets with contractual terms that do not generate cash flows that are solely payments of principal and interest on the principal outstanding at a specified date (SPPI) are measured at fair value through profit or loss.

Impairment of financial assets

For trade accounts receivable, the Group applies a simplified approach in calculating ECLs. Therefore, the Group does not track changes in credit risk, but instead recognizes a loss allowance based on lifetime ECLs at each reporting date. It is based on its historical credit loss experience and adjusted for forward-looking factors specific to the debtors and the economic environment.

A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Initial recognition and measurement of financial liabilities

At initial recognition the Group's financial liabilities are recognized at fair value net of transaction costs and classified as liabilities to be subsequently measured at amortised cost.

Subsequent measurement of financial liabilities

Financial liabilities at amortised cost

After initial recognition, carrying amounts are subsequently measured at amortised cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are derecognized as well as through the EIR amortization process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit or loss.

Share capital

Ordinary shares are classified as equity. Incremental costs attributable to the issuance of new shares or options are presented as a deduction in equity net of tax, by deducting from the reward received from the issuance of shares

Dividend distribution

Dividend distributed to the Company's shareholders is recognized as a liability when interim dividends are approved by the Board of Directors, and when the annual dividends are approved by the shareholders.

Basic earnings per share

Basic earnings per share are determined by dividing the profit for the year by the weighted average number of common shares outstanding during the year.

Use of accounting estimates

The preparation of the financial statements in accordance with Thai Financial Reporting Standards requires management to make estimates and assumption that affect the reporting amounts of revenues, expenses, assets, liabilities and disclosure of contingent assets and liabilities. The actual results may differ from those estimates.

Provisions for liabilities and expenses, and contingent assets

Provisions are recognized in the financial statements when the Group has legal or constructive obligation as a result of past events with probable outflow of resources to settle the obligation and where a reliable estimate of the amount can be made. The contingent asset will be recognized as separate asset only when the realization is virtually certain.

4. CRITICAL ACCOUNTING ESTIMATES, ASSUMPTION AND JUDGMENT

The preparation of the financial statements in accordance with the Thai Financial Reporting Standards requires management to make estimates and assumption that affect the reporting amounts of revenues, expenses, assets, liabilities and disclosure of contingent assets and liabilities. The actual result may differ from those estimates.

Critical accounting estimates, assumption and judgments are as follow:

- 1) Allowance for expected credit losses of trade receivables
In determining an allowance for expected credit losses of trade receivables, the management needs to make judgement and estimates based upon, among other things, past collection history, aging profile of outstanding debts and the forecast economic condition for groupings of various customer segments with similar credit risks. The Group's historical credit loss experience and forecast economic conditions may also not be representative of whether a customer will actually default in the future.
- 2) Reduction of inventory cost to net realizable value
In determining a reduction of inventory cost to net realizable value, the management makes judgement and estimates net realizable value of inventory based on the amount the inventories are expected to realize. These estimates take into consideration fluctuations of price directly relating to events occurring after the end of the reporting period. Also, the management makes judgement and estimates expected loss from stock obsolescence based upon aging profile of inventories and the prevailing economic condition.
- 3) Building improvement and equipment and depreciation
In determining depreciation of building improvement and equipment, the management is required to make estimates of the useful lives and residual values of the plant and equipment and to review estimate useful lives and residual values when there are any changes.

In addition, the management is required to review plant and equipment for impairment on a periodical basis and record impairment losses when it is determined that their recoverable amount is lower than the carrying amount. This requires judgements regarding the forecast of future revenues and expenses relating to the assets subject to the review.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

4) Deferred tax assets

Deferred tax assets are recognized for deductible temporary differences and unused tax losses to the extent that it is probable that taxable profit will be available against which the temporary differences and losses can be utilized. Significant management judgement is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and level of estimate future taxable profits.

5) Post-employment benefits under defined benefit plans

The obligation under the defined benefit plan is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate, mortality rate and staff turnover rate.

5. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

Classification of financial assets and financial liabilities

The balance of financial assets and financial liabilities as at 31 December 2024 are as follows:

	Baht			Total
	Consolidated F/S			
	Amortized cost	Fair value through profit or loss	Fair value through other comprehensive profit or loss	
<u>Financial assets</u>				
Cash and cash equivalents	41,400,424	-	-	41,400,424
Trade and other receivables - net	212,160,827	-	-	212,160,827
Restricted bank deposits	6,999,500	-	-	6,999,500
Total	<u>260,560,751</u>	<u>-</u>	<u>-</u>	<u>260,560,751</u>
<u>Financial liabilities</u>				
Short-term loans from financial institution	21,338,994	-	-	21,338,994
Trade and other payables	67,931,545	-	-	67,931,545
Long-term loans from financial institution	8,346,146	-	-	8,346,146
Derivative liabilities	254,425	-	-	254,425
Total	<u>97,871,110</u>	<u>-</u>	<u>-</u>	<u>97,871,110</u>

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Baht			Total
	Separate F/S			
	Amortized cost	Fair value through profit or loss	Fair value through other comprehensive profit or loss	
<u>Financial assets</u>				
Cash and cash equivalents	36,061,540	-	-	36,061,540
Trade and other receivables - net	212,160,827	-	-	212,160,827
Restricted bank deposits	6,999,500	-	-	6,999,500
Short-term loans to related party	90,103,562	-	-	90,103,562
Total	<u>345,325,429</u>	<u>-</u>	<u>-</u>	<u>345,325,429</u>
<u>Financial liabilities</u>				
Short-term loans from financial institutions	21,338,994	-	-	21,338,994
Trade and other payables	67,781,545	-	-	67,781,545
Long-term loans from financial institution	8,346,146	-	-	8,346,146
Derivative liabilities	254,425	-	-	254,425
Total	<u>97,721,110</u>	<u>-</u>	<u>-</u>	<u>97,721,110</u>

6. TRANSACTIONS WITH RELATED PARTIES

The Group has significant business transactions with related parties (related in terms of common shareholders and/or management). Such transactions have been complied with the terms and bases determined by the Group and related parties, which are summarized below.

The relationship between related parties

Name	Nationality	Nature of relationship
<u>Related party</u>		
Light Up AI Solution Co., Ltd.	Thailand	Subsidiary
<u>Key management</u>		
Related person	Thailand	Person who is a close member of the family of a director or shareholder of Company.
Related company	Thailand	Person who is a close member of the family of a director or shareholder of Company.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Pricing policy

Transactions	Pricing policies
Revenue from sale and service	Market price
Interest income	- Interest at referred to Minimum Loan Rate with limited time per annum (MLR), payable on demand. - Referencing the interest rate (Minimum Retail Rate: MRR) + 0.25 per annum, with a maturity period of up to 1 year.
Interest expenses	Interest at the rate 4% per annum, with a maturity period of 3 years.
Management personnel compensation such as salary, bonus, meeting fee and other	Approved by the Company's Board of Directors and shareholders

Significant transactions with related parties for the years ended 31 December 2024 and 2023 are as follows:

Transactions with related persons and related parties	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
<u>Revenue from sale and service</u>			
Related parties	137,696	137,696	342,326
<u>Interest income</u>			
Related persons and related party	-	103,562	67,347
<u>Interest expense</u>			
Related persons	-	-	60,362
<u>Key management compensation</u>			
Short-term employee benefits	9,872,862	9,872,862	7,347,415
Long-term employee benefits	308,239	308,239	298,059

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Significant balances with related parties as at 31 December 2024 and 2023

	Consolidated F/S 2024
Account Receivable	
Related company	-
Other current liabilities	
Related company	12,650
Key management personnel compensation	
Long-term employee benefits	2,126,179

Short-term loans and accrued interest – subsidiary

	Baht	
	Separat	
	1 January 2024	Increase
Short-term loans	-	90,000,000
Accrued interest	-	103,562
Total	-	90,103,562

Short-term loans to subsidiaries are unsecured loans. The interest
The loan is due for repayment within one year.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Significant balances with related parties as at 31 December 2024 and 2023 are as follows:

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Account Receivable			
Related company	-	-	294,480
Other current liabilities			
Related company	12,650	12,650	9,000
Key management personnel compensation			
Long-term employee benefits	2,126,179	2,126,179	1,736,981

Short-term loans and accrued interest – subsidiary

	Baht			
	Separate F/S			
	1 January 2024	Increase	(Decrease)	31 December 2024
Short-term loans	-	90,000,000	-	90,000,000
Accrued interest	-	103,562	-	103,562
Total	-	90,103,562	-	90,103,562

Short-term loans to subsidiaries are unsecured loans. The interest rate is based on MRR + 0.25 per year. The loan is due for repayment within one year.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

7. CASH AND CASH EQUIVALENTS

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Cash	55,687	55,687	38,197
Cash at banks			
Savings accounts	37,200,337	31,861,453	41,017,144
Current accounts	4,144,400	4,144,400	67,324
Total	41,400,424	36,061,540	41,122,665

As at 31 December 2024, bank deposits in savings accounts carried interests between 0.15% to 0.40% per annum (2023: between 0.15% to 0.60% per annum).

8. TRADE AND OTHER RECEIVABLES - NET

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Account receivables	238,782,902	238,782,902	82,300,683
<u>Less: Allowance for expected credit loss</u>	<u>(27,955,903)</u>	<u>(27,955,903)</u>	<u>(26,037,034)</u>
Account receivables – net	210,826,999	210,826,999	56,263,649
Other receivable – third parties	1,333,828	1,333,828	453,159
Total trade and other receivables	212,160,827	212,160,827	56,716,808

As at 31 December 2024 and 2023, trade accounts receivable was mortgaged as business guarantee to financial institutions as mentioned in Note 18 to the Financial Statements.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

As at 31 December 2024 and 2023, the aged of trade receivables are as follows:

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Not yet due	169,086,305	169,086,305	49,771,773
Overdue:			
Less than 3 months	39,653,252	39,653,252	7,996,402
3 - 6 months	127,674	127,674	-
7 - 12 months	5,707,189	5,707,189	224,289
Over 12 months	24,208,482	24,208,482	24,308,219
Total	238,782,902	238,782,902	82,300,683
<u>Less:</u> Allowance for expected credit loss	(27,955,903)	(27,955,903)	(26,037,034)
Net	210,826,999	210,826,999	56,263,649

Movements of allowance for expected credit losses are as follow:

	Baht	
	Consolidated and Separate F/S	
	2024	2023
Balance as at 1 January	(26,037,034)	(29,986,172)
<u>Add</u> Allowance for expected credit losses	(9,869,304)	(658,758)
<u>Less</u> Reversal of allowance for expected credit losses	7,950,435	4,607,896
Balance as at 31 December	(27,955,903)	(26,037,034)

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

9. INVENTORIES - NET

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Finished goods	102,411,524	102,411,524	103,691,411
Goods in transit	2,846,455	2,846,455	1,028,509
Total	105,257,979	105,257,979	104,719,920
<u>Less</u> Allowance for decline in value of inventories	(46,288,149)	(46,288,149)	(48,342,340)
Net	58,969,830	58,969,830	56,377,580

As at 31 December 2024 and 2023, inventories were mortgaged as business guarantee with financial institute as mentioned in Note 18 to the Financial Statements.

Movements in the allowance for devaluation of inventories for the year are summarized below.

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Balance as at 1 January	(48,342,340)	(48,342,340)	(42,428,390)
<u>Add</u> Allowance for devaluation of inventories	(12,796,626)	(12,796,626)	(13,920,641)
<u>Less</u> Reversal allowance for devaluation of inventories	14,850,817	14,850,817	8,006,691
Balance as at 31 December	(46,288,149)	(46,288,149)	(48,342,340)
Cost of sales and services	310,011,191	310,011,191	132,182,208
<u>Add</u> (Reversal) allowance for devaluation of inventories	(2,054,191)	(2,054,191)	5,913,950
Total cost of sales and administrative expenses	307,957,000	307,957,000	138,096,158

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

10. OTHER CURRENT ASSETS

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Advance payment for inventories	17,037,575	17,037,575	15,786,875
Advance payment others	900,409	900,409	513,266
Undue input VAT	1,043,202	1,043,202	99,677
Other receivable - Revenue department	5,600,000	-	-
Other	1,239,409	1,239,409	60,000
Total	25,820,595	20,220,595	16,459,818

11. RESTRICTED BANK DEPOSITS

As at 31 December 2024 and 2023, the Company's fixed and savings deposits totalling Baht 7.00 million are restricted for usage as they have been pledged as collaterals for bank overdraft from bank, loans from bank and letters of guarantee for sale contract compliance.

12. INVESTMENT IN SUBSIDIARY

As at 31 December 2024, the Investment in subsidiary are as follows:

	Paid-up Capital	Shareholders (%)	Cost (Baht)
Light Up AI Solution Co.,Ltd.	1,000,000	90.00	900,000

Establishment of new subsidiary

On 30 September 2024, the Board of Director's Meeting of Light Up Total Solution Public Company Limited No.7/2024, passed a resolution to establish a subsidiary named Light Up Ai Solution Company Limited. registered share capital Baht 1.00 million (10,000 shares at a par of Baht 100 per share), with the company holding 90.00% of the shares. The subsidiary is intended for selling and servicing of artificial intelligence including software and hardware.

13. INVESTMENT PROPERTY

As at 31 December 2024 and 2023, investment property is land of Baht 10.80 million which is not going to be used for the Company's operations while is planned to be sold in the future. The Company mortgaged the land as collateral for bank overdraft limit and loan from a financial instrument as stated in Notes 18 and 20 to the Financial Statements.

As at 31 December 2024, fair value of the investment property is Baht 12.35 million (2022: Baht 12.35 million).

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

14. BUILDING IMPROVEMENT AND EQUIPMENT - NET

	Baht					
	Consolidated F/S					
	Building improvements	Equipment	Vehicles	Mold	Construction in progress	Total
Cost						
As at 1 January 2024	57,610	3,392,514	2,950,158	-	508,794	6,909,076
Increased	-	1,943,739	-	822,037	82,683,772	85,449,548
Reclassification from construction in progress	-	508,794	-	-	(508,794)	-
Written off / Disposal	-	(908,354)	(548,832)	-	-	(1,457,186)
As at 31 December 2024	57,610	4,936,693	2,401,326	822,037	82,683,772	90,901,438
Accumulated depreciation						
As at 1 January 2024	52,450	2,489,630	2,799,107	-	-	5,341,187
Depreciation for the year	-	649,798	128,974	1,576	-	780,348
Written off / Disposal	-	(882,875)	(548,828)	-	-	(1,431,703)
As at 31 December 2024	52,450	2,256,553	2,379,253	1,576	-	4,689,832
Net book value						
As at 31 December 2024	5,160	2,680,140	22,073	820,461	82,683,772	86,211,606
Depreciation for the year 2024						
Selling expenses						128,974
Administrative expenses						651,374
Total						780,348

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Baht					Total
	Separate F/S					
	Building improvements	Equipment	Vehicles	Mold	Construction in progress	
Cost						
As at 1 January 2023	3,791,160	3,830,155	956,650	-	-	8,577,965
Increased	5,500	753,183	-	-	508,794	1,267,477
Reclassification from right-of-use assets	-	-	1,993,508	-	-	1,993,508
Written off / Disposal	(3,739,050)	(1,190,824)	-	-	-	(4,929,874)
As at 31 December 2023	57,610	3,392,514	2,950,158	-	508,794	6,909,076
Increased	-	1,943,739	-	822,037	2,683,772	5,449,548
Reclassification from construction in progress	-	508,794	-	-	(508,794)	-
Written off / Disposal	-	(908,354)	(548,832)	-	-	(1,457,186)
As at 31 December 2024	57,610	4,936,693	2,401,326	822,037	2,683,772	10,901,438
Accumulated depreciation						
As at 1 January 2023	3,785,757	3,379,040	956,647	-	-	8,121,444
Depreciation for the year	4,148	296,541	263,327	-	-	564,016
Reclassification from right-of-use assets	-	-	1,579,133	-	-	1,579,133
Written off / Disposal	(3,737,455)	(1,185,951)	-	-	-	(4,923,406)
As at 31 December 2023	52,450	2,489,630	2,799,107	-	-	5,341,187
Depreciation for the year	-	649,798	128,974	1,576	-	780,348
Written off / Disposal	-	(882,875)	(548,828)	-	-	(1,431,703)
As at 31 December 2024	52,450	2,256,553	2,379,253	1,576	-	4,689,832

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Baht				
	Separate F/S				
	Building improvements	Equipment	Vehicles	Mold	Construction in progress
Net book value					
As at 31 December 2023	5,160	902,884	151,051	-	508,794
As at 31 December 2024	5,160	2,680,140	22,073	820,461	2,683,772
					1,567,889
					6,211,606
Depreciation for the year 2023					
Selling expenses					263,327
Administrative expenses					300,689
Total					564,016
Depreciation for the year 2024					
Selling expenses					128,974
Administrative expenses					651,374
Total					780,348

As at 31 December 2024, the Company has fully depreciated plant and equipment but they are still in use. The gross carrying amount before deducting accumulated depreciation of those assets are approximately Baht 3.66 million (2023: Baht 3.97 million)

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2024

15. INTANGIBLE ASSET – NET

	Baht		
	Consolidated F/S		
	Intangible assets	Program under development	Total
Cost			
As at 1 January 2024	7,997,790	535,227	8,533,017
Increased	336,600	185,000	521,600
As at 31 December 2024	<u>8,334,390</u>	<u>720,227</u>	<u>9,054,617</u>
Accumulated amortization			
As at 1 January 2024	3,354,747	-	3,354,747
Amortization for the year	172,433	-	172,433
As at 31 December 2024	<u>3,527,180</u>	<u>-</u>	<u>3,527,180</u>
Allowance for impairment			
As at 1 January 2024	3,356,055	-	3,356,055
Loss from impairment for the year	-	-	-
As at 31 December 2024	<u>3,356,055</u>	<u>-</u>	<u>3,356,055</u>
Net book value			
As at 31 December 2024	<u>1,451,155</u>	<u>720,227</u>	<u>2,171,382</u>
Amortization for the year 2024			
Administrative expenses			<u>172,433</u>

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Baht		
	Separate F/S		
	Intangible assets	Program under development	Total
Cost			
As at 1 January 2023	7,615,440	-	7,615,440
Increased	382,350	535,227	917,577
As at 31 December 2023	7,997,790	535,227	8,533,017
Increased	336,600	185,000	521,600
As at 31 December 2024	8,334,390	720,227	9,054,617
Accumulated amortization			
As at 1 January 2023	3,194,456	-	3,194,456
Amortization for the year	160,291	-	160,291
As at 31 December 2023	3,354,747	-	3,354,747
Amortization for the year	172,433	-	172,433
As at 31 December 2024	3,527,180	-	3,527,180
Allowance for impairment			
As at 31 December 2023	3,356,055	-	3,356,055
Loss from impairment for the year	-	-	-
As at 31 December 2024	3,356,055	-	3,356,055
Net book value			
As at 31 December 2023	1,286,988	535,227	1,822,215
As at 31 December 2024	1,451,155	720,227	2,171,382
Amortization for the year 2023			
Administrative expenses			160,291
Amortization for the year 2024			
Administrative expenses			172,433

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

16. LEASE LIABILITIES

16.1 Right-of-use

	Baht			
	Consolidated F/S			
	Building	Office equipment	Vehicles	Total
Cost				
As at 1 January 2024	12,273,510	246,915	-	12,520,425
Increased	31,654,363	283,893	-	31,938,256
Written off	(12,273,510)	(246,915)	-	(12,520,425)
As at 31 December 2024	<u>31,654,363</u>	<u>283,893</u>	<u>-</u>	<u>31,938,256</u>
Accumulated depreciation				
As a 1 January 2024	7,874,327	205,828	-	8,080,155
Depreciation for the year	3,206,336	23,658	-	3,229,994
Written off	(8,727,182)	(205,829)	-	(8,933,011)
As at 31 December 2024	<u>2,353,481</u>	<u>23,657</u>	<u>-</u>	<u>2,377,138</u>
Net book value				
As at 31 December 2024	<u>29,300,882</u>	<u>260,236</u>	<u>-</u>	<u>29,561,118</u>
Depreciation for the year 2024				
Costs of sales				1,731,159
Administrative expenses				1,498,835
Total				<u>3,229,994</u>

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Baht			
	Separate F/S			
	Building	Office equipment	Vehicles	Total
Cost				
As at 1 January 2023	13,171,915	649,154	1,993,508	15,814,577
Written off	(898,405)	(402,239)	-	(1,300,644)
Reclassification to building improvement and equipment	-	-	(1,993,508)	(1,993,508)
As at 31 December 2023	12,273,510	246,915	-	12,520,425
Increased	31,654,363	283,893	-	31,938,256
Written off	(12,273,510)	(246,915)	-	(12,520,425)
As at 31 December 2024	31,654,363	283,893	-	31,938,256
Accumulated depreciation				
As at 1 January 2023	5,735,964	357,656	1,579,133	7,672,753
Depreciation for the year	2,617,379	250,411	-	2,867,790
Written off	(479,016)	(402,239)	-	(881,255)
Reclassification to building improvement and equipment	-	-	(1,579,133)	(1,579,133)
As at 31 December 2023	7,874,327	205,828	-	8,080,155
Depreciation for the year	3,206,336	23,658	-	3,229,994
Written off	(8,727,182)	(205,829)	-	(8,933,011)
As at 31 December 2024	2,353,481	23,657	-	2,377,138
Net book value				
As at 31 December 2023	4,399,183	41,087	-	4,440,270
As at 31 December 2024	29,300,882	260,236	-	29,561,118
Depreciation for the year 2023				
Costs of sales				1,935,141
Selling expenses				34,681
Administrative expenses				897,968
Total				<u>2,867,790</u>
Depreciation for the year 2024				
Costs of sales				1,731,159
Administrative expenses				1,498,835
Total				<u>3,229,994</u>

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

16.2 Lease liabilities - net

As at 31 December 2024 and 2023, the Company has lease agreements for vehicles and land that are being used in the operations with instalment periods of 36 - 72 months. The present value of lease liabilities are as follows:

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Lease liabilities	29,795,698	29,795,698	4,803,504
<u>Less</u> current portion	<u>(5,536,069)</u>	<u>(5,536,069)</u>	<u>(2,895,654)</u>
Net	<u>24,259,629</u>	<u>24,259,629</u>	<u>1,907,850</u>

The analysis for maturity of lease liabilities are as follows:

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Not later than one year	5,536,069	5,536,069	2,895,654
Later than 1 year but not later than 5 years	24,259,629	24,259,629	1,907,850
Total	<u>29,795,698</u>	<u>29,795,698</u>	<u>4,803,504</u>

As at 31 December 2024, the Company recognized financial cost which relates to leases of Baht 0.66 million (2023: Baht 0.16 million).

17. OTHER NON-CURRENT ASSETS

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Retention	552,506	552,506	575,402
Deposits for rental and service	2,259,833	2,259,833	907,500
Other	1,992,579	1,992,579	-
Total	<u>4,804,918</u>	<u>4,804,918</u>	<u>1,482,902</u>

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

18. SHORT-TERM LOANS FROM FINANCIAL INSTITUTION

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Trust receipts	21,338,994	21,338,994	13,245,178

As at 31 December 2024, the Company has trust receipts which bear interest at rate 7.06 – 8.75% per annum (2023: 7.06 - 8.74% per annum).

Those loans were mortgaged by the Company's land, savings account, including the Company's transfer of rights to claim receivables from trade account receivables and remaining inventory, and guaranteed by the directors.

19. TRADE AND OTHER PAYABLES

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Trade account payables	55,244,892	55,244,892	9,293,830
Other payables			
Accrued expenses	5,007,977	4,917,977	4,360,943
Advance received from customer	5,387,409	5,387,409	9,708,081
Others	2,291,267	2,231,267	1,588,219
Total other payables	12,686,653	12,536,653	15,657,243
Total trade and other payables	67,931,545	67,781,545	24,951,073

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

20. LONG-TERM LOANS FROM FINANCIAL INSTITUTION

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Long-term loan	8,346,146	8,346,146	12,782,226
<u>Less: Current portion</u>	<u>(4,489,850)</u>	<u>(4,489,850)</u>	<u>(4,471,708)</u>
Net	<u>3,856,296</u>	<u>3,856,296</u>	<u>8,310,518</u>

As at 31 December 2024 and 2023, the Company has long-term loans from financial institution as below;

- Loan limit of Baht 10 million which bears interest rate at 2% per annum for the first 2 years, then at 5.25% per annum until the end of agreement. The repayment term is 54 periods since February 2022 to July 2026.
- Loan limit of Baht 10 million which bear interest rate at 2% per annum for the first 2 years, then at 7% per annum until the end of agreement. The repayment term is 54 periods since September 2022 to February 2027.

Those loans were mortgage by the Company's land, saving account, director and Thai Credit Guarantee Corporation (TCG).

Movement of long-term loans from financial institution and accrued interest during the year are as follow;

	Baht			
	Consolidated and Separate F/S			
	1 January 2024	Increased	(Decreased)	31 December 2024
Long-term loans	12,764,741	-	(4,454,222)	8,310,518
Accrued interest	17,485	629,155	(611,013)	35,628
Total	<u>12,782,226</u>	<u>629,155</u>	<u>(5,065,235)</u>	<u>8,346,146</u>

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

21. EMPLOYEE BENEFIT OBLIGATION

Movement of Employee benefit obligations during the years as follows:

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
As at 1 January	5,137,411	5,137,411	4,198,997
Current service cost	337,811	337,811	823,596
Interest cost	142,558	142,558	114,818
Remeasurement of Employee benefit obligations	(377,306)	(377,306)	-
Employee benefit paid	(113,473)	(113,473)	-
Total	5,127,001	5,127,001	5,137,411
<u>Less: Current portion</u>	<u>(72,552)</u>	<u>(72,552)</u>	<u>(234,685)</u>
Net	<u>5,054,449</u>	<u>5,054,449</u>	<u>4,902,726</u>

Employee benefit obligation expenses

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Statement of profit and loss			
Current service cost	337,811	337,811	823,596
Net interest expense	142,558	142,558	114,818
Total expenses recognized in profit and loss	<u>480,369</u>	<u>480,369</u>	<u>938,414</u>
Statement of other comprehensive income			
Remeasurements of employee benefit obligations	(377,306)	(377,306)	-
Total expenses recognized in other comprehensive income	<u>(377,306)</u>	<u>(377,306)</u>	<u>-</u>

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Principal actuarial assumptions at the reporting date for the years ended 31 December 2024 and 2023 are as follows:

	Baht	
	Consolidated and Separate F/S	
	2567	2566
Discount rate (%)	3.74	2.76
Future salary increment rate (%)	5	5
Employee turnover (%)	1.91 – 22.92	1.91 - 22.92
Mortality (%)	105% of Thai Mortality Ordinary Table 2017	105% of Thai Mortality Ordinary Table 2017

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 as at 31 December 2024 by the amounts shown below.

	Baht
	Consolidated and Separate F/S
Discount rate (1% increment)	(829,778)
Discount rate (1% decrement)	1,015,105
Future salary growth (1% increment)	1,022,632
Future salary growth (1% decrement)	(846,531)
Employee turnover (20% increment)	(570,338)
Employee turnover (20% decrement)	661,527

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

22. SHARE CAPITAL

	Consolidated and Separate F/S					
	Number of share			Baht		Total
	Issued and paid-up share capital	Issued but not paid-up share capital	Authorized share capital	Issued and paid-up share capital	Premium on paid-up share capital	
Balance as at 1 January 2024	151,600,000	65,000,000	216,600,000	75,800,000	-	75,800,000
Share issuance	55,000,000	(55,000,000)	-	27,500,000	137,500,000	165,000,000
<u>Less Expenses of share issuance</u>	-	-	-	-	(5,775,000)	(5,775,000)
Balance as at 31 December 2024	<u>206,600,000</u>	<u>10,000,000</u>	<u>216,600,000</u>	<u>103,300,000</u>	<u>131,725,000</u>	<u>235,025,000</u>

On 17 April 2024 at the Board of Directors Meeting of Company no. 3/2024, the meeting passed a resolution approving the right to subscribe for additional common shares to directors, executives, and employees of the company, including persons related to the company, not exceeding 4,400,000 shares, to the company's benefactors, not exceeding 4,400,000 shares, and to persons at the discretion of the securities underwriter, not less than 46,200,000 shares, totaling 55,000,000 shares at a price of 3 Baht per share. This exercise price is considered a fair value price, referenced to the price of shares initially offered to the public by the company, hence there is no impact on the Company's interim financial information.

The total issuance of 55,000,000 additional common shares, each with a par value of 0.50 Baht, has been fully subscribed and paid for by the Company and was registered with the Department of Business Development on 14 May 2024.

23. DIVIDEND

On 17 April 2024 at the Board of Directors of the Company no. 3/2024, the meeting passed a resolution approving the interim dividend payment from retained earnings of year 2023 totaling Baht 39.42 million, at Baht 0.26 per share for the total shares of 151,600,000. The Company paid for such dividend on 7 May 2024.

24. LEGAL RESERVE

Pursuant to Section 116 of the Public Limited Company Act. B.E. 2535, the Company is required to set aside as a statutory reserve at least 5% of its annual net income after deducting accumulated deficit brought forward (if any) until the reserve reaches 10% of the registered capital. The statutory reserve is not available for dividend distribution.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2024

25. BASIC EARNINGS PER SHARE

The earnings per share is calculated by dividing the net profit attributable to ordinary shareholders of the company by the average weighted number of ordinary shares held by shareholders

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Profit attributable to ordinary shareholders			
Profit attributable to ordinary shareholders of the Company (Basic)	80,033,169	80,317,510	31,427,040
Number of ordinary shares outstanding (Share)	186,463,388	186,463,388	151,600,000
Basic earnings per share (in Baht)	0.43	0.43	0.21

The Group has no potential dilutive ordinary shares in issue during the period presented. Therefore, diluted earnings per share are not presented.

26. OTHER INCOME

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Interest income	458,771	561,885	193,946
Revenue from compensation from lawsuits	-	-	758,318
Others	384,251	384,251	550,550
Total	843,022	946,136	1,502,814

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

27. EXPENSES BY NATURE

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Purchase of inventory	285,968,888	285,968,888	99,968,129
Salaries, wages and other employee benefits	49,648,725	49,648,725	41,210,788
Changes in finished goods and work in process	(2,380,401)	(2,380,401)	18,074,870
Depreciation	4,182,775	4,182,775	3,577,214
Commission expenses	5,502,146	5,502,146	3,349,766
Facilities expenses	758,921	758,921	688,974
Rental expenses	260,492	260,492	731,788
Loss on exchange rate	482,686	482,686	10,028

28. DEFERRED INCOME TAX

28.1 Income tax

Income tax recognized in profit of loss

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Current income tax	21,057,582	21,057,582	10,700,723
Deferred income tax	(311,376)	(311,376)	(839,628)
Total income tax expenses	20,746,206	20,746,206	9,861,095

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Reconciliation of income tax are as follows:

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Profit before income tax	100,747,782	101,063,716	41,288,135
Tax calculated at a tax rate (%)	20	20	20
Accounting profit before tax multiplied by income tax rate	20,149,556	20,212,743	8,257,627
Tax effect of:			
Non-deductible expenses	1,328,248	1,328,248	2,443,096
Increased deductible expenses	(483,409)	(483,409)	-
Loss for the year	63,187	-	-
Deferred tax from temporary differences	(311,376)	(311,376)	(839,628)
Income tax	20,746,206	20,746,206	9,861,095
Effective tax rate	20.59	20.52	23.88

28.2 Deferred tax

The movements in deferred tax assets and liabilities are as follows:

	Baht			
	Consolidated and Separate F/S			
	Recognized in revenue (expense)			
	1 January 2024	Profit or loss	Other comprehensive income	
			31 December 2024	
Deferred tax assets:				
Allowance for decline in value of inventories	9,668,468	(410,838)	-	9,257,630
Allowance for expected credit losses	5,207,406	383,775	-	5,591,181
Employee benefit obligations	1,027,482	73,379	(75,461)	1,025,400
Provision liabilities	303,178	290,791	-	593,969
Lease liabilities	960,701	4,998,439	-	5,959,140
Total	17,167,235	5,335,546	(75,461)	22,427,320
Deferred tax liabilities:				
Right-of-use assets	(888,054)	(5,024,170)	-	(5,912,224)
Total	(888,054)	(5,024,170)	-	(5,912,224)
Deferred tax - net	16,279,181	311,376	(75,461)	16,515,096

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Baht			
	Separate F/S			
	1 January 2023	Recognized in revenue (expense)		31 December 2023
		Profit or loss	Other comprehensive income	
Deferred tax assets:				
Allowance for decline in value of inventories	8,485,678	1,182,790	-	9,668,468
Allowance for expected credit losses	5,997,234	(789,828)	-	5,207,406
Employee benefit obligations	839,799	187,683	-	1,027,482
Provision liabilities	85,157	218,021	-	303,178
Lease liabilities	1,660,050	(699,349)	-	960,701
Total	17,067,918	99,317	-	17,167,235
Deferred tax liabilities:				
Right-of-use assets	(1,628,365)	740,311	-	(888,054)
Total	(1,628,365)	740,311	-	(888,054)
Deferred tax - net	15,439,553	839,628	-	16,279,181

29. SEGMENT REPORTING

The operating results of the business segments reported to the ultimate decision-maker will reflect transactions arising from the operational activities.

The Company operates in two significant business segments: trading of lighting equipment and IT solutions, which are categorized according to four main customer groups: Contract Customers or Architects, Large-Scale Project Customers, Retail and Wholesale and ICT Solution and Service.

The Company has major customers classified as large customers, exceeding 10% of the total revenue for the fiscal year ended 31 December 2024, numbering approximately 2 customers, with an approximate amount of 326.34 million Baht (2023: 1 customer, with an approximate amount of 70.66 million Baht).

As the Company predominantly operates within the country, the management considers that the Company has only one geographical segment.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

The ultimate decision-maker considers the segment reporting is presented as following:

	Million Baht				
	Consolidated F/S				
	For the year ended 31 December				
	Contractor or Architect 2024	Project customer 2024	Retailer and Wholesaler 2024	ICT Solution and Service 2024	Total 2024
Revenue from Sales and Service	102.13	208.07	25.39	137.27	472.86
Cost of sales and cost of services					(307.96)
Gross profit					164.90
Selling expenses					(21.24)
Administrative expenses					(40.51)
Finance cost					(3.10)
Profit for the year					80.00
Total assets					495.41
Total liabilities					158.59
Timing of revenue recognition					
At a point in time	101.53	208.07	25.39	123.75	458.74
Over time	0.60	-	-	13.52	14.12
Total revenue	102.13	208.07	25.39	137.27	472.86

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Million Baht									
	Separate F/S									
	For the year ended 31 December									
	Contractor or Architect		Project customer		Retailer and Wholesaler		ICT Solution and Service		Total	
	2023	2024	2023	2024	2023	2024	2023	2024	2023	
Revenue from Sales and Service	102.13	114.73	208.07	93.00	25.39	19.24	137.27	0.81	472.86	227.78
Cost of sales and cost of services									(307.96)	(138.10)
Gross profit									164.90	89.69
Selling expenses									(21.24)	(18.27)
Administrative expenses									(40.30)	(30.32)
Finance cost									(3.10)	(1.59)
Profit for the year									80.32	31.43
Total assets									495.48	214.07
Total liabilities									158.44	77.46
Timing of revenue recognition										
At a point in time	101.53	114.09	208.07	93.00	25.39	19.24	123.75	-	458.74	226.33
Over time	0.60	0.64	-	-	-	-	13.52	0.81	14.12	1.45
Total revenue	102.13	114.73	208.08	93.00	25.39	19.24	137.27	0.81	472.86	227.78

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
 NOTES TO FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2024

30. FINANCIAL INSTRUMENTS

30.1 Derivative

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Derivative liabilities			
Derivatives liabilities not designated as hedging instruments			
Foreign exchange forward contracts	254,425	254,425	113,080
Total derivative liabilities	254,425	254,425	113,080

Derivatives not designated as hedging instruments.

The Group uses foreign exchange forward contracts to manage some of its transaction exposures. The contracts are entered into for periods consistent with foreign currency exposure of the underlying transactions, generally from months 6 months.

30.2 Financial risk management objectives and policies

The Group's significant financial instruments include cash and cash equivalents, trade and other receivables, restricted bank deposits, short-term loans to related party, short-term loans from financial institution, trade and other payables, long-term loans from financial institution and derivative liabilities. The Group is exposed to financial risks related to these financial instruments and has the following risk management policies are as follows:

Credit risk

Credit risk refers to the risk that a counter party will default on its contractual obligations, resulting in a financial loss to the Group.

The Group is exposed to credit risk primarily with respect to trade and other receivables and loan. However, the Group controls such risk by establishing credit limits for clients and counter parties and analyzing their financial position as an ongoing basis. The Group is not expected to have much concentration risk of credit exposure.

Trade receivables

The Group 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 has established a credit policy under which each new customer is analysed individually for creditworthiness before The Group commercial terms and conditions are offered. The Group review includes external ratings, if they are available, financial statements, credit agency information, industry information and in some cases bank references. Sale limits are established for each customer and reviewed quarterly. Any sales exceeding those limits require approval from the risk management committee.

The Group limits its exposure to credit risk from trade accounts receivable by establishing a maximum payment period of 6 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 groupings of various customer segments with similar credit risks to reflect differences between economic conditions in the past, current conditions and the Group view of economic conditions over the expected lives of the receivables.

Information relevant to trade accounts receivable is disclosed in note 8.

The Group had outstanding debts for more than one year in the past as a result of poor debt collection efficiency. However, in the current fiscal year, the company has improved its debt collection management and has no outstanding debts for more than one year as of the year-end list in 2024.

Financial instruments and cash deposits

A financial instrument is any contract that gives rise to both a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial instruments of the Group principally comprise cash and cash equivalents, deposits at banks, investments, trade and other receivables, trade and other payables, bank overdrafts, loan from financial institutions, loan from related parties and lease liabilities.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

Risk management policy

The Group are exposed to risks from changes in interest rates and currency exchange rates and risks from non-performance of contractual obligations by counterparties. The Group uses derivatives, as and when it considers appropriate, to manage such risks. In addition, the Group has a policy to enter into contracts with creditworthy counterparties. Therefore, the Group does not expect any material financial losses to arise from that the counterparties will fail to discharge their obligations as stipulated in the financial instruments' contracts.

Foreign currency risk

The Group is exposed to foreign currency risk relating to purchases and sales which are denominated in foreign currencies. The Group primarily utilizes forward exchange contracts with maturities of less than one year to hedge such financial assets and liabilities denominated in foreign currencies.

Interest rate risk

Interest rate risk arises from the fluctuation of interest rates in the future which will affect operations and cash flows of the Group. The Group is exposed to interest rate risk in respect of assets and liabilities as follows:

	Baht				
	Consolidated F/S				
	As at 31 December 2024				
	Floating interest rate	Fixed interest rate	Non-interest bearing	Total	Effective Interest rate (% per annum)
Financial assets					
Cash and cash equivalents	41,344,737	-	55,687	41,400,424	0.15 - 0.40
Financial liabilities					
Short-term loans from financial institution	21,338,994	-	-	21,338,994	7.06 - 8.75
Long-term loans	8,346,146	-	-	8,346,146	2.00 - 7.00

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

	Baht				
	Separate F/S				
	As at 31 December 2024				
	Floating interest rate	Fixed interest rate	Non-interest bearing	Total	Effective Interest rate (% per annum)
Financial assets					
Cash and cash equivalents	36,005,853	-	55,687	36,061,540	0.15 - 0.40
Short-term Loan to related party	-	90,000,000	-	90,000,000	7.00
Financial liabilities					
Short-term loans from financial institution	21,338,994	-	-	21,338,994	7.06 - 8.75
Long-term loans	8,346,146	-	-	8,346,146	2.00 – 7.00

	Baht				
	Separate F/S				
	As at 31 December 2023				
	Floating interest rate	Fixed interest rate	Non-interest bearing	Total	Effective Interest rate (% per annum)
Financial assets					
Cash and cash equivalents	41,084,468	-	38,197	41,122,665	0.15 - 0.60
Financial liabilities					
Short-term loans from financial institution	13,245,178	-	-	13,245,178	7.06 – 8.74
Long-term loans	-	12,782,226	-	12,782,226	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 operations and to mitigate the effects of fluctuations in cash flows.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

31. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

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.

Financial assets and financial liabilities measured at fair value in the statement of financial position are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement as follows:

- Level 1 : quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 : inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 : no observable inputs for the asset or liability.

Financial assets and financial liabilities which measure at amortized cost is closed to fair value.

	Baht			
	Consolidated and Separate F/S			
	Level 1	Level 2	Level 3	Total
Financial liabilities				
Derivative (Forward contract)	-	254,425	-	254,425

Fair value of financial instruments which are not traded in an active market, measured based on a valuation technique. These valuation techniques maximize the use of observable market data where it is available and rely as little possible on the Company's specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

As at 31 December 2024 and 2023, the Company has forward exchange contracts with commercial banks to hedge foreign exchange risk in paying debts in foreign currency. The Company has not yet recorded such forward foreign exchange contracts in the financial statements. The maturity date of the open forward foreign exchange contract is not more than 6 months with the details as follows:

Baht			
Contract Value			
USD currency		Baht currency	
2024	2023	2024	2023
297,009	80,000	10,047,683	2,724,720

The net fair value of open-held derivatives, which is considered fair value based on Level 2 information has gains as follow:

	Baht		
	Consolidated F/S	Separate F/S	
	2024	2024	2023
Net fair value according to forward foreign exchange contracts	254,425	254,425	113,080

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

32. RECONCILIATION OF LIABILITIES ARISING FROM FINANCING ACTIVITIES

The changes in the Group's liabilities arising from financing activities can be classified as follows:

	Baht		
	Consolidated and Separate F/S		
	Short-term loans from financial institutions	Long-term loans from financial institutions	Total
As at 1 January 2024	13,245,178	12,782,226	26,027,404
Cash-flows:			
Repayment	-	(4,454,222)	(4,454,222)
Interest payment	(1,805,951)	(611,013)	(2,416,964)
Proceeds	8,170,108	-	8,170,108
Non-cash			
Financial cost	1,805,951	629,155	2,435,106
Unrealized gain on exchange rate	(76,292)	-	(76,292)
As at 31 December 2024	21,338,994	8,346,146	29,685,140

	Baht			
	Separate F/S			
	Short-term loans from financial institutions	Long-term loans from financial institutions	Loans from related directors	Total
As at 1 January 2023	18,254,909	17,218,963	11,249,208	46,723,080
Cash-flows:				
Repayment	(4,552,270)	(4,454,223)	(7,750,485)	(16,756,978)
Interest payment	(988,115)	(362,829)	(3,559,085)	(4,910,029)
Proceeds	-	-	-	-
Non-cash				
Financial cost	988,115	380,315	60,362	1,428,792
Unrealized gain on exchange rate	(457,461)	-	-	(457,461)
As at 31 December 2023	13,245,178	12,782,226	-	26,027,404

LIGHT UP TOTAL SOLUTION PUBLIC COMPANY LIMITED AND SUBSIDIARY
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

33. COMMITMENTS

As at 31 December 2024, the Company had obligations in respect of material purchase agreements both domestic and foreign totalling Baht 2.85 million and USD 30,209.29 respectively.

34. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorized by the Board of Directors on 28 February 2025.

