**The International Engineering Public Company Limited and its Subsidiaries**

Interim financial statements

for the three-month period ended

31 March 2020

and

Independent auditor’s report

on review of interim financial information

**Independent Auditor’s Report on Review of Interim Financial Information**

**To the Board of Directors of The International Engineering Public Company Limited**

I have reviewed the accompanying consolidated and separate statements of financial position of The International Engineering Public Company Limited and its subsidiaries, and of The International Engineering Public Company Limited, respectively, as at 31 March 2020, and the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2020; and condensed notes (“interim financial information”). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”. My responsibility is to express a conclusion on this interim financial information based on my review.

*Scope of Review*

I conducted my review in accordance with the Thai Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial informations consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

*Conclusion*

Based on my review nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, Interim Financial Reporting.

*Emphasis of Matters*

As shown in the financial statements for the three-month period ended 31 March 2020, the Group / the Company had loss for the period in the amount of Baht 5 million and Baht 24 million in the consolidated and separate financial statements respectively, and had negative cash flows from operating activities in the amount of Baht (6) million in the separate financial statements and as at 31 March 2020, deficit amounted to Baht 2,935 million and Baht 4,047 million in the consolidated and separate financial statements, respectively. The Group also had current liabilities exceeded current assets as at 31 March 2020 in the amount of Baht 95 million in the consolidated financial statements. Five subsidiaries had deficit of shareholders and a subsidiary did not maintain a financial ratio according to the loan agreement that it may entitle the creditor to accelerate the subsidiary makes the repayment immediately. In addition, the Group and the Company had a lot of litigation which have been still in the process of consideration by the Court. Furthermore, The Stock Exchange of Thailand delists common shares of the Company from being listed securities effective from 10 July 2019 onwards, as described in note 2.6, 28 and 37 to the interim financial statement. Based on the above circumstances indicate that a material uncertainty exists that may cast significant doubt on the Group’s and the Company’s ability to continue as a going concern. However, the current Board of Directors and the management have planned to resolve the above problems to manage liquidity risk and have considered to revise the capital restructuring plan, to study the investment in the solar farm project and hotel business, to increase capital, and to resolve the above issued matter. In addition, the Company filed to sue The Stock Exchange of Thailand to The Central Administrative Court, moreover, the major shareholders of the Company and the Company have confirmed to provide continuous financial support for the Group and the Company to be able to continue business operations.

My conclusion is not qualified in respect of these above matters.

*Other matters*

Due to the Coranavirus disease 2019 pandemic (“COVID-19”) as described in note 3 to the interim financial statement, the Company was unable to hold The meeting of shareholders which resulted to no resolution to propose to the shareholders for approval of the statements of financial position and income statement for 2018 and 2019 from the Shareholders.

(Chaikrit Warakitjaporn)

Certified Public Accountant

Registration Number 7326

NPS Siam Audit Limited

Bangkok

17 September 2020