

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND SUBSIDIARY**

**BALANCE SHEETS**

**AS AT DECEMBER 31, 2002 AND 2001**

		<b>IN BAHT</b>		
		<b>CONSOLIDATED</b>		<b>THE COMP</b>
<b><u>LIABILITIES AND SHAREHOLDERS' EQUITY</u></b>	<b><u>Notes</u></b>	<b><u>2002</u></b>	<b><u>2001</u></b>	<b><u>2002</u></b>
<b>CURRENT LIABILITIES</b>				
Overdraft and short - term loans from financial institutions	13	5,918,301	-	-
Accounts payable - trade		58,567,784	67,100,752	42,386,577
Current portion of liabilities under finance lease contracts	14	385,573	-	-
Current portion of liabilities under hire - purchase contracts	15	479,351	-	-
Current portion of long-term loans	16	2,550,000	-	-
Other current liabilities				
Accrued income tax and accrued expenses		26,195,345	26,313,780	24,821,546
Others		3,019,439	2,973,739	2,720,534
Total other current liabilities		29,214,784	29,287,519	27,542,080
<b>TOTAL CURRENT LIABILITIES</b>		97,115,793	96,388,271	69,928,657
<b>NON - CURRENT LIABILITIES</b>				
Liabilities under finance lease contracts-net	14	717,374	-	-
Liabilities under hire-purchase contracts-net	15	251,180	-	-
Long-term loans - net	16	40,930,851	-	-
<b>TOTAL NON - CURRENT LIABILITIES</b>		41,899,405	-	-
<b>TOTAL LIABILITIES</b>		139,015,198	96,388,271	69,928,657
<b>SHAREHOLDERS' EQUITY</b>				
Share capital - Common shares, Baht 10 par value				
Authorized shares 21,000,000 shares				
Issued and fully paid - up 21,000,000 shares		210,000,000	210,000,000	210,000,000
Premium on share capital		68,000,000	68,000,000	68,000,000
Retained earnings				
Appropriated for legal reserve	17	21,000,000	21,000,000	21,000,000
Unappropriated		709,935,515	702,867,773	709,935,515
Total Shareholders' Equity - Company		1,008,935,515	1,001,867,773	1,008,935,515
Minority interest	18	68,576,804	9,401,380	-
Total Shareholders' Equity		1,077,512,319	1,011,269,153	1,008,935,515
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		1,216,527,517	1,107,657,424	1,078,864,172

The accompanying notes are an integral part of the financial statements

---

**ANY ONLY**

---

---

2001

---

-

28,204,390

-

-

-

26,313,780

---

2,662,430

---

---

28,976,210

---

---

57,180,600

---

-

-

---

-

---

---

57,180,600

---

210,000,000

68,000,000

21,000,000

---

702,867,773

---

1,001,867,773

---

-

---

---

1,001,867,773

---

---

---

1,059,048,373

---

---

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND SUBSIDIARY**

**STATEMENTS OF INCOME**

**FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

		IN BAHT		
		CONSOLIDATED		THE COMPANY
		2002	2001	2002
	Note			
<b>REVENUES</b>				
Sales	4.3	852,132,933	897,428,800	816,035,391
Gain from exchange rate		-	1,846,850	-
Interest income		5,179,887	4,882,873	5,173,988
Other income		1,828,580	3,740,183	1,305,902
Total revenues		859,141,400	907,898,706	822,515,281
<b>EXPENSES</b>				
Cost of sales		603,251,854	574,740,238	564,480,023
Selling and administrative expenses		166,882,645	153,179,221	146,873,071
Loss from exchange rate		1,581,698	-	1,138,693
Share of losses from investments in subsidiary at equity method		-	-	11,814,838
Director's remuneration		4,400,000	4,400,000	4,400,000
Total expenses		776,116,197	732,319,459	728,706,625
<b>Income before interest expense and income tax</b>		83,025,203	175,579,247	93,808,656
Interest expense		(1,516,181)	(1,679)	(2,558)
Income tax		(2,738,356)	(1,366,529)	(2,738,356)
<b>Income after income tax</b>		78,770,666	174,211,039	91,067,742
Minority interest in net loss of subsidiary		12,297,076	598,620	-
<b>NET INCOME</b>		91,067,742	174,809,659	91,067,742
<b>BASIC EARNINGS PER SHARE</b>				
<b>NET INCOME</b>		4.34	8.32	4.34

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

ANY ONLY  
2001

897,428,800  
1,785,860  
4,880,950  
3,740,183  
907,835,793

574,740,238  
151,942,543  
-  
575,145  
4,400,000  
731,657,926  
176,177,867  
(1,679)  
(1,366,529)  
174,809,659  
-  
174,809,659

8.32

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND SUBSIDIARY**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**CONSOLIDATED**  
**FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

**IN BAHT**

		Issued and fully paid-up share capital	Premium on share capital	Retained earnings Appropriated for legal reserve	Unappro- priated	Minority interest
	<u>Notes</u>					
BALANCE - as at						
January 1, 2001		210,000,000	68,000,000	21,000,000	612,058,114	-
Net income		-	-	-	174,809,659	-
Dividend	19	-	-	-	(84,000,000)	-
Increase in minority interest	18	-	-	-	-	9,401,380
BALANCE - as at						
December 31, 2001		<u>210,000,000</u>	<u>68,000,000</u>	<u>21,000,000</u>	<u>702,867,773</u>	<u>9,401,380</u>
BALANCE - as at						
January 1, 2002		210,000,000	68,000,000	21,000,000	702,867,773	9,401,380
Net income		-	-	-	91,067,742	-
Dividend	19	-	-	-	(84,000,000)	-
Increase in minority interest	18	-	-	-	-	59,175,424
BALANCE - as at						
December 31, 2002		<u>210,000,000</u>	<u>68,000,000</u>	<u>21,000,000</u>	<u>709,935,515</u>	<u>68,576,804</u>

The accompanying notes are an integral part of the financial statements

---

Total

---

911,058,114

174,809,659

(84,000,000)

9,401,380

---

1,011,269,153

---

1,011,269,153

91,067,742

(84,000,000)

59,175,424

---

1,077,512,319

---

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND SUBSIDIARY**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**THE COMPANY ONLY**  
**FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

		IN BAHT			
		Issued and	Premium	Retained earnings	
		fully paid - up	on share	Appropriated	Unappro-
		share capital	capital	for legal	priated
<u>Notes</u>				reserve	
BALANCE - as at January 1, 2001		210,000,000	68,000,000	21,000,000	612,058,114
Net income		-	-	-	174,809,659
Dividend		19 -	-	-	(84,000,000)
BALANCE - as at December 31, 2001		<u>210,000,000</u>	<u>68,000,000</u>	<u>21,000,000</u>	<u>702,867,773</u>
BALANCE - as at January 1, 2002		210,000,000	68,000,000	21,000,000	702,867,773
Net income		-	-	-	91,067,742
Dividend		19 -	-	-	(84,000,000)
BALANCE - as at December 31, 2002		<u>210,000,000</u>	<u>68,000,000</u>	<u>21,000,000</u>	<u>709,935,515</u>

The accompanying notes are an integral part of the financial statements

---

Total

---

911,058,114

174,809,659

(84,000,000)

---

1,001,867,773

---

1,001,867,773

91,067,742

(84,000,000)

---

1,008,935,515



**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND SUBSIDIARY**

**STATEMENTS OF CASH FLOWS**

**FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

	IN BAHT		
	CONSOLIDATED		THE COMP
	2002	2001	2002
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net income	91,067,742	174,809,659	91,067,742
Adjustments to reconcile net income to net cash			
provided by (used in) operating activities			
Depreciation	62,805,266	46,347,087	52,502,872
Unrealized gain on exchange rate	(273,385)	(688,828)	(367,264)
Gain on disposal of fixed assets	(22,158)	(353,292)	(4,668)
Provision for doubtful of accounts	928,539	537,271	928,539
Provision for obsolescence	1,482,797	61,380	1,482,797
Share of losses from investments in subsidiary at equity method	-	-	11,814,838
Minority interest in net loss of subsidiary	(12,297,076)	(598,620)	-
Income from operating activities before change in operational			
assets and liabilities	143,691,725	220,114,657	157,424,856
Decrease (Increase) in operational assets			
Accounts receivable	17,914,193	(22,224,428)	25,574,622
Inventories	(43,751,139)	8,264,702	(40,418,889)
Accounts receivable - planters	(9,285,394)	(7,349,741)	(9,285,394)
Other current assets	(2,863,509)	(6,606,583)	4,953,872
Other non - current assets	5,505,832	(290,267)	2,667,303
Increase (Decrease) in operational liabilities			
Accounts payable - trade	(8,626,847)	39,105,450	14,182,187
Accrued income tax and accrued expenses	(122,368)	887,892	(1,496,167)
Other current liabilities	45,700	(1,827,145)	58,104
Net Cash Provided By Operating Activities	102,508,193	230,074,537	153,660,494

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND SUBSIDIARY**

**STATEMENTS OF CASH FLOWS (CONTINUED)**

**FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

	IN BAHT		
	CONSOLIDATED		THE COMP
	2002	2001	2002
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Increase in investments in subsidiary	-	-	(43,777,500)
Decrease(Increase) in fixed deposits at financial institutions	99,333,745	(200,800,000)	98,533,745
Proceeds from disposal of fixed assets	219,916	412,523	4,673
Acquisition of fixed assets	(152,079,627)	(117,639,391)	(29,812,304)
Net Cash Provided By (Used In) Investing Activities	(52,525,966)	(318,026,868)	24,948,614
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Increase(Decrease) in overdraft and short-term loans from financial institutions	5,918,301	(2,011,785)	-
Dividends paid	(84,000,000)	(84,000,000)	(84,000,000)
Proceeds from long -term loans	46,217,774	-	-
Repayment of long - term loans	(903,445)	-	-
Cash received from minority interest for capital	71,472,500	10,000,000	-
Net Cash Provided By (Used In) Financing Activities	38,705,130	(76,011,785)	(84,000,000)
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	88,687,357	(163,964,116)	94,609,108
Cash and Cash Equivalents,Beginning of Year	168,159,465	332,123,581	159,739,043
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>256,846,822</b>	<b>168,159,465</b>	<b>254,348,151</b>
<b>Supplement Disclosures of Cash Flows Information</b>			
Cash and cash equivalents consist of :-			
Cash and deposits at financial institutions	79,309,846	146,907,881	76,811,175
Fixed deposits at financial institutions ( 3 months)	21,356,974	21,251,584	21,356,974
Treasury Bills	156,180,002	-	156,180,002
Total	256,846,822	168,159,465	254,348,151
Cash paid during the year for :-			
Interest expense	1,787,949	1,679	2,558
Income tax	3,280,515	347,004	3,280,009

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

---

**ANY ONLY**

---

---

2001

---

174,809,659

46,344,616

(688,828)

(353,292)

537,271

61,380

575,145

---

-

221,285,951

(22,224,428)

8,264,702

(7,349,741)

(3,157,326)

3,717,009

209,088

887,892

(2,138,454)

---

199,494,693

---

---

**PANY ONLY**

---

2001

---

(34,500,000)

(200,000,000)

412,523

(51,779,969)

---

(285,867,446)

---

(2,011,785)

(84,000,000)

-

-

-

---

(86,011,785)

---

(172,384,538)

332,123,581

---

159,739,043

---

138,487,459

21,251,584

-

---

159,739,043

---

---

1,679

---

---

347,004

---