

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**INTERIM FINANCIAL STATEMENTS**  
**AND INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION**  
**FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2014**  
  
**EXPRESSED IN THAI BAHT**

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2014**

<b>ASSETS</b>	<b>Notes</b>	In Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		30 September 2014	31 December 2013	30 September 2014	31 December 2013
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>CURRENT ASSETS</b>					
Cash and cash equivalents		136,504,474	175,934,456	108,377,871	150,493,438
Short - term investments	6	346,000,000	406,000,000	340,000,000	400,000,000
Trade and other receivables	7	94,059,477	95,990,917	98,476,033	94,744,394
Accounts receivable - planters	8	30,563,057	39,644,803	30,563,057	39,644,803
Inventories	9	401,759,839	339,471,694	400,741,471	339,471,694
<b>TOTAL CURRENT ASSETS</b>		<b>1,008,886,847</b>	<b>1,057,041,870</b>	<b>978,158,432</b>	<b>1,024,354,329</b>
<b>NON - CURRENT ASSETS</b>					
Fixed deposits pledged as collateral		15,379,683	15,197,026	-	-
Investment in subsidiary	10	-	-	23,353,658	23,353,658
Property, plant and equipment	11	354,777,083	367,991,602	354,573,528	367,505,586
Computer software - installation		5,793,894	4,037,904	5,793,894	4,037,904
Deferred tax assets		8,866,291	8,118,798	8,609,236	7,894,870
Other non - current assets		1,799,107	1,760,186	1,798,207	1,759,286
<b>TOTAL NON - CURRENT ASSETS</b>		<b>386,616,058</b>	<b>397,105,516</b>	<b>394,128,523</b>	<b>404,551,304</b>
<b>TOTAL ASSETS</b>		<b>1,395,502,905</b>	<b>1,454,147,386</b>	<b>1,372,286,955</b>	<b>1,428,905,633</b>

The notes to interim financial statements are an integral part of these interim financial statements.

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 30 SEPTEMBER 2014**

		In Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		30 September 2014	31 December 2013	30 September 2014	31 December 2013
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	Notes	(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>CURRENT LIABILITIES</b>					
Trade and other payables	12	70,163,080	81,671,642	69,349,631	79,896,062
Accrued income tax		3,661,617	7,164,707	3,661,617	6,879,075
Other current liabilities		4,538,702	3,179,695	4,500,122	3,028,847
<b>TOTAL CURRENT LIABILITIES</b>		<b>78,363,399</b>	<b>92,016,044</b>	<b>77,511,370</b>	<b>89,803,984</b>
<b>NON - CURRENT LIABILITIES</b>					
Employee benefit obligations	13	39,061,436	35,301,931	37,776,160	34,182,292
<b>TOTAL LIABILITIES</b>		<b>117,424,835</b>	<b>127,317,975</b>	<b>115,287,530</b>	<b>123,986,276</b>
<b>SHAREHOLDERS' EQUITY</b>					
Share capital - Baht 1 par value					
Authorized shares					
381,146,251 common shares		381,146,251	381,146,251	381,146,251	381,146,251
Issued and paid - up shares					
381,145,725 common shares		381,145,725	381,145,725	381,145,725	381,145,725
Premium on share capital		68,000,000	68,000,000	68,000,000	68,000,000
Retained earnings					
Appropriated for legal reserve		38,115,000	38,115,000	38,115,000	38,115,000
Unappropriated		790,817,345	839,568,686	769,738,700	817,658,632
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>1,278,078,070</b>	<b>1,326,829,411</b>	<b>1,256,999,425</b>	<b>1,304,919,357</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>1,395,502,905</b>	<b>1,454,147,386</b>	<b>1,372,286,955</b>	<b>1,428,905,633</b>

The notes to interim financial statements are an integral part of these interim financial statements.

(Unaudited)

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE - MONTH PERIOD ENDED 30 SEPTEMBER 2014**

In Baht

	Note	Consolidated financial statements		Separate financial statements	
		2014	2013	2014	2013
Revenues from sales		456,095,305	372,478,091	382,244,397	365,264,766
Cost of sales		(387,392,845)	(274,733,447)	(321,663,956)	(274,733,447)
<b>Gross profit</b>		<b>68,702,460</b>	<b>97,744,644</b>	<b>60,580,441</b>	<b>90,531,319</b>
Gain (loss) on exchange rate		3,051,644	(6,884,158)	2,870,108	(6,095,527)
Other income		5,108,142	3,166,988	5,023,476	3,229,238
<b>Profit before expenses</b>		<b>76,862,246</b>	<b>94,027,474</b>	<b>68,474,025</b>	<b>87,665,030</b>
Selling expenses		(26,571,422)	(27,328,479)	(22,179,510)	(22,712,332)
Administrative expenses		(21,471,826)	(21,307,587)	(20,322,487)	(20,032,735)
Total expenses		(48,043,248)	(48,636,066)	(42,501,997)	(42,745,067)
<b>Profit before Income tax expenses</b>		<b>28,818,998</b>	<b>45,391,408</b>	<b>25,972,028</b>	<b>44,919,963</b>
Income tax expenses	17	(3,500,104)	(6,832,402)	(3,511,146)	(6,729,664)
<b>Profit for the period</b>		<b>25,318,894</b>	<b>38,559,006</b>	<b>22,460,882</b>	<b>38,190,299</b>
<b>Other comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>25,318,894</b>	<b>38,559,006</b>	<b>22,460,882</b>	<b>38,190,299</b>
<b>Profit attributable to:</b>					
Equity holders of the parent		25,318,894	38,559,006	22,460,882	38,190,299
Non - controlling interests		-	-	-	-
		<u>25,318,894</u>	<u>38,559,006</u>	<u>22,460,882</u>	<u>38,190,299</u>
<b>BASIC EARNINGS PER SHARE</b>					
Net profit attributable to equity holders of the parent		<u>0.07</u>	<u>0.10</u>	<u>0.06</u>	<u>0.10</u>

The notes to interim financial statements are an integral part of these interim financial statements.

(Unaudited)

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE NINE - MONTH PERIOD ENDED 30 SEPTEMBER 2014**

In Baht

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2014	2013	2014	2013
Revenues from sales		1,124,418,702	1,123,345,575	1,103,426,388	1,110,672,811
Cost of sales		(879,599,329)	(858,504,304)	(880,617,697)	(858,504,304)
<b>Gross profit</b>		<b>244,819,373</b>	<b>264,841,271</b>	<b>222,808,691</b>	<b>252,168,507</b>
Gain (loss) on exchange rate		(29,446,491)	30,109,364	(21,294,142)	22,974,462
Other income		16,299,040	12,750,843	16,460,609	12,849,335
<b>Profit before expenses</b>		<b>231,671,922</b>	<b>307,701,478</b>	<b>217,975,158</b>	<b>287,992,304</b>
Selling expenses		(78,214,694)	(81,050,451)	(67,336,494)	(69,337,435)
Administrative expenses		(71,962,081)	(66,069,389)	(68,278,981)	(62,169,726)
Total expenses		(150,176,775)	(147,119,840)	(135,615,475)	(131,507,161)
<b>Profit before Income tax expenses</b>		<b>81,495,147</b>	<b>160,581,638</b>	<b>82,359,683</b>	<b>156,485,143</b>
Income tax expenses	17	(12,092,956)	(21,216,027)	(12,126,083)	(20,370,856)
<b>Profit for the period</b>		<b>69,402,191</b>	<b>139,365,611</b>	<b>70,233,600</b>	<b>136,114,287</b>
<b>Other comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>69,402,191</b>	<b>139,365,611</b>	<b>70,233,600</b>	<b>136,114,287</b>
<b>Profit attributable to:</b>					
Equity holders of the parent		69,402,191	139,365,611	70,233,600	136,114,287
Non - controlling interests		-	-	-	-
		<b>69,402,191</b>	<b>139,365,611</b>	<b>70,233,600</b>	<b>136,114,287</b>
<b>BASIC EARNINGS PER SHARE</b>					
Net profit attributable to equity holders of the parent		<b>0.18</b>	<b>0.37</b>	<b>0.18</b>	<b>0.36</b>

The notes to interim financial statements are an integral part of these interim financial statements.

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE NINE - MONTH PERIOD ENDED 30 SEPTEMBER 2014**

	In Baht					Total
	Issued and paid-up share capital	Premium on share capital	Retained earnings	Other components of equity		
Balance as at 1 January 2013	381,145,725	68,000,000	38,115,000	811,403,667	-	1,298,664,392
Dividends paid	-	-	-	(106,716,518)	-	(106,716,518)
Total comprehensive income for the period	-	-	-	139,365,611	-	139,365,611
Balance as at 30 September 2013	<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>844,052,760</u>	<u>-</u>	<u>1,331,313,485</u>
Balance as at 1 January 2014	381,145,725	68,000,000	38,115,000	839,568,686	-	1,326,829,411
Dividends paid	-	-	-	(118,153,532)	-	(118,153,532)
Total comprehensive income for the period	-	-	-	69,402,191	-	69,402,191
Balance as at 30 September 2014	<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>790,817,345</u>	<u>-</u>	<u>1,278,078,070</u>

The notes to interim financial statements are an integral part of these interim financial statements.

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**SEPARATE STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE NINE - MONTH PERIOD ENDED 30 SEPTEMBER 2014**

	In Baht					Total
	Issued and paid - up share capital	Premium on share capital	Retained earnings Appropriated for legal reserve	Retained earnings Unappropriated	Other components of equity	
Balance as at 1 January 2013	381,145,725	68,000,000	38,115,000	793,729,581	-	1,280,990,306
Dividends paid	-	-	-	(106,716,518)	-	(106,716,518)
Total comprehensive income for the period	-	-	-	136,114,287	-	136,114,287
Balance as at 30 September 2013	<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>823,127,350</u>	<u>-</u>	<u>1,310,388,075</u>
Balance as at 1 January 2014	381,145,725	68,000,000	38,115,000	817,658,632	-	1,304,919,357
Dividends paid	-	-	-	(118,153,532)	-	(118,153,532)
Total comprehensive income for the period	-	-	-	70,233,600	-	70,233,600
Balance as at 30 September 2014	<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>769,738,700</u>	<u>-</u>	<u>1,256,999,425</u>

The notes to interim financial statements are an integral part of these interim financial statements.

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**STATEMENT OF CASH FLOWS**  
**FOR THE NINE - MONTH PERIOD ENDED 30 SEPTEMBER 2014**

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2014	2013	2014	2013
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Profit before income tax expenses	81,495,147	160,581,638	82,359,683	156,485,143
Adjustments to reconcile net profit to net cash provided by operating activities				
Unrealized loss(gain) on exchange rate	(406,213)	575,484	(326,325)	677,974
Doubtful accounts	178,071	-	178,071	-
Loss on diminution in value of inventories (reversal)	9,235	(1,163,689)	9,235	(1,163,689)
Loss(gain) on disposal and amortization	(1,742,990)	2,822,867	(1,742,990)	2,842,866
Depreciation	47,530,415	47,981,244	47,234,965	47,686,298
Retirement employee benefit	4,497,805	3,564,309	4,332,168	3,500,082
Profit from operating activities before change in operational assets and liabilities	131,561,470	214,361,853	132,044,807	210,028,674
Decrease (Increase) in operational assets				
Trade and other receivables	2,339,417	(42,782,559)	(3,403,550)	(50,021,467)
Accounts receivable - planters	8,903,675	23,215,099	8,903,675	23,215,099
Inventories	(62,297,380)	(39,321,223)	(61,279,012)	(37,372,151)
Other non - current assets	(38,921)	2,394,785	(38,921)	2,394,785
Increase (Decrease) in operational liabilities				
Trade and other payables	(11,481,143)	(33,384,801)	(10,519,012)	(32,575,597)
Other current liabilities	1,227,335	252,067	1,339,603	123,722
Benefits paid by the plan	(738,300)	(366,600)	(738,300)	(366,600)
<b>Cash receipt from operation</b>	<b>69,476,153</b>	<b>124,368,621</b>	<b>66,309,290</b>	<b>115,426,465</b>
Income tax paid	(16,343,539)	(31,797,552)	(16,057,907)	(30,423,296)
Net cash provided by operating activities	53,132,614	92,571,069	50,251,383	85,003,169

The notes to interim financial statements are an integral part of these interim financial statements.



## CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

## STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE NINE - MONTH PERIOD ENDED 30 SEPTEMBER 2014

In Baht

	Consolidated		Separate	
	financial statements		financial statements	
	2014	2013	2014	2013
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Decrease (increase) in short - term investments	60,000,000	(150,400,000)	60,000,000	(150,000,000)
Increase in fixed deposits pledged as collateral	(182,657)	(196,280)	-	-
Proceeds from disposal of equipment	1,872,897	85,215	1,872,897	65,215
Cash paid for acquisition of plant and equipment <i>(Supplement of cash flows information 1)</i>	(34,474,986)	(23,248,644)	(34,461,997)	(23,185,645)
Cash paid for acquisition of computer software	(1,755,990)	(1,254,435)	(1,755,990)	(1,254,435)
Net cash used in (provided by) investing activities	25,459,264	(175,014,144)	25,654,910	(174,374,865)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Cash paid for dividends <i>(Supplement of cash flows information 2)</i>	(118,021,860)	(106,543,870)	(118,021,860)	(106,543,870)
Net cash used in financing activities	(118,021,860)	(106,543,870)	(118,021,860)	(106,543,870)
Net decrease in cash and cash equivalents	(39,429,982)	(188,986,945)	(42,115,567)	(195,915,566)
Cash and Cash Equivalents, Beginning of period	175,934,456	354,250,608	150,493,438	327,082,224
Cash and Cash Equivalents, End of period	136,504,474	165,263,663	108,377,871	131,166,658
<b>Supplement disclosures of cash flows information</b>				
<b>1. Cash paid for acquisition of plant and equipment</b>				
Details of acquisition of plant and equipment during the period are as follows :				
Acquisition of plant and equipment during the period	(34,445,803)	(19,898,789)	(34,432,814)	(6,860,201)
Decrease in payable from acquisition of assets	(29,183)	(3,349,855)	(29,183)	(3,515,065)
Cash paid for acquisition of plant and equipment	(34,474,986)	(23,248,644)	(34,461,997)	(10,375,266)
<b>2. Cash paid for dividends</b>				
Dividends paid	(118,153,532)	(106,716,518)	(118,153,532)	(106,716,518)
Increase in accrued dividends	131,672	172,648	131,672	185,565
Cash paid for dividends	(118,021,860)	(106,543,870)	(118,021,860)	(106,530,953)

The notes to interim financial statements are an integral part of these interim financial statements.