

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**

FINANCIAL STATEMENTS

AND INDEPENDENT AUDITOR'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

EXPRESSED IN THAI BAHT

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**

**STATEMENT OF FINANCIAL POSITION**

**AS AT 31 DECEMBER 2020**

<u>ASSETS</u>	Notes	In Baht	
		2020	2019
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	7	147,610,031	180,330,606
Other current financial assets	8	241,512,672	191,211,768
Trade and other current receivables	9	78,294,967	109,318,368
Accounts receivable-planters	10	21,918,168	17,672,477
Short-term loans to other company	11	6,930,000	13,600,000
Inventories	12	461,114,160	499,857,102
Derivatives assets	29	24,677,671	-
<b>TOTAL CURRENT ASSETS</b>		<u>982,057,669</u>	<u>1,011,990,321</u>
<b>NON-CURRENT ASSETS</b>			
Other non-current financial assets	13	-	37,500,000
Investment property	14	22,128,578	22,128,578
Property, plant and equipment	15	455,562,071	425,475,538
Lease deposit on land	16	25,358,949	25,358,949
Intangible assets-software computer	17	8,726,343	9,689,452
Deferred tax assets	27	19,718,642	15,032,523
Income tax refundable		1,931,609	-
Other non-current assets		2,159,866	2,093,845
<b>TOTAL NON-CURRENT ASSETS</b>		<u>535,586,058</u>	<u>537,278,885</u>
<b>TOTAL ASSETS</b>		<u>1,517,643,727</u>	<u>1,549,269,206</u>

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

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 DECEMBER 2020**

<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>	Notes	In Baht	
		2020	2019
<b>CURRENT LIABILITIES</b>			
Trade and other current payables	19	74,317,365	54,728,044
Current portion of lease liabilities	20	1,252,517	1,575,033
Accrued income tax		-	8,271,865
Derivatives liabilities	29	15,524	-
Other current liabilities		3,517,081	3,568,978
<b>TOTAL CURRENT LIABILITIES</b>		<u>79,102,487</u>	<u>68,143,920</u>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	20	678,546	1,931,063
Employee benefit obligations	21	66,825,443	69,323,939
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>67,503,989</u>	<u>71,255,002</u>
<b>TOTAL LIABILITIES</b>		<u>146,606,476</u>	<u>139,398,922</u>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital-Baht 1 par value			
Authorized shares			
381,145,725 common shares		<u>381,145,725</u>	<u>381,145,725</u>
Issued and paid-up shares			
381,145,725 common shares		381,145,725	381,145,725
Premium on share capital		68,000,000	68,000,000
Retained earnings			
Appropriated for legal reserve	22	38,115,000	38,115,000
Unappropriated		901,600,275	922,609,559
Other component of equity		<u>(17,823,749)</u>	<u>-</u>
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<u>1,371,037,251</u>	<u>1,409,870,284</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<u>1,517,643,727</u>	<u>1,549,269,206</u>

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**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**

**STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

	Notes	In Bath	
		2020	2019
Revenues from sales	25	1,096,527,326	1,163,256,897
Cost of sales		<u>(949,008,525)</u>	<u>(1,021,760,069)</u>
<b>Gross profit</b>		147,518,801	141,496,828
Gain (loss) on exchange rate		(25,231,992)	39,208,569
Other income		<u>8,586,162</u>	<u>7,841,969</u>
<b>Profit before expenses</b>		130,872,971	188,547,366
Cost of distributions		(62,036,362)	(70,851,671)
Administrative expenses		<u>(71,326,615)</u>	<u>(80,059,398)</u>
<b>Profit (loss) from operating activities</b>		(2,490,006)	37,636,297
Finance income		3,378,825	4,355,133
Finance costs		<u>(147,914)</u>	<u>(218,003)</u>
<b>Profit before tax income (expenses)</b>		740,905	41,773,427
Tax income (expenses)	27	<u>407,376</u>	<u>(7,008,625)</u>
<b>Net profit for the year</b>		1,148,281	34,764,802
<b>Other comprehensive income for the year</b>			
<b>Other comprehensive income to be reclassified to profit or loss in subsequent year</b>			
Change in fair value of hedging instruments of cash flow hedges		8,583,682	-
<u>Less</u> : Tax effect	27	(1,716,736)	-
<b>Other comprehensive income not to be reclassified to profit or loss in subsequent year</b>			
Loss on changes in value of equity investments designated at fair value through other comprehensive income	13	(45,000,000)	-
<u>Less</u> : Tax effect	27	9,000,000	-
Remeasurements of post-employment benefit obligations			
Actuarial losses		(2,547,240)	(9,607,646)
<u>Less</u> : Tax effect	27	<u>509,448</u>	<u>1,921,529</u>
<b>Other comprehensive income for the year</b>		<u>(31,170,846)</u>	<u>(7,686,117)</u>
<b>Total comprehensive income for the year</b>		<u>(30,022,565)</u>	<u>27,078,685</u>
<b>Basic earnings per share</b>			
Profit for the year		<u>0.003</u>	<u>0.091</u>

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

Notes	In Baht									
	Issued and paid-upshare capital	Premium on share capital	Retained earnings			Other component of equity				Total
			Appropriated for legal reserve	Unappropriated	Fair value reserve of investment in equity designated at fair value through other comprehensive income	Other comprehensive income Cash flow hedges	Total other components of shareholders equity			
	381,145,725	68,000,000	38,115,000	937,450,924	-	-	-	-	-	1,424,711,649
23	-	-	-	(41,920,050)	-	-	-	-	-	(41,920,050)
	-	-	-	34,764,802	-	-	-	-	-	34,764,802
	-	-	-	(7,686,117)	-	-	-	-	-	(7,686,117)
	-	-	-	27,078,685	-	-	-	-	-	27,078,685
	381,145,725	68,000,000	38,115,000	922,609,559	-	-	-	-	-	1,409,870,284
	381,145,725	68,000,000	38,115,000	922,609,559	-	-	-	-	-	1,409,870,284
	-	-	-	2,746,571	-	-	-	11,309,305	11,309,305	14,055,876
	381,145,725	68,000,000	38,115,000	925,356,130	-	-	-	11,309,305	11,309,305	1,423,926,160
23	-	-	-	(22,866,344)	-	-	-	-	-	(22,866,344)
	-	-	-	1,148,281	-	-	-	-	-	1,148,281
	-	-	-	(2,037,792)	-	-	(36,000,000)	6,866,946	(29,133,054)	(31,170,846)
	-	-	-	(889,511)	-	-	(36,000,000)	6,866,946	(29,133,054)	(30,022,565)
	381,145,725	68,000,000	38,115,000	901,600,275	-	-	(36,000,000)	18,176,251	(17,823,749)	1,371,037,251

tes to the financial statements are an integral part of these financial statements.



**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**

**STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

	In Baht	
	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax income (expenses)	740,905	41,773,427
Adjustments to reconcile net profit to net cash provided by operating activities		
Unrealized loss on exchange rate	253,982	135,136
Loss on diminution in value of inventories (reversal)	(3,068,555)	1,661,285
Loss for write-off inventories	4,350,293	-
Reversal of allowance for expected credit losses (2019 : Doubtful accounts)	(29,243)	(171,960)
Gain from changes in value of investments	(401,889)	(219,618)
Gain on disposal of investments	(848,871)	(429,992)
Gain on disposal of assets and write-off of assets	(370,918)	(172,207)
Depreciation and amortization	55,467,613	49,882,902
Retirement employee benefit	4,557,904	15,249,884
Change in fair value of forward exchange contracts	1,491,380	-
Interest income	(2,128,064)	(3,705,523)
Interest expenses	147,914	218,003
Profit from operating activities before change in operational assets and liabilities	60,162,451	104,221,337
Decrease (increase) in operational assets		
Trade and other receivables	30,702,546	30,435,135
Accounts receivable-planters	(4,216,448)	(9,441,188)
Inventories	37,461,204	111,656,316
Other non-current assets	(66,021)	(42,315)
Increase (decrease) in operational liabilities		
Trade and other payables	18,733,912	(16,241,761)
Other current liabilities	(33,024)	(71,435)
Employee benefit obligations	(9,603,640)	(5,176,866)
<b>Cash received from operation</b>	<b>133,140,980</b>	<b>215,339,223</b>
Income tax paid	(10,203,474)	(8,678,105)
Net cash provided by operating activities	122,937,506	206,661,118

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

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**

**STATEMENT OF CASH FLOWS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

	In Baht	
	2020	2019
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Increase in other current financial assets	(49,050,144)	(454,769)
Cash paid for investment in related company	(7,500,000)	-
Interest received	2,194,937	3,297,808
Increase (decrease) in short-term loans to other company	6,670,000	(13,600,000)
Proceeds from disposal of equipment	408,731	547,449
Cash paid for acquisition of plant and equipment	(83,684,191)	(93,507,670)
Cash paid for acquisition of computer software	(89,250)	(1,774,324)
Net cash used in investing activities	(131,049,917)	(105,491,506)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash paid for dividends	(22,885,217)	(41,942,303)
Interest paid	(147,914)	(218,003)
Payment for lease liabilities	(1,575,033)	(1,025,382)
Net cash used in financing activities	(24,608,164)	(43,185,688)
Net increase (decrease) in cash and cash equivalents	(32,720,575)	57,983,924
Cash and cash equivalents, beginning of year	180,330,606	122,346,682
Cash and cash equivalents, end of year	147,610,031	180,330,606
<b>Supplement disclosures of cash flows information</b>		
Non cash items		
Purchases of equipment lease liabilities	-	1,883,958
Purchases of equipment by recording as other payables	855,409	395,243
Increase in accrued dividends	18,873	22,253

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