

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 SIX-MONTH PERIODS ENDED 30 JUNE 2015

EXPRESSED IN THAI BAHT

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015

		In Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014
<u>ASSETS</u>	Notes	(Unaudited)	(audited)	(Unaudited)	(audited)
CURRENT ASSETS					
Cash and cash equivalents		437,701,302	172,884,587	406,745,688	129,142,093
Short - term investments	6	50,000,000	296,000,000	50,000,000	290,000,000
Trade and other receivables	7	131,246,535	91,582,071	131,222,851	91,561,035
Accounts receivable - planters	8	27,149,933	24,830,901	27,149,933	24,830,901
Inventories	9	442,552,275	436,665,630	442,552,275	436,665,630
TOTAL CURRENT ASSETS		1,088,650,045	1,021,963,189	1,057,670,747	972,199,659
NON - CURRENT ASSETS					
Investment in subsidiary	10	-	-	23,353,658	23,353,658
Property, plant and equipment	11	326,082,783	347,231,135	326,017,738	347,150,536
Computer software - installation	12	7,085,768	6,751,545	7,085,768	6,751,545
Deferred tax assets		8,400,048	9,323,351	8,400,048	9,094,351
Other non - current assets		1,100,233	1,760,986	1,100,233	1,760,086
TOTAL NON - CURRENT ASSETS		342,668,832	365,067,017	365,957,445	388,110,176
TOTAL ASSETS		1,431,318,877	1,387,030,206	1,423,628,192	1,360,309,835

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 JUNE 2015

		In Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014
LIABILITIES AND SHAREHOLDERS' EQUITY	Notes	(Unaudited)	(audited)	(Unaudited)	(audited)
CURRENT LIABILITIES					
Trade and other payables	13	88,466,666	74,187,092	88,441,665	72,768,713
Accrued income tax		16,854,790	1,664,468	16,854,790	957,239
Other current liabilities		3,912,189	3,377,117	3,912,196	3,346,266
TOTAL CURRENT LIABILITIES		109,233,645	79,228,677	109,208,651	77,072,218
NON - CURRENT LIABILITIES					
Employee benefit obligations	14	41,001,310	40,303,820	41,001,310	40,303,820
TOTAL LIABILITIES		150,234,955	119,532,497	150,209,961	117,376,038
SHAREHOLDERS' EQUITY					
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		793,823,197	780,236,984	786,157,506	755,673,072
TOTAL SHAREHOLDERS' EQUITY		1,281,083,922	1,267,497,709	1,273,418,231	1,242,933,797
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,431,318,877	1,387,030,206	1,423,628,192	1,360,309,835

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 JUNE 2015

		In Baht			
		Consolidated		Separate	
		financial statements		financial statements	
Note	2015	2014	2015	2014	
Revenues from sales	415,955,687	407,845,883	415,955,687	401,100,444	
Cost of sales	(304,051,153)	(310,478,349)	(304,051,153)	(311,496,717)	
Gross profit	111,904,534	97,367,534	111,904,534	89,603,727	
Loss on exchange rate	(2,249,814)	(9,136,475)	(2,249,814)	(5,743,520)	
Revenue Dividend from subsidiary	-	-	16,799,993	-	
Other income	4,344,280	5,811,442	4,244,454	5,834,617	
Profit before expenses	113,999,000	94,042,501	130,699,167	89,694,824	
Selling expenses	(26,675,379)	(27,537,413)	(26,675,379)	(23,901,054)	
Administrative expenses	(20,970,776)	(29,748,098)	(20,937,090)	(28,609,911)	
Total expenses	(47,646,155)	(57,285,511)	(47,612,469)	(52,510,965)	
Profit before Income tax expenses	66,352,845	36,756,990	83,086,698	37,183,859	
Income tax expenses	17 (16,740,749)	(6,019,026)	(16,740,749)	(6,030,069)	
Profit for the period	49,612,096	30,737,964	66,345,949	31,153,790	
Other comprehensive income for the period	-	-	-	-	
Total comprehensive income for the period	49,612,096	30,737,964	66,345,949	31,153,790	
Profit attributable to:					
Equity holders of the parent	49,612,096	30,737,964	66,345,949	31,153,790	
Non - controlling interests	-	-	-	-	
	49,612,096	30,737,964	66,345,949	31,153,790	
Total comprehensive income attributable to:					
Equity holders of the parent	49,612,096	30,737,964	66,345,949	31,153,790	
Non - controlling interests	-	-	-	-	
	49,612,096	30,737,964	66,345,949	31,153,790	
BASIC EARNINGS PER SHARE					
Net profit attributable to equity holders of the parent	0.13	0.08	0.17	0.08	

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 SIX-MONTH PERIOD ENDED 30 JUNE 2015

		In Baht			
		Consolidated		Separate	
		financial statements		financial statements	
Note	2015	2014	2015	2014	
Revenues from sales	714,082,061	734,052,286	714,082,061	721,181,991	
Cost of sales	(564,526,859)	(557,935,373)	(564,526,859)	(558,953,741)	
Gross profit	149,555,202	176,116,913	149,555,202	162,228,250	
Gain (loss) on exchange rate	292,784	(32,498,135)	292,784	(24,164,250)	
Revenue Dividend from subsidiary	-	-	16,799,993	-	
Other income	7,127,651	11,359,798	6,944,061	11,437,133	
Profit before expenses	156,975,637	154,978,576	173,592,040	149,501,133	
Selling expenses	(47,741,876)	(51,735,672)	(47,741,876)	(45,156,984)	
Administrative expenses	(39,815,181)	(50,566,755)	(39,762,363)	(47,956,494)	
Total expenses	(87,557,057)	(102,302,427)	(87,504,239)	(93,113,478)	
Profit before Income tax expenses	69,418,580	52,676,149	86,087,801	56,387,655	
Income tax expenses	17 (17,718,325)	(8,592,852)	(17,489,325)	(8,614,937)	
Profit for the period	51,700,255	44,083,297	68,598,476	47,772,718	
Other comprehensive income for the period	-	-	-	-	
Total comprehensive income for the period	51,700,255	44,083,297	68,598,476	47,772,718	
Profit attributable to:					
Equity holders of the parent	51,700,255	44,083,297	68,598,476	47,772,718	
Non - controlling interests	-	-	-	-	
	51,700,255	44,083,297	68,598,476	47,772,718	
Total comprehensive income attributable to:					
Equity holders of the parent	51,700,255	44,083,297	68,598,476	47,772,718	
Non - controlling interests	-	-	-	-	
	51,700,255	44,083,297	68,598,476	47,772,718	
BASIC EARNINGS PER SHARE					
Net profit attributable to equity holders of the parent	0.14	0.12	0.18	0.13	

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
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2015

	Note	In Baht					Total
		Issued and paid-up share capital	Premium on share capital	Retained earnings		Other components of equity	
				Appropriated for legal reserve	Unappropriated		
Balance as at 1 January 2014		381,145,725	68,000,000	38,115,000	839,568,686	-	1,326,829,411
Dividends paid	15	-	-	-	(118,153,532)	-	(118,153,532)
Total comprehensive income for the period		-	-	-	44,083,297	-	44,083,297
Balance as at 30 June 2014		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>765,498,451</u>	-	<u>1,252,759,176</u>
Balance as at 1 January 2015		381,145,725	68,000,000	38,115,000	780,236,984	-	1,267,497,709
Dividends paid	15	-	-	-	(38,114,042)	-	(38,114,042)
Total comprehensive income for the period		-	-	-	51,700,255	-	51,700,255
Balance as at 30 June 2015		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>793,823,197</u>	-	<u>1,281,083,922</u>

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

(Unaudited)

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED
SEPARATE STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2015

		In Baht					
		Issued and paid - up share capital	Premium on share capital	Retained earnings		Other components of equity	Total
	Note			Appropriated for legal reserve	Unappropriated		
Balance as at 1 January 2014		381,145,725	68,000,000	38,115,000	817,658,632	-	1,304,919,357
Dividends paid	15	-	-	-	(118,153,532)	-	(118,153,532)
Total comprehensive income for the period		-	-	-	47,772,718	-	47,772,718
Balance as at 30 June 2014		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>747,277,818</u>	<u>-</u>	<u>1,234,538,543</u>
Balance as at 1 January 2015		381,145,725	68,000,000	38,115,000	755,673,072	-	1,242,933,797
Dividends paid	15	-	-	-	(38,114,042)	-	(38,114,042)
Total comprehensive income for the period		-	-	-	68,598,476	-	68,598,476
Balance as at 30 June 2015		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>786,157,506</u>	<u>-</u>	<u>1,273,418,231</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 SIX-MONTH PERIOD ENDED 30 JUNE 2015

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before income tax expenses	69,418,580	52,676,149	86,087,801	56,387,655
Adjustments to reconcile net profit to net cash provided by operating activities				
Unrealized loss on exchange rate	367,228	138,412	367,228	117,576
Doubtful accounts	253,552	178,071	253,552	178,071
Loss on diminution in value of inventories	54,972	255,280	54,972	255,280
Gain on disposal and amortization	(38,214)	(1,620,279)	(38,214)	(1,620,279)
Depreciation and amortization	30,320,633	30,307,519	30,305,079	30,111,924
Retirement employee benefit	2,307,090	2,998,536	2,307,090	2,888,112
Profit from operating activities before change in operational assets and liabilities	102,683,841	84,933,688	119,337,508	88,318,339
Decrease (Increase) in operational assets				
Trade and other receivables	(40,570,187)	(56,362,396)	(40,569,386)	(54,701,285)
Accounts receivable - planters	(2,572,584)	8,355,489	(2,572,584)	8,355,489
Inventories	(5,941,617)	(19,814,375)	(5,941,617)	(18,796,007)
Other non - current assets	660,753	-	659,853	-
Increase (Decrease) in operational liabilities				
Trade and other payables	13,939,509	26,756,405	15,332,886	27,646,789
Other current liabilities	299,759	4,614	330,617	115,666
Benefits paid by the plan	(1,609,600)	(548,700)	(1,609,600)	(548,700)
Cash received from operation	66,889,874	43,324,725	84,967,677	50,390,291
Income tax refund	542,422	-	542,422	-
Income tax paid	(1,606,548)	(7,252,409)	(897,471)	(6,966,777)
Net cash provided by operating activities	65,825,748	36,072,316	84,612,628	43,423,514

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 SIX-MONTH PERIOD ENDED 30 JUNE 2015

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
CASH FLOWS FROM INVESTING ACTIVITIES				
Decrease in short - term investments	246,000,000	60,000,000	240,000,000	60,000,000
Increase in fixed deposits pledged as collateral	-	(134,834)	-	-
Proceeds from disposal of equipment	40,551	1,749,981	40,551	1,749,981
Cash paid for acquisition of plant and equipment <i>(Supplement of cash flows information 1)</i>	(8,618,296)	(30,243,471)	(8,618,296)	(30,230,481)
Cash paid for acquisition of computer software	(552,559)	(1,254,279)	(552,559)	(1,254,279)
Net cash provided by investing activities	<u>236,869,696</u>	<u>30,117,397</u>	<u>230,869,696</u>	<u>30,265,221</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Cash paid for dividends <i>(Supplement of cash flows information 2)</i>	(37,878,729)	(118,019,795)	(37,878,729)	(118,019,795)
Net cash used in financing activities	<u>(37,878,729)</u>	<u>(118,019,795)</u>	<u>(37,878,729)</u>	<u>(118,019,795)</u>
Net increase (decrease) in cash and cash equivalents	264,816,715	(51,830,082)	277,603,595	(44,331,060)
Cash and Cash Equivalents, Beginning of period	172,884,587	175,934,456	129,142,093	150,493,438
Cash and Cash Equivalents, End of period	<u>437,701,302</u>	<u>124,104,374</u>	<u>406,745,688</u>	<u>106,162,378</u>
<u>Supplement disclosures of cash flows information</u>				
<u>1. Cash paid for acquisition of plant and equipment</u>				
Details of acquisition of plant and equipment during the period are as follows :				
Acquisition of plant and equipment during the period	(8,956,282)	(29,854,586)	(8,956,282)	(29,841,596)
Increase (decrease) in payable from acquisition of assets	337,986	(388,885)	337,986	(388,885)
Cash paid for acquisition of plant and equipment	<u>(8,618,296)</u>	<u>(30,243,471)</u>	<u>(8,618,296)</u>	<u>(30,230,481)</u>
<u>2. Cash paid for dividends</u>				
Dividends paid	(38,114,042)	(118,153,532)	(38,114,042)	(118,153,532)
Increase in accrued dividends	235,313	133,737	235,313	133,737
Cash paid for dividends	<u>(37,878,729)</u>	<u>(118,019,795)</u>	<u>(37,878,729)</u>	<u>(118,019,795)</u>

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