

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIM**

INTERIM FINANCIAL STATEMENTS

AND INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERI  
FOR THE THREE - MONTH PERIOD ENDED 31 MARCH 2018

EXPRESSED IN THAI BAHT

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2018**

		In Baht	
		31 March 2018 (Unaudited)	31 December 2017 (Audited)
<b><u>ASSETS</u></b>	<b>Notes</b>		
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		78,174,179	126,743,676
Short - term investments	6	370,359,655	430,199,999
Trade and other receivables	7	100,922,507	80,572,164
Accounts receivable - planters	8	21,369,435	43,684,135
Inventories	9	<u>560,828,508</u>	<u>433,554,579</u>
<b>TOTAL CURRENT ASSETS</b>		<u>1,131,654,284</u>	<u>1,114,754,553</u>
<b>NON - CURRENT ASSETS</b>			
Investment in related company	10	37,500,000	37,500,000
Investment property	11	22,128,578	22,128,578
Property, plant and equipment	12	357,058,950	352,721,715
Lease deposit	13	25,358,949	25,358,949
Intangible assets - software	14	9,312,757	9,525,604
Deferred tax assets	20	11,014,605	10,771,154
Other non - current assets		<u>2,643,893</u>	<u>2,932,290</u>
<b>TOTAL NON - CURRENT ASSETS</b>		<u>465,017,732</u>	<u>460,938,290</u>
<b>TOTAL ASSETS</b>		<u><u>1,596,672,016</u></u>	<u><u>1,575,692,843</u></u>

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

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 MARCH 2018**

		In Baht	
		31 March 2018	31 December 2017
<b><u>LIABILITIES AND SHAREHOLDERS' EQUITY</u></b>	<b>Notes</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	16	60,389,446	66,655,760
Current portion of liabilities under finance lease agreements	17	911,504	835,723
Accrued income tax		16,839,013	11,846,913
Other current liabilities		3,910,956	3,629,489
<b>TOTAL CURRENT LIABILITIES</b>		<b>82,050,919</b>	<b>82,967,885</b>
<b>NON - CURRENT LIABILITIES</b>			
Liabilities under finance lease agreements	17	2,414,046	2,709,125
Employee benefit obligations	18	46,835,851	46,228,984
<b>TOTAL NON - CURRENT LIABILITIES</b>		<b>49,249,897</b>	<b>48,938,109</b>
<b>TOTAL LIABILITIES</b>		<b>131,300,816</b>	<b>131,905,994</b>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital - Baht 1 par value			
Authorized shares			
381,145,725 common shares		381,145,725	381,145,725
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		38,115,000	38,115,000
Unappropriated		978,110,475	956,526,124
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>1,465,371,200</b>	<b>1,443,786,849</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>1,596,672,016</b>	<b>1,575,692,843</b>

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(Unaudited)

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE - MONTH PERIOD ENDED 31 MARCH 2018**

	<u>Note</u>	In Baht	
		2018	2017
Revenues from sales		271,068,394	333,075,888
Cost of sales		<u>(228,653,325)</u>	<u>(235,089,225)</u>
<b>Gross profit</b>		42,415,069	97,986,663
Gain(loss) on exchange rate		14,113,268	(1,248,123)
Investment income		1,289,154	1,564,158
Other income		<u>6,557,717</u>	<u>2,544,933</u>
<b>Profit before expenses</b>		<u>64,375,208</u>	<u>100,847,631</u>
Selling expenses		(17,725,110)	(21,297,856)
Administrative expenses		(20,249,044)	(20,774,259)
Finance costs		<u>(56,694)</u>	<u>(32,225)</u>
Total expenses		<u>(38,030,848)</u>	<u>(42,104,340)</u>
<b>Profit before income tax expenses</b>		26,344,360	58,743,291
Income tax expenses	20	<u>(4,760,009)</u>	<u>(11,749,585)</u>
<b>Net Profit for the period</b>		21,584,351	46,993,706
<b>Other comprehensive income for the period</b>		-	-
<b>Total comprehensive income for the period</b>		<u><u>21,584,351</u></u>	<u><u>46,993,706</u></u>
<b>Basic earnings per share</b>			
Profit for the period		<u>0.06</u>	<u>0.12</u>
<b>Weighted average number of common shares (shares)</b>		<u><u>381,145,725</u></u>	<u><u>381,145,725</u></u>

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(Unaudited)

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE THREE - MONTH PERIOD ENDED 31 MARCH 2018**

	In Baht				Total
	Issued and paid - up share capital	Premium on share capital	Retained earnings		
			Appropriated for legal reserve	Unappropriated	
Balance as at 1 January 2017	381,145,725	68,000,000	38,115,000	981,829,460	1,469,090,185
Profit for the period	-	-	-	46,993,706	46,993,706
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	46,993,706	46,993,706
Balance as at 31 March 2017	<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>1,028,823,166</u>	<u>1,516,083,891</u>
Balance as at 1 January 2018	381,145,725	68,000,000	38,115,000	956,526,124	1,443,786,849
Profit for the period	-	-	-	21,584,351	21,584,351
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	21,584,351	21,584,351
Balance as at 31 March 2018	<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>978,110,475</u>	<u>1,465,371,200</u>

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

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE THREE - MONTH PERIOD ENDED 31 MARCH 2018**

	In Baht	
	2018	2017
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before income tax expenses	26,344,360	58,743,291
Adjustments to reconcile net profit to net cash used in operating activities		
Unrealized loss on exchange rate	121,429	1,102,464
Loss on diminution in value of inventories (reversal)	770,046	(128,542)
Unrealized gain from changes in value of investments	(69,043)	(542,906)
Gain on disposal of investments	(90,613)	(85,774)
Gain on disposal of assets	(10,683)	(358,812)
Depreciation and amortization	10,752,699	10,179,267
Retirement employee benefit	1,079,967	1,237,725
Interest received	(1,129,497)	(935,479)
Interest expenses	56,694	32,225
Profit from operating activities before change in operational assets and liabilities	37,825,359	69,243,459
Decrease (increase) in operational assets		
Trade and other receivables	(20,755,333)	(45,853,639)
Accounts receivable - planters	22,314,700	34,072,456
Inventories	(128,043,975)	(131,942,883)
Other non - current assets	288,397	(376,974)
Increase (decrease) in operational liabilities		
Trade and other payables	(5,335,741)	(5,232,309)
Other current liabilities	281,467	578,895
Employee benefit obligations	(473,100)	(1,065,202)
<b>Cash paid from operation</b>	(93,898,226)	(80,576,197)
Income tax paid	(11,361)	(8,276)
Net cash used in operating activities	(93,909,587)	(80,584,473)

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**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**FOR THE THREE - MONTH PERIOD ENDED 31 MARCH 2018**

	In Baht	
	2018	2017
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Decrease (increase) in short - term investments	60,000,000	(199,295,369)
Interest received	1,413,059	704,726
Proceeds from disposal of equipment	10,692	372,902
Cash paid for acquisition of plant and equipment	(15,803,969)	(28,133,662)
Cash paid for acquisition of computer software	(3,700)	-
Net cash provided by (used in) investing activities	45,616,082	(226,351,403)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment for liabilities under finance lease agreements	(219,298)	-
Interest paid	(56,694)	(32,225)
Net cash used in financing activities	(275,992)	(32,225)
Net Increase (decrease) in cash and cash equivalents	(48,569,497)	(306,968,101)
Cash and Cash Equivalents, beginning of period	126,743,676	405,131,595
Cash and Cash Equivalents, end of period	78,174,179	98,163,494

Supplement disclosures of cash flows information

Non cash items

Purchases of equipment under finance lease	-	4,052,013
Purchases of equipment by recording other payables	(930,573)	433,314

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