

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**

INTERIM FINANCIAL STATEMENTS

AND INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

FOR THE THREE - MONTH PERIOD ENDED 31 MARCH 2019

EXPRESSED IN THAI BAHT

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**

**STATEMENT OF FINANCIAL POSITION**

**AS AT 31 MARCH 2019**

<b><u>ASSETS</u></b>	<b><u>Notes</u></b>	<b>In Baht</b>	
		<b>31 March 2019</b>	<b>31 December 2018</b>
		<b>(Unaudited)</b>	<b>(Audited)</b>
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		95,135,655	122,346,682
Short - term investments	6	190,241,908	190,107,389
Trade and other receivables	7	118,167,430	139,480,924
Accounts receivable - planters	8	7,827,618	8,059,329
Short - term loans to other company	9	13,600,000	-
Inventories	10	611,534,072	613,174,703
<b>TOTAL CURRENT ASSETS</b>		<b>1,036,506,683</b>	<b>1,073,169,027</b>
<b>NON - CURRENT ASSETS</b>			
Other long - term investment	11	37,500,000	37,500,000
Investment property	12	22,128,578	22,128,578
Property, plant and equipment	13	391,795,612	379,018,851
Lease deposit on land	14	25,358,949	25,358,949
Intangible assets - software	15	8,803,250	8,843,088
Deferred tax assets	21	10,824,145	10,928,451
Other non - current assets		2,200,065	2,051,530
<b>TOTAL NON - CURRENT ASSETS</b>		<b>498,610,599</b>	<b>485,829,447</b>
<b>TOTAL ASSETS</b>		<b>1,535,117,282</b>	<b>1,558,998,474</b>

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 2019**

		In Baht	
		31 March 2019	31 December 2018
<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	17	53,617,558	70,574,562
Current portion of liabilities under finance lease agreem	18	1,511,110	960,462
Accrued income tax		7,758,802	7,758,802
Other current liabilities		3,608,602	3,662,664
<b>TOTAL CURRENT LIABILITIES</b>		<b>66,496,072</b>	<b>82,956,490</b>
<b>NON - CURRENT LIABILITIES</b>			
Liabilities under finance lease agreements	18	3,042,349	1,687,058
Employee benefit obligations	19	50,211,138	49,643,277
<b>TOTAL NON - CURRENT LIABILITIES</b>		<b>53,253,487</b>	<b>51,330,335</b>
<b>TOTAL LIABILITIES</b>		<b>119,749,559</b>	<b>134,286,825</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		928,106,998	937,450,924
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>1,415,367,723</b>	<b>1,424,711,649</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>1,535,117,282</b>	<b>1,558,998,474</b>

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**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THREE - MONTH PERIOD ENDED 31 MARCH 2019**

		In Baht	
	Notes	2019	2018
Revenues from sales	20	273,067,185	271,068,394
Cost of sales		(250,546,652)	(228,653,325)
<b>Gross profit</b>		22,520,533	42,415,069
Gain on exchange rate		2,496,102	14,113,268
Investment income		763,631	1,289,154
Other income		2,306,474	6,557,717
<b>Profit before expenses</b>		28,086,740	64,375,208
Selling expenses		(16,567,934)	(17,725,110)
Administrative expenses		(20,708,183)	(20,249,044)
Finance costs		(50,243)	(56,694)
Total expenses		(37,326,360)	(38,030,848)
<b>Profit (loss) before income tax expenses</b>		(9,239,620)	26,344,360
Income tax expenses	21	(104,306)	(4,760,009)
<b>Net Profit (loss) for the period</b>		(9,343,926)	21,584,351
<b>Other comprehensive income for the period</b>		-	-
<b>Total comprehensive income for the period</b>		(9,343,926)	21,584,351
<b>Basic earnings per share</b>			
Profit (loss) for the period		(0.02)	0.06
<b>Weighted average number of common shares (shares)</b>		381,145,725	381,145,725

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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 2019**

	In Baht				
	Issued and paid - up share capital	Premium on share capital	Retained earnings		Total
			Appropriated for legal reserve	Unappropriated	
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>
Balance as at 1 January 2019	381,145,725	68,000,000	38,115,000	937,450,924	1,424,711,649
Loss for the period	-	-	-	(9,343,926)	(9,343,926)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(9,343,926)	(9,343,926)
Balance as at 31 March 2019	<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>928,106,998</u>	<u>1,415,367,723</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 2019**

	In Baht	
	2019	2018
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit (loss) before income tax expenses	(9,239,620)	26,344,360
Adjustments to reconcile net profit to net cash provided by (used in) operating activities		
Unrealized loss (gain) on exchange rate	(244,896)	121,429
Loss on diminution in value of inventories (reversal)	(954,875)	770,046
Gain from changes in value of investments	(134,514)	(69,043)
Gain on disposal of investments	-	(90,613)
Gain on disposal of assets	(58,291)	(10,683)
Depreciation and amortization	13,781,165	10,752,699
Retirement employee benefit	1,154,961	1,079,967
Interest received	(629,117)	(1,129,497)
Interest expenses	50,243	56,694
Profit from operating activities before change in operational assets and liabilities	3,725,056	37,825,359
Decrease (increase) in operational assets		
Trade and other receivables	20,897,846	(20,755,333)
Accounts receivable - planters	231,711	22,314,700
Inventories	2,595,506	(128,043,975)
Other non - current assets	(142,943)	288,397
Increase (decrease) in operational liabilities		
Trade and other payables	(17,204,503)	(5,335,741)
Other current liabilities	(54,062)	281,467
Employee benefit obligations	(587,100)	(473,100)
<b>Cash paid from operation</b>	9,461,511	(93,898,226)
Income tax paid	(5,592)	(11,361)
Net cash provided by (used in) operating activities	9,455,919	(93,909,587)

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**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**FOR THE THREE - MONTH PERIOD ENDED 31 MARCH 2019**

	In Baht	
	2019	2018
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Decrease (increase) in short - term investments	(5)	60,000,000
Interest received	1,289,661	1,413,059
Short - term loans to other company	(13,600,000)	-
Proceeds from disposal of equipment	80,421	10,692
Cash paid for acquisition of plant and equipment	(23,707,741)	(15,803,969)
Cash paid for acquisition of computer software	(207,600)	(3,700)
Net cash provided by (used in) investing activities	<u>(36,145,264)</u>	<u>45,616,082</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(50,243)	(56,694)
Payment for liabilities under finance lease agreements	(471,439)	(219,298)
Net cash used in financing activities	<u>(521,682)</u>	<u>(275,992)</u>
Net decrease in cash and cash equivalents	(27,211,027)	(48,569,497)
Cash and cash equivalents, beginning of period	122,346,682	126,743,676
Cash and cash equivalents, end of period	<u>95,135,655</u>	<u>78,174,179</u>
<b>Supplement disclosures of cash flows information</b>		
Non cash items		
Purchases of equipment under finance lease agreements	2,377,378	-
Purchases of equipment by recording as other payables	247,499	(930,573)

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