

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED

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 2017

EXPRESSED IN THAI BAHT

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017

		In Baht	
		30 June 2017	31 December 2016
<u>ASSETS</u>	<u>Notes</u>	<u>(Unaudited)</u>	<u>(Audited)</u>
CURRENT ASSETS			
Cash and cash equivalents		156,939,069	405,131,595
Short - term investments	6	399,998,500	350,681,734
Trade and other receivables	7	120,319,957	69,962,214
Accounts receivable - planters	8	35,164,951	48,280,500
Inventories	9	427,608,026	345,065,455
TOTAL CURRENT ASSETS		<u>1,140,030,503</u>	<u>1,219,121,498</u>
NON - CURRENT ASSETS			
Investment in related company	10	37,500,000	-
Investment property	11	22,128,578	22,128,578
Property, plant and equipment	12	357,688,020	330,294,513
Lease deposit	13	25,358,949	25,358,949
Computer software - installation	14	8,605,001	8,556,610
Deferred tax assets	21	10,784,532	10,408,712
Other non - current assets		2,264,013	1,646,944
TOTAL NON - CURRENT ASSETS		<u>464,329,093</u>	<u>398,394,306</u>
TOTAL ASSETS		<u><u>1,604,359,596</u></u>	<u><u>1,617,515,804</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 30 JUNE 2017

	Notes	In Baht	
		30 June 2017 (Unaudited)	31 December 2016 (Audited)
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>			
CURRENT LIABILITIES			
Trade and other payables	16	85,151,916	74,885,608
Current portion of liabilities under finance lease agreements	17	801,414	-
Accrued income tax		26,175,181	25,451,961
Other current liabilities		3,618,780	3,180,112
TOTAL CURRENT LIABILITIES		115,747,291	103,517,681
NON - CURRENT LIABILITIES			
Liabilities under finance lease agreements	17	3,173,395	-
Employee benefit obligations	18	45,977,566	44,907,938
TOTAL NON - CURRENT LIABILITIES		49,150,961	44,907,938
TOTAL LIABILITIES		164,898,252	148,425,619
SHAREHOLDERS' EQUITY			
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		952,200,619	981,829,460
TOTAL SHAREHOLDERS' EQUITY		1,439,461,344	1,469,090,185
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,604,359,596	1,617,515,804

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

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE - MONTH PERIOD ENDED 30 JUNE 2017

	Note	In Baht	
		2017	2016
Revenues from sales		372,235,992	443,553,539
Cost of sales		<u>(271,486,453)</u>	<u>(313,714,649)</u>
Gross profit		100,749,539	129,838,890
Gain on exchange rate		8,732,156	1,027,274
Other income		<u>4,605,254</u>	<u>4,235,585</u>
Profit before expenses		<u>114,086,949</u>	<u>135,101,749</u>
Selling expenses		(21,658,992)	(27,902,773)
Administrative expenses		<u>(21,505,868)</u>	<u>(20,506,340)</u>
Total expenses		<u>(43,164,860)</u>	<u>(48,409,113)</u>
Profit before finance costs and income tax expenses		70,922,089	86,692,636
Finance costs		<u>(73,157)</u>	<u>-</u>
Profit before income tax expenses		70,848,932	86,692,636
Income tax expenses	21	<u>(14,072,435)</u>	<u>(16,977,453)</u>
Profit for the period		56,776,497	69,715,183
Other comprehensive income for the period		<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u><u>56,776,497</u></u>	<u><u>69,715,183</u></u>
BASIC EARNINGS PER SHARE			
Profit for the period		<u>0.15</u>	<u>0.18</u>
Weighted average number of common shares (shares)		<u><u>381,145,725</u></u>	<u><u>381,145,725</u></u>

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CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2017

	Note	In Baht	
		2017	2016
Revenues from sales		705,311,880	751,687,338
Cost of sales		<u>(506,575,678)</u>	<u>(542,225,087)</u>
Gross profit		198,736,202	209,462,251
Gain(Loss) on exchange rate		7,484,033	(3,752,298)
Other income		<u>8,714,345</u>	<u>7,282,902</u>
Profit before expenses		<u>214,934,580</u>	<u>212,992,855</u>
Selling expenses		(42,956,848)	(47,660,906)
Administrative expenses		<u>(42,280,127)</u>	<u>(39,590,943)</u>
Total expenses		<u>(85,236,975)</u>	<u>(87,251,849)</u>
Profit before finance costs and income tax expenses		129,697,605	125,741,006
Finance costs		<u>(105,382)</u>	<u>-</u>
Profit before income tax expenses		129,592,223	125,741,006
Income tax expenses	21	<u>(25,822,020)</u>	<u>(23,083,580)</u>
Profit for the period		103,770,203	102,657,426
Other comprehensive income for the period		<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u><u>103,770,203</u></u>	<u><u>102,657,426</u></u>
BASIC EARNINGS PER SHARE			
Profit for the period		<u>0.27</u>	<u>0.27</u>
Weighted average number of common shares (shares)		<u><u>381,145,725</u></u>	<u><u>381,145,725</u></u>

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CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2017

	Note	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 2016		381,145,725	68,000,000	38,115,000	861,681,414	1,348,942,139
Dividend paid	19	-	-	-	(76,228,026)	(76,228,026)
Profit for the period		-	-	-	102,657,426	102,657,426
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	102,657,426	102,657,426
Balance as at 30 June 2016		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>888,110,814</u>	<u>1,375,371,539</u>
Balance as at 1 January 2017		381,145,725	68,000,000	38,115,000	981,829,460	1,469,090,185
Dividend paid	19	-	-	-	(133,399,044)	(133,399,044)
Profit for the period		-	-	-	103,770,203	103,770,203
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	103,770,203	103,770,203
Balance as at 30 June 2017		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>952,200,619</u>	<u>1,439,461,344</u>

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CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**STATEMENT OF CASH FLOWS****FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2017**

	In Baht	
	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax expenses	129,592,223	125,741,006
Adjustments to reconcile net profit to net cash provided by operating activities		
Unrealized loss on exchange rate	5,788	155,804
Loss on diminution in value of inventories	126,238	309,581
Unrealized gain from changes in value of investments	-	(24,000)
Gain on disposal of investments	(979,090)	-
Gain on disposal of assets	(372,028)	(454,014)
Depreciation and amortization	21,721,881	22,075,221
Retirement employee benefit	2,538,028	2,137,893
Interest expenses	105,382	-
Profit from operating activities before change in operational assets and liabilities	152,738,422	149,941,491
Decrease (Increase) in operational assets		
Trade and other receivables	(50,363,531)	(61,544,431)
Accounts receivable - planters	13,115,549	(1,052,433)
Inventories	(82,668,809)	47,563,679
Other non - current assets	(617,069)	(903,830)
Increase (Decrease) in operational liabilities		
Trade and other payables	10,202,870	1,541,028
Other current liabilities	438,668	161,442
Benefits paid by the plan	(1,468,400)	(458,100)
Cash received from operation	41,377,700	135,248,846
Interest paid	(105,382)	-
Income tax paid	(25,474,620)	(13,033,992)
Net cash provided by operating activities	15,797,698	122,214,854

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CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE SIX - MONTH PERIOD ENDED 30 JUNE 2017

	In Baht	
	2017	2016
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in short - term investments	(48,337,676)	-
Cash paid for Investment in related company	(37,500,000)	-
Cash paid for lease deposit	-	(25,358,949)
Proceeds from disposal of equipment	433,282	1,076,477
Cash paid for acquisition of plant and equipment (Supplement of cash flows information 1)	(45,158,701)	(35,233,454)
Cash paid for acquisition of computer software	(290,400)	(492,600)
Net cash used in investing activities	<u>(130,853,495)</u>	<u>(60,008,526)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash paid for dividends (Supplement of cash flows information 2)	(133,136,729)	(76,133,998)
Net cash used in financing activities	<u>(133,136,729)</u>	<u>(76,133,998)</u>
Net decrease in cash and cash equivalents	(248,192,526)	(13,927,670)
Cash and Cash Equivalents, Beginning of period	405,131,595	259,786,030
Cash and Cash Equivalents, End of period	<u>156,939,069</u>	<u>245,858,360</u>
<u>Supplement disclosures of cash flows information</u>		
1.Cash paid for acquisition of plant and equipment		
Details of acquisition of plant and equipment		
during the period are as follows :		
Acquisition of plant and equipment during the period	(48,934,633)	(29,969,754)
Increase in liabilities under finance lease agreements	3,974,809	-
Decrease in payable from acquisition of assets	(198,877)	(5,263,700)
Cash paid for acquisition of plant and equipment	<u>(45,158,701)</u>	<u>(35,233,454)</u>
2.Cash paid for dividends		
Dividends paid	(133,399,044)	(76,228,026)
Increase in accrued dividends	262,315	94,028
Cash paid for dividends	<u>(133,136,729)</u>	<u>(76,133,998)</u>

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