

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 2019

EXPRESSED IN THAI BAHT

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2019

<u>ASSETS</u>	<u>Notes</u>	In Baht	
		30 June 2019	31 December 2018
		(Unaudited)	(Audited)
CURRENT ASSETS			
Cash and cash equivalents		96,435,155	122,346,682
Short-term investments	6	190,390,684	190,107,389
Trade and other receivables	7	135,167,752	139,480,924
Accounts receivable-planters	8	21,607,103	8,059,329
Short-term loans to other company	9	13,600,000	-
Inventories	10	547,546,471	613,174,703
TOTAL CURRENT ASSETS		1,004,747,165	1,073,169,027
NON-CURRENT ASSETS			
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	407,051,619	379,018,851
Lease deposit on land	14	25,358,949	25,358,949
Intangible assets-software computer	15	9,116,384	8,843,088
Deferred tax assets	22	13,862,476	10,928,451
Other non-current assets		2,432,853	2,051,530
TOTAL NON-CURRENT ASSETS		517,450,859	485,829,447
TOTAL ASSETS		1,522,198,024	1,558,998,474

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 2019

		In Baht	
		30 June 2019	31 December 2018
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>	Notes	(Unaudited)	(Audited)
CURRENT LIABILITIES			
Trade and other payables	17	69,180,590	70,574,562
Current portion of liabilities under finance lease agreem	18	1,532,119	960,462
Accrued income tax		881,805	7,758,802
Other current liabilities		3,854,252	3,662,664
TOTAL CURRENT LIABILITIES		75,448,766	82,956,490
NON-CURRENT LIABILITIES			
Liabilities under finance lease agreements	18	2,729,340	1,687,058
Employee benefit obligations	19	64,139,753	49,643,277
TOTAL NON-CURRENT LIABILITIES		66,869,093	51,330,335
TOTAL LIABILITIES		142,317,859	134,286,825
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		892,619,440	937,450,924
TOTAL SHAREHOLDERS' EQUITY		1,379,880,165	1,424,711,649
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,522,198,024	1,558,998,474

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 AND SIX-MONTH PERIODS ENDED 30 JUNE 2019

	Notes	In Baht			
		For the three-month period ended		For the six-month period ended	
		2019	2018	2019	2018
Revenues from sales	21	312,611,419	333,480,244	585,678,604	604,548,638
Cost of sales		(276,717,484)	(268,655,719)	(527,264,136)	(497,309,044)
Gross profit		35,893,935	64,824,525	58,414,468	107,239,594
Gain on exchange rate		8,673,531	18,557,105	11,169,633	32,670,372
Investment income		1,164,371	1,210,175	1,928,002	2,499,329
Other income		2,236,551	2,780,847	4,543,025	9,338,564
Profit before expenses		47,968,388	87,372,652	76,055,128	151,747,859
Selling expenses		(18,517,370)	(19,872,647)	(35,085,304)	(37,597,757)
Administrative expenses		(22,023,572)	(20,738,005)	(42,731,755)	(40,987,049)
Finance costs		(61,812)	(53,600)	(112,055)	(110,293)
Total expenses		(40,602,754)	(40,664,252)	(77,929,114)	(78,695,099)
Profit (loss) before tax income (expenses)		7,365,634	46,708,400	(1,873,986)	73,052,760
Tax income (expenses)	22	1,526,182	(8,824,314)	1,421,876	(13,584,324)
Net Profit (loss) for the period		8,891,816	37,884,086	(452,110)	59,468,436
Other comprehensive income for the period					
Other comprehensive income not to be reclassified to profit or loss in subsequent year					
Remeasurements of post-employment benefit obligations					
Actuarial losses		(3,067,620)	-	(3,067,620)	-
Less : Tax effect	22	613,524	-	613,524	-
Total comprehensive income for the period		6,437,720	37,884,086	(2,906,206)	59,468,436
Basic earnings (loss) per share					
Profit (loss) for the period		0.02	0.10	(0.00)	0.16
Weighted average number of common shares (shares)		381,145,725	381,145,725	381,145,725	381,145,725

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

(Unaudited)

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2019

	Notes	In Baht				Total
		Issued and paid-up share capital	Premium on share capital	Retained earnings		
				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
Dividend paid	20	-	-	-	(76,228,026)	(76,228,026)
Profit for the period		-	-	-	59,468,436	59,468,436
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	59,468,436	59,468,436
Balance as at 30 June 2018		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>939,766,534</u>	<u>1,427,027,259</u>
Balance as at 1 January 2019		381,145,725	68,000,000	38,115,000	937,450,924	1,424,711,649
Dividend paid	20	-	-	-	(41,925,278)	(41,925,278)
Loss for the period		-	-	-	(452,110)	(452,110)
Other comprehensive income for the period		-	-	-	(2,454,096)	(2,454,096)
Total comprehensive income for the period		-	-	-	(2,906,206)	(2,906,206)
Balance as at 30 June 2019		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>892,619,440</u>	<u>1,379,880,165</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 SIX-MONTH PERIOD ENDED 30 JUNE 2019

	In Baht	
	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit (loss) before income tax expenses	(1,873,986)	73,052,760
Adjustments to reconcile net profit (loss) to net cash provided by (used in) operating activities		
Unrealized loss (gain) on exchange rate	1,304,049	(2,536,392)
Loss on diminution in value of inventories (reversal)	384,557	364,644
Doubtful accounts	72,382	136,225
Gain from changes in value of investments	(126,999)	(110,632)
Gain on disposal of investments	(160,286)	(193,278)
Gain on disposal of assets	(59,161)	(159,158)
Depreciation and amortization	26,127,835	24,235,663
Retirement employee benefit	12,939,956	2,159,934
Interest received	(1,429,466)	(1,987,187)
Interest expenses	112,055	110,293
Profit from operating activities before change in operational assets and liabilities	37,290,936	95,072,872
Decrease (increase) in operational assets		
Trade and other receivables	3,202,541	(55,861,621)
Accounts receivable-planters	(13,620,156)	(4,194,509)
Inventories	65,243,675	(113,904,542)
Other non-current assets	(381,323)	762,132
Increase (decrease) in operational liabilities		
Trade and other payables	(3,449,264)	29,489,023
Other current liabilities	226,036	893,590
Employee benefit obligations	(1,511,100)	(1,918,100)
Cash received (paid) from operation	87,001,345	(49,661,155)
Income tax paid	(7,775,622)	(11,876,483)
Net cash provided by (used in) operating activities	79,225,723	(61,537,638)

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CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**STATEMENT OF CASH FLOWS (CONTINUED)****FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2019**

	In Baht	
	2019	2018
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease in short-term investments	3,990	129,646,077
Interest received	1,236,048	2,207,872
Short-term loans to other company	(13,600,000)	-
Proceeds from disposal of equipment	93,037	246,907
Cash paid for acquisition of plant and equipment	(49,412,860)	(27,231,141)
Cash paid for acquisition of computer software	(681,800)	(141,500)
Net cash provided by (used in) investing activities	<u>(62,361,585)</u>	<u>104,728,215</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash paid for dividends	(41,959,726)	(76,574,975)
Interest paid	(112,055)	(110,293)
Payment for liabilities under finance lease agreements	(703,884)	(441,690)
Net cash used in financing activities	<u>(42,775,665)</u>	<u>(77,126,958)</u>
Net decrease in cash and cash equivalents	(25,911,527)	(33,936,381)
Cash and cash equivalents, beginning of period	<u>122,346,682</u>	<u>126,743,676</u>
Cash and cash equivalents, end of period	<u><u>96,435,155</u></u>	<u><u>92,807,295</u></u>
Supplement disclosures of cash flows information		
Non cash items		
Purchases of equipment under finance lease agreements	2,317,823	-
Purchases of equipment by recording as other payables	2,055,292	1,416,711

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