

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 NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2019

EXPRESSED IN THAI BAHT

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2019

<u>ASSETS</u>	Notes	In Baht	
		30 September 2019	31 December 2018
		(Unaudited)	(Audited)
CURRENT ASSETS			
Cash and cash equivalents		119,620,070	122,346,682
Short-term investments	6	210,545,423	190,107,389
Trade and other receivables	7	129,894,960	139,480,924
Accounts receivable-planters	8	12,343,596	8,059,329
Short-term loans to other company	9	13,600,000	-
Inventories	10	532,854,326	613,174,703
TOTAL CURRENT ASSETS		1,018,858,375	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	410,282,055	379,018,851
Lease deposit on land	14	25,358,949	25,358,949
Intangible assets-software computer	15	9,005,542	8,843,088
Deferred tax assets	22	13,951,485	10,928,451
Other non-current assets		1,950,237	2,051,530
TOTAL NON-CURRENT ASSETS		520,176,846	485,829,447
TOTAL ASSETS		1,539,035,221	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 SEPTEMBER 2019

<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>	Notes	In Baht	
		30 September 2019	31 December 2018
		(Unaudited)	(Audited)
CURRENT LIABILITIES			
Trade and other payables	17	53,137,739	70,574,562
Current portion of liabilities under finance lease agreements	18	1,553,473	960,462
Accrued income tax		6,266,241	7,758,802
Other current liabilities		3,670,168	3,662,664
TOTAL CURRENT LIABILITIES		64,627,621	82,956,490
NON-CURRENT LIABILITIES			
Liabilities under finance lease agreements	18	2,333,008	1,687,058
Employee benefit obligations	19	64,735,414	49,643,277
TOTAL NON-CURRENT LIABILITIES		67,068,422	51,330,335
TOTAL LIABILITIES		131,696,043	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		920,078,453	937,450,924
TOTAL SHAREHOLDERS' EQUITY		1,407,339,178	1,424,711,649
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,539,035,221	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 NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2019

	Notes	In Baht			
		For the three-month period ended		For the nine-month period ended	
		2019	2018	2019	2018
Revenues from sales	21	314,858,369	338,499,503	900,536,973	943,048,141
Cost of sales		(260,859,470)	(259,807,418)	(788,123,606)	(757,116,462)
Gross profit		53,998,899	78,692,085	112,413,367	185,931,679
Gain(loss) on exchange rate		15,911,034	(6,454,023)	27,080,667	26,216,350
Investment income		1,055,424	777,374	2,983,426	3,276,703
Other income		1,937,091	1,582,714	6,480,116	10,921,278
Profit before expenses		72,902,448	74,598,150	148,957,576	226,346,010
Selling expenses		(19,267,266)	(21,441,459)	(54,352,570)	(59,039,216)
Administrative expenses		(19,936,556)	(19,274,968)	(62,668,311)	(60,262,017)
Finance costs		(55,677)	(50,050)	(167,732)	(160,344)
Total expenses		(39,259,499)	(40,766,477)	(117,188,613)	(119,461,577)
Profit before tax expenses		33,642,949	33,831,673	31,768,963	106,884,433
Tax expenses	22	(6,189,164)	(6,137,265)	(4,767,288)	(19,721,588)
Net Profit for the period		27,453,785	27,694,408	27,001,675	87,162,845
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)	-
Less : Tax effect	22	-	-	613,524	-
Total comprehensive income for the period		27,453,785	27,694,408	24,547,579	87,162,845
Basic earnings per share					
Profit for the period		0.07	0.07	0.07	0.23
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 NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2019

	Notes	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 2018		381,145,725	68,000,000	38,115,000	956,526,124	1,443,786,849
Dividend paid	20	-	-	-	(76,228,025)	(76,228,025)
Profit for the period		-	-	-	87,162,845	87,162,845
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	87,162,845	87,162,845
Balance as at 30 September 2018		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>967,460,944</u>	<u>1,454,721,669</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	-	-	-	(41,920,050)	(41,920,050)
Profit for the period		-	-	-	27,001,675	27,001,675
Other comprehensive income for the period		-	-	-	(2,454,096)	(2,454,096)
Total comprehensive income for the period		-	-	-	24,547,579	24,547,579
Balance as at 30 September 2019		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>920,078,453</u>	<u>1,407,339,178</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 NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2019

	In Baht	
	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax expenses	31,768,963	106,884,433
Adjustments to reconcile net profit to net cash provided by (used in) operating activities		
Unrealized loss on exchange rate	16,582	724,309
Loss on diminution in value of inventories (reversal)	388,681	(3,961,256)
Doubtful accounts	72,382	42,460
Gain from changes in value of investments	(92,126)	-
Gain on disposal of investments	(349,893)	(317,722)
Gain(loss) on disposal of assets and Write off	25,378	(286,077)
Depreciation and amortization	35,752,686	36,394,984
Retirement employee benefit	14,094,917	3,239,901
Interest received	(2,330,155)	(2,351,164)
Interest expenses	167,732	160,344
Profit from operating activities before change in operational assets and liabilities	79,515,147	140,530,212
Decrease (increase) in operational assets		
Trade and other receivables	10,507,549	(62,848,888)
Accounts receivable-planters	(4,356,649)	3,559,561
Inventories	79,931,696	(216,083,520)
Other non-current assets	101,293	396,296
Increase (decrease) in operational liabilities		
Trade and other payables	(17,877,816)	11,421,637
Other current liabilities	29,789	30,996
Employee benefit obligations	(2,070,400)	(2,695,100)
Cash received (paid) from operation	145,780,609	(125,688,806)
Income tax paid	(8,669,358)	(11,846,911)
Net cash provided by (used in) operating activities	137,111,251	(137,535,717)

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

	In Baht	
	2019	2018
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease in short-term investments	(19,996,015)	230,517,721
Interest received	1,391,988	2,321,438
Short-term loans to other company	(13,600,000)	-
Proceeds from disposal of equipment	116,645	417,561
Cash paid for acquisition of plant and equipment	(63,857,132)	(46,937,593)
Cash paid for acquisition of computer software	(864,280)	(88,700)
Net cash provided by (used in) investing activities	<u>(96,808,794)</u>	<u>186,230,427</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash paid for dividends	(41,942,336)	(76,192,113)
Interest paid	(167,732)	(160,344)
Payment for liabilities under finance lease agreements	(919,001)	(667,630)
Net cash used in financing activities	<u>(43,029,069)</u>	<u>(77,020,087)</u>
Net decrease in cash and cash equivalents	(2,726,612)	(28,325,377)
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>119,620,070</u></u>	<u><u>98,418,299</u></u>
Supplement disclosures of cash flows information		
Non cash items		
Purchases of equipment under finance lease agreements	2,157,962	-
Purchases of equipment by recording as other payables	440,993	1,190,976
Increase (Decrease) in accrued dividends	22,286	(35,912)

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