

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 2017
EXPRESSED IN THAI BAHT

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

ASSETS	<u>Notes</u>	In Baht	
		30 September 2017	31 December 2016
		(Unaudited)	(Audited)
CURRENT ASSETS			
Cash and cash equivalents		116,924,342	405,131,595
Short - term investments	6	350,007,604	350,681,734
Trade and other receivables	7	130,190,603	69,962,214
Accounts receivable - planters	8	24,885,663	48,280,500
Inventories	9	485,250,996	345,065,455
TOTAL CURRENT ASSETS		1,107,259,208	1,219,121,498
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	352,656,635	330,294,513
Lease deposit	13	25,358,949	25,358,949
Computer software - installation	14	8,697,744	8,556,610
Deferred tax assets	21	10,733,764	10,408,712
Other non - current assets		2,600,528	1,646,944
TOTAL NON - CURRENT ASSETS		459,676,198	398,394,306
TOTAL ASSETS		1,566,935,406	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 FINANCIAL POSITION (CONTINUED)
AS AT 30 SEPTEMBER 2017

	Notes	In Baht	
		30 September 2017 (Unaudited)	31 December 2016 (Audited)
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>			
CURRENT LIABILITIES			
Trade and other payables	16	62,833,966	74,885,608
Current portion of liabilities under finance lease agreements	17	817,435	-
Accrued income tax		12,071,390	25,451,961
Other current liabilities		6,516,516	3,180,112
TOTAL CURRENT LIABILITIES		82,239,307	103,517,681
NON - CURRENT LIABILITIES			
Liabilities under finance lease agreements	17	2,943,112	-
Employee benefit obligations	18	46,906,387	44,907,938
TOTAL NON - CURRENT LIABILITIES		49,849,499	44,907,938
TOTAL LIABILITIES		132,088,806	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		947,585,875	981,829,460
TOTAL SHAREHOLDERS' EQUITY		1,434,846,600	1,469,090,185
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,566,935,406	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 SEPTEMBER 2017

	Note	In Baht	
		2017	2016
Revenues from sales		361,347,143	395,842,766
Cost of sales		(276,291,585)	(282,416,731)
Gross profit		85,055,558	113,426,035
Gain on exchange rate		15,244,155	6,867,783
Other income		4,174,020	3,733,453
Profit before expenses		104,473,733	124,027,271
Selling expenses		(22,553,156)	(25,527,067)
Administrative expenses		(20,976,047)	(18,616,906)
Total expenses		(43,529,203)	(44,143,973)
Profit before finance costs and income tax expenses		60,944,530	79,883,298
Finance costs		(61,730)	-
Profit before income tax expenses		60,882,800	79,883,298
Income tax expenses	21	(12,137,927)	(15,863,300)
Profit for the period		48,744,873	64,019,998
Other comprehensive income for the period		-	-
Total comprehensive income for the period		48,744,873	64,019,998
BASIC EARNINGS PER SHARE			
Profit for the period		0.13	0.17
Weighted average number of common shares (shares)		381,145,725	381,145,725

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 NINE - MONTH PERIOD ENDED 30 SEPTEMBER 2017

	Note	In Baht	
		2017	2016
Revenues from sales		1,066,659,023	1,147,530,104
Cost of sales		(782,867,263)	(824,641,818)
Gross profit		283,791,760	322,888,286
Gain on exchange rate		22,728,188	3,115,485
Other income		12,888,365	11,016,355
Profit before expenses		319,408,313	337,020,126
Selling expenses		(65,510,004)	(73,187,973)
Administrative expenses		(63,256,174)	(58,207,849)
Total expenses		(128,766,178)	(131,395,822)
Profit before finance costs and income tax expenses		190,642,135	205,624,304
Finance costs		(167,112)	-
Profit before income tax expenses		190,475,023	205,624,304
Income tax expenses	21	(37,959,947)	(38,946,880)
Profit for the period		152,515,076	166,677,424
Other comprehensive income for the period		-	-
Total comprehensive income for the period		152,515,076	166,677,424
BASIC EARNINGS PER SHARE			
Profit for the period		0.40	0.44
Weighted average number of common shares (shares)		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 NINE - MONTH PERIOD ENDED 30 SEPTEMBER 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		-	-	-	166,677,424	166,677,424
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	166,677,424	166,677,424
Balance as at 30 September 2016		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>952,130,812</u>	<u>1,439,391,537</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	-	-	-	(186,758,661)	(186,758,661)
Profit for the period		-	-	-	152,515,076	152,515,076
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	152,515,076	152,515,076
Balance as at 30 September 2017		<u>381,145,725</u>	<u>68,000,000</u>	<u>38,115,000</u>	<u>947,585,875</u>	<u>1,434,846,600</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 2017

	In Baht	
	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before income tax expenses	190,475,023	205,624,304
Adjustments to reconcile net profit to net cash provided by (used in) operating activities		
Unrealized loss(gain) on exchange rate	(770,563)	120,670
Bad debts	1,540	105,066
Loss on diminution in value of inventories (reversal)	(1,048,860)	1,491,661
Unrealized gain from changes in value of investments	(7,604)	(248,500)
Gain on disposal of investments	(1,090,451)	-
Gain on disposal of assets	(384,431)	(469,225)
Depreciation and amortization	33,641,146	33,012,924
Retirement employee benefit	3,754,849	3,375,555
Interest expenses	167,112	-
Profit from operating activities before change in operational assets and liabilities	224,737,761	243,012,455
Decrease (Increase) in operational assets		
Trade and other receivables	(59,457,826)	(35,660,633)
Accounts receivable - planters	23,393,297	(6,972,471)
Inventories	(139,136,681)	38,129,636
Other non - current assets	(953,584)	(1,341,670)
Increase (Decrease) in operational liabilities		
Trade and other payables	(12,389,995)	(16,333,148)
Other current liabilities	3,336,404	13,679
Benefits paid by the plan	(1,756,400)	(548,100)
Cash received from operation	37,772,976	220,299,748
Interest paid	(167,112)	-
Income tax paid	(51,665,570)	(38,370,886)
Net cash provided by (used in) operating activities	(14,059,706)	181,928,862

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CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE NINE - MONTH PERIOD ENDED 30 SEPTEMBER 2017

	In Baht	
	2017	2016
CASH FLOWS FROM INVESTING ACTIVITIES		
Decrease in short - term investments	1,772,185	-
Cash paid for Investment in related company	(37,500,000)	-
Cash paid for lease deposit	-	(25,358,949)
Proceeds from disposal of equipment	445,693	628,687
Cash paid for acquisition of plant and equipment <i>(Supplement of cash flows information 1)</i>	(52,006,034)	(49,499,504)
Cash paid for acquisition of computer software	(508,200)	(670,800)
Net cash used in investing activities	(87,796,356)	(74,900,566)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash paid for dividends <i>(Supplement of cash flows information 2)</i>	(186,351,191)	(76,639,140)
Net cash used in financing activities	(186,351,191)	(76,639,140)
Net Increase (decrease) in cash and cash equivalents	(288,207,253)	30,389,156
Cash and Cash Equivalents, Beginning of period	405,131,595	259,786,030
Cash and Cash Equivalents, End of period	116,924,342	290,175,186
<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	(55,697,464)	(44,744,964)
Increase in liabilities under finance lease agreements	3,760,547	-
Decrease in payable from acquisition of assets	(69,117)	(4,754,540)
Cash paid for acquisition of plant and equipment	(52,006,034)	(49,499,504)
2.Cash paid for dividends		
Dividends paid	(186,758,661)	(76,228,026)
Increase (Decrease) in accrued dividends	407,470	(411,114)
Cash paid for dividends	(186,351,191)	(76,639,140)

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