

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

INTERIM FINANCIAL STATEMENTS

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

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2021

EXPRESSED IN THAI BAHT

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENT OF FINANCIAL POSITION

AS AT 31 March 2021

		In Baht		
			Consolidated	Separate
			financial statement	financial statements
		Notes	31 March 2021	31 March 2021
<u>ASSETS</u>		(Unaudited)	(Unaudited)	(Audited)
CURRENT ASSETS				
Cash and cash equivalents		197,765,606	90,967,842	147,610,031
Other current financial assets	6	41,578,102	41,578,102	241,512,672
Trade and other current receivables	7	120,624,832	116,761,862	78,294,967
Accounts receivable-planters	8	4,474,332	4,474,332	21,918,168
Short-term loans	9	-	-	6,930,000
Inventories	10	560,229,165	543,328,490	461,114,160
Derivatives assets	26	2,222,160	2,222,160	24,677,671
Other current assets		2,555,231	-	-
TOTAL CURRENT ASSETS		929,449,428	799,332,788	982,057,669
NON-CURRENT ASSETS				
Other non-current financial assets	11	-	-	-
Investment in subsidiary	12	-	127,132,323	-
Investment property	13	22,128,578	22,128,578	22,128,578
Property, plant and equipment	14	763,030,831	476,018,330	455,562,071
Lease deposit on land	15	25,358,949	25,358,949	25,358,949
Goodwill	12	17,808,627	-	-
Intangible assets-software computer	16	8,270,274	8,268,786	8,726,343
Deferred tax assets	24	24,781,709	24,781,709	19,718,642
Income tax refundable		1,936,233	1,936,233	1,931,609
Other non-current assets		2,039,194	1,959,627	2,159,866
TOTAL NON-CURRENT ASSETS		865,354,395	687,584,535	535,586,058
TOTAL ASSETS		1,794,803,823	1,486,917,323	1,517,643,727

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

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 31 March 2021

	Notes	In Baht		
		Consolidated	Separate	
		financial statement	financial statements	
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>		31 March 2021	31 March 2021	31 December 2020
		(Unaudited)	(Unaudited)	(Audited)
CURRENT LIABILITIES				
Overdrafts and short-term loans from financial institutions	17	27,298,250	-	-
Trade and other current payables	18	94,013,526	54,607,971	74,317,365
Current portion of long-term loan from financial institutions	20	5,027,587	-	-
Current portion of lease liabilities	21	6,010,760	1,227,963	1,252,517
Short-term loans from other persons	19	26,574,000	-	-
Derivatives liabilities	26	5,555,754	5,555,754	15,524
Other current liabilities		8,053,388	3,304,704	3,517,081
TOTAL CURRENT LIABILITIES		172,533,265	64,696,392	79,102,487
NON-CURRENT LIABILITIES				
Long-term loan from financial institutions	20	141,582,173	-	-
Lease liabilities	21	10,341,206	2,934,675	678,546
Employee benefit obligations	22	69,129,332	67,857,899	66,825,443
TOTAL NON-CURRENT LIABILITIES		221,052,711	70,792,574	67,503,989
TOTAL LIABILITIES		393,585,976	135,488,966	146,606,476
SHAREHOLDERS' EQUITY				
Share capital-Baht 1 par value				
Authorized shares				
381,145,725 common shares		381,145,725	381,145,725	381,145,725
Issued and paid-up shares				
381,145,725 common shares		381,145,725	381,145,725	381,145,725
Premium on share capital		68,000,000	68,000,000	68,000,000
Retained earnings				
Appropriated for legal reserve		38,115,000	38,115,000	38,115,000
Unappropriated		868,272,083	868,272,083	901,600,275
Other component of equity		(4,104,451)	(4,104,451)	(17,823,749)
Total equity attributable to the parent company		1,351,428,357	1,351,428,357	1,371,037,251
Non-controlling interests		49,789,490	-	-
TOTAL SHAREHOLDERS' EQUITY		1,401,217,847	1,351,428,357	1,371,037,251
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		1,794,803,823	1,486,917,323	1,517,643,727

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

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2021

	Notes	In Bath		
		Consolidated financial statement	Separate financial statements	
		2021	2021	2020
Revenues from sales	23	243,047,287	243,047,287	299,100,841
Cost of sales		(216,262,138)	(216,262,138)	(262,723,647)
Gross profit		26,785,149	26,785,149	36,377,194
Gain on exchange rate		12,276,028	12,276,028	641,733
Other income		1,818,033	1,818,033	2,045,738
Profit before expenses		40,879,210	40,879,210	39,064,665
Cost of distributions		(15,914,664)	(15,914,664)	(17,768,380)
Administrative expenses		(21,763,388)	(21,763,388)	(19,366,372)
Profit from operating activities		3,201,158	3,201,158	1,929,913
Finance income		1,588	1,588	842,395
Finance costs		(23,829)	(23,829)	(45,198)
Profit before income tax expense		3,178,917	3,178,917	2,727,110
Income tax expense	24	(507,109)	(507,109)	(171,163)
Net profit for the period		2,671,808	2,671,808	2,555,947
Other comprehensive income for the period				
Other comprehensive income to be reclassified to profit or loss in subsequent period				
Change in fair value of hedging instruments of cash flow hedges		(27,850,878)	(27,850,878)	(73,551,363)
Less : Tax effect	24	5,570,176	5,570,176	14,710,273
Other comprehensive income for the period		(22,280,702)	(22,280,702)	(58,841,090)
Total comprehensive income for the period		(19,608,894)	(19,608,894)	(56,285,143)
Profit attributable to:				
Equity holders of the parent		2,671,808	2,671,808	2,555,947
Total comprehensive income attributable to:				
Equity holders of the parent		(19,608,894)	(19,608,894)	(56,285,143)
Basic earnings per share				
Profit for the period		0.01	0.01	0.01

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

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2021

	In Baht											
	Equity holders of the parent					Other component of equity					Total	
	Issued and paid-up share capital	Premium on share capital	Appropriated for legal reserve	Retained earnings		Unappropriated	Fair value reserve of investment in equity designated at fair value through other comprehensive income			Total other components of shareholders equity		Total equity holders of the parent
Appropriated for legal reserve				Unappropriated	comprehensive income		comprehensive income	Cash flow hedges				
Balance as at 1 January 2021	381,145,725	68,000,000	38,115,000	901,600,275	(36,000,000)	18,176,251	(17,823,749)	1,371,037,251	-	-	1,371,037,251	-
Investment in subsidiary	-	-	-	(36,000,000)	36,000,000	-	36,000,000	-	-	-	49,789,490	49,789,490
Profit for the period	-	-	-	2,671,808	-	-	-	2,671,808	-	-	2,671,808	-
Other comprehensive income for the period	-	-	-	-	-	(22,280,702)	(22,280,702)	(22,280,702)	-	-	(22,280,702)	-
Total comprehensive income for the period	-	-	-	2,671,808	-	(22,280,702)	(22,280,702)	(22,280,702)	-	-	(19,608,894)	-
Balance as at 31 March 2021	381,145,725	68,000,000	38,115,000	868,272,083	-	(4,104,451)	(4,104,451)	1,351,428,357	(4,104,451)	49,789,490	1,401,217,847	49,789,490

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

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED
SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2021

In Baht

	Retained earnings						Other component of equity			Total
	Issued and paid-up share capital	Premium on share capital	Appropriated for legal reserve	Unappropriated	Fair value reserve of investment in equity designated at fair value through other comprehensive income	Other comprehensive income	Cash flow hedges	Total other components of shareholders equity		
Balance as at 1 January 2020	381,145,725	68,000,000	38,115,000	925,356,130	-	-	11,309,305	11,309,305	1,423,926,110	
Profit for the period	-	-	-	2,555,947	-	-	-	-	2,555,947	
Other comprehensive income for the period	-	-	-	-	-	-	(58,841,090)	(58,841,090)	(58,841,090)	
Total comprehensive income for the period	-	-	-	2,555,947	-	-	(58,841,090)	(58,841,090)	(56,285,143)	
Balance as at 31 March 2020	381,145,725	68,000,000	38,115,000	927,912,077	-	-	(47,531,785)	(47,531,785)	1,367,641,000	
Balance as at 1 January 2021	381,145,725	68,000,000	38,115,000	901,600,275	(36,000,000)	18,176,251	-	(17,823,749)	1,371,037,222	
Investment in subsidiary	-	-	-	(36,000,000)	36,000,000	-	-	36,000,000	-	
Profit for the period	-	-	-	2,671,808	-	-	-	-	2,671,808	
Other comprehensive income for the period	-	-	-	-	-	-	(22,280,702)	(22,280,702)	(22,280,702)	
Total comprehensive income for the period	-	-	-	2,671,808	-	-	(22,280,702)	(22,280,702)	(19,608,894)	
Balance as at 31 March 2021	381,145,725	68,000,000	38,115,000	868,272,083	-	-	(4,104,451)	(4,104,451)	1,351,428,333	

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

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY
STATEMENT OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2021

	In Bath		
	Consolidated	Separate	
	financial statement	financial statements	
	2021	2021	2020
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before income tax expense	3,178,917	3,178,917	2,727,110
Adjustments to reconcile net profit to net cash provided by operating activities			
Unrealized gain on exchange rate	(2,138,907)	(2,138,907)	(1,316,893)
Loss on diminution in value of inventories (reversal)	684,178	684,178	4,836,775
Gain(loss) from changes in value of investments	569,621	569,621	(302,132)
Gain on disposal of investments	(635,046)	(635,046)	-
Gain(loss) on disposal of assets and write-off of assets	54,626	54,626	(25,890)
Depreciation and amortization	18,743,358	18,743,358	16,863,088
Retirement employee benefit	1,032,456	1,032,456	1,139,451
Change in fair value of forward exchange contracts	144,863	144,863	9,598,478
Interest income	63,838	63,838	(540,263)
Interest expenses	23,829	23,829	45,198
Profit from operating activities before change in operational assets and liabilities	21,721,733	21,721,733	33,024,922
Decrease(increase) in operational assets			
Trade and other current receivables	(36,741,710)	(36,741,710)	(19,594,068)
Accounts receivable-planters	17,443,836	17,443,836	12,975,536
Inventories	(82,898,508)	(82,898,508)	(37,872,328)
Other non-current assets	200,239	200,239	(70,766)
Increase(decrease) in operational liabilities			
Trade and other current payables	(26,521,791)	(20,123,557)	667,021
Other current liabilities	(212,377)	(212,377)	(789,000)
Employee benefit obligations	-	-	(1,620,000)
Cash paid from operation	(107,008,578)	(100,610,344)	(13,278,683)
Income tax paid	(4,624)	(4,624)	(3,954)
Net cash used in operating activities	(107,013,202)	(100,614,968)	(13,282,637)

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

CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2021

	In Bath		
	Consolidated	Separate	
	financial statement	financial statements	
	2021	2021	2020
CASH FLOWS FROM INVESTING ACTIVITIES			
(Increase) decrease in other current financial assets	199,999,995	199,999,995	(2,005)
Cash paid for purchase of the subsidiaries	(202,323)	(127,132,323)	-
Cash at the date of purchase of the subsidiaries	81,657	-	-
Interest received	349,884	349,884	279,238
Decrease in short-term loans to other company	-	6,930,000	-
Proceeds from disposal of equipment	73,036	73,036	28,928
Cash paid for acquisition of plant and equipment	(35,803,129)	(35,803,129)	(6,037,383)
Cash paid for acquisition of computer software	(13,180)	(13,180)	-
Net cash provided by(used in) investing activities	164,485,940	44,404,283	(5,731,222)
CASH FLOWS FROM FINANCING ACTIVITIES			
Short-term loans to other persons	(6,885,659)	-	-
Interest paid	(23,829)	(23,829)	(45,198)
Payment for lease liabilities	(407,675)	(407,675)	(385,783)
Net cash used in financing activities	(7,317,163)	(431,504)	(430,981)
Net increase(decrease) in cash and cash equivalents	50,155,575	(56,642,189)	(19,444,840)
Cash and cash equivalents, beginning of period	147,610,031	147,610,031	180,330,606
Cash and cash equivalents, end of period	197,765,606	90,967,842	160,885,766
Supplement disclosures of cash flows information			
Non cash items			
Purchases of vehicle lease liabilities	2,639,250	2,639,250	-
Purchases of equipment by recording as other payables	414,163	414,163	1,801,662

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