

**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 2020  
EXPRESSED IN THAI BAHT

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**

**STATEMENT OF FINANCIAL POSITION**

**AS AT 30 SEPTEMBER 2020**

		In Baht	
		30 September 2020	31 December 2019
<u>ASSETS</u>	Notes	(Unaudited)	(Audited)
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		120,799,882	180,330,606
Other current financial assets	7	241,728,360	191,211,768
Trade and other receivables	8	91,306,233	109,318,368
Accounts receivable-planters	9	10,876,014	17,672,477
Short-term loans to other company	10	6,930,000	13,600,000
Inventories	11	503,347,918	499,857,102
Derivatives assets	25	2,462,515	-
<b>TOTAL CURRENT ASSETS</b>		<u>977,450,922</u>	<u>1,011,990,321</u>
<b>NON-CURRENT ASSETS</b>			
Other non-current financial assets	12	45,000,000	37,500,000
Investment property	13	22,128,578	22,128,578
Property, plant and equipment	14	429,671,223	425,475,538
Lease deposit on land	15	25,358,949	25,358,949
Intangible assets-software computer	16	9,052,747	9,689,452
Deferred tax assets	23	17,574,976	15,032,523
Other non-current assets		2,142,647	2,093,845
<b>TOTAL NON-CURRENT ASSETS</b>		<u>550,929,120</u>	<u>537,278,885</u>
<b>TOTAL ASSETS</b>		<u><u>1,528,380,042</u></u>	<u><u>1,549,269,206</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 SEPTEMBER 2020**

<b><u>LIABILITIES AND SHAREHOLDERS' EQUITY</u></b>	Notes	In Baht	
		30 September 2020 (Unaudited)	31 December 2019 (Audited)
<b>CURRENT LIABILITIES</b>			
Trade and other payables	18	58,633,930	54,728,044
Current portion of lease liabilities	19	1,368,622	1,575,033
Accrued income tax		-	8,271,865
Derivatives liabilities	25	17,779,473	-
Other current liabilities		2,545,704	3,568,978
<b>TOTAL CURRENT LIABILITIES</b>		<u>80,327,729</u>	<u>68,143,920</u>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	19	964,387	1,931,063
Employee benefit obligations	20	63,138,652	69,323,939
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>64,103,039</u>	<u>71,255,002</u>
<b>TOTAL LIABILITIES</b>		<u>144,430,768</u>	<u>139,398,922</u>
<b>SHAREHOLDERS' EQUITY</b>			
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		906,187,186	922,609,559
Other component of equity		(9,498,637)	-
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<u>1,383,949,274</u>	<u>1,409,870,284</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<u>1,528,380,042</u>	<u>1,549,269,206</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 COMPREHENSIVE INCOME

FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2020

	Notes	In Baht			
		For the three-month period ended		For the nine-month period ended	
		2020	2019	2020	2019
Revenues from sales	22	254,312,861	314,858,369	870,514,514	900,536,973
Cost of sales		(229,580,529)	(260,859,470)	(750,567,743)	(788,123,606)
<b>Gross profit</b>		24,732,332	53,998,899	119,946,771	112,413,367
Gain (loss) on exchange rate		(6,512,498)	15,911,034	(21,184,924)	27,080,667
Interest income		375,342	900,689	1,795,368	2,330,155
Investment income		348,927	154,735	881,084	653,271
Other income		2,785,753	1,937,091	7,874,875	6,480,116
<b>Profit before expenses</b>		21,729,856	72,902,448	109,313,174	148,957,576
Cost of distributions		(14,188,424)	(19,267,266)	(49,136,898)	(54,352,570)
Administrative expenses		(19,278,353)	(19,936,556)	(56,820,904)	(62,668,311)
<b>Profit (loss) from operating activities</b>		(11,736,921)	33,698,626	3,355,372	31,936,695
Finance costs		(34,210)	(55,677)	(119,204)	(167,732)
<b>Profit (loss) before tax income (expenses)</b>		(11,771,131)	33,642,949	3,236,168	31,768,963
Tax income (expenses)	23	2,801,859	(6,189,164)	461,232	(4,767,288)
<b>Net profit (loss) for the period</b>		(8,969,272)	27,453,785	3,697,400	27,001,675
<b>Other comprehensive income for the period</b>					
<b>Other comprehensive income to be reclassified to profit or loss in subsequent period</b>					
Change in fair value of hedging instruments of cash flow hedges		(8,880,433)	-	(26,009,928)	-
Less : Tax effect	23	1,776,087	-	5,201,986	-
<b>Other comprehensive income not to be reclassified to profit or loss in subsequent period</b>					
Remeasurements of post-employment benefit obligations					
Actuarial losses		-	-	-	(3,067,620)
Less : Tax effect	23	-	-	-	613,524
<b>Other comprehensive income for the period</b>		(7,104,346)	-	(20,807,942)	(2,454,096)
<b>Total comprehensive income for the period</b>		(16,073,618)	27,453,785	(17,110,542)	24,547,579
<b>Basic earnings (loss) per share</b>					
Profit (loss) for the period		(0.024)	0.072	0.010	0.071

(Unaudited)

**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020**

	In Baht						Total
	Notes	Issued and paid-up share capital	Premium on share capital	Retained earnings		Other component of equity	
				Appropriated for legal reserve	Unappropriated	Change in fair value of hedging instruments of cash flow hedges	
Balance as at 1 January 2019		381,145,725	68,000,000	38,115,000	937,450,924	-	1,424,711,649
Dividend paid	21	-	-	-	(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		381,145,725	68,000,000	38,115,000	920,078,453	-	1,407,339,178
Balance as at 1 January 2020		381,145,725	68,000,000	38,115,000	922,609,559	-	1,409,870,284
Commulative effects from changes in accounting policies	5	-	-	-	2,746,571	11,309,305	14,055,876
Balance as at 1 January 2020-as restated		381,145,725	68,000,000	38,115,000	925,356,130	11,309,305	1,423,926,160
Dividend paid	21	-	-	-	(22,866,344)	-	(22,866,344)
Profit for the period		-	-	-	3,697,400	-	3,697,400
Other comprehensive income for the period		-	-	-	-	(20,807,942)	(20,807,942)
Total comprehensive income for the period		-	-	-	3,697,400	(20,807,942)	(17,110,542)
Balance as at 30 September 2020		381,145,725	68,000,000	38,115,000	906,187,186	(9,498,637)	1,383,949,274

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 2020**

	In Baht	
	2020	2019
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	3,236,168	31,768,963
Adjustments to reconcile net profit to net cash provided by operating activities		
Unrealized loss on exchange rate	728,608	16,582
Loss on diminution in value of inventories (reversal)	4,086,096	388,681
Doubtful accounts	9,092	72,382
Gain from changes in value of investments	(617,578)	(92,126)
Gain on disposal of investments	(263,506)	(349,893)
Loss (gain) on disposal of assets	(311,007)	25,378
Depreciation and amortization	44,652,317	35,752,686
Retirement employee benefit	3,418,353	14,094,917
Change in fair value of forward exchange contracts	6,876,875	-
Interest income	(1,795,368)	(2,330,155)
Interest expenses	119,204	167,732
Profit from operating activities before change in operational assets and liabilities	60,139,254	79,515,147
Decrease (increase) in operational assets		
Trade and other receivables	16,993,042	10,507,549
Accounts receivable-planters	6,787,371	(4,356,649)
Inventories	(7,576,912)	79,931,696
Other non-current assets	(48,802)	101,293
Increase (decrease) in operational liabilities		
Trade and other payables	3,285,724	(17,877,816)
Other current liabilities	(1,004,293)	29,789
Employee benefit obligations	(9,603,640)	(2,070,400)
<b>Cash received from operation</b>	68,971,744	145,780,609
Income tax paid	(8,665,069)	(8,669,358)
Net cash provided by operating activities	60,306,675	137,111,251

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**CHIANGMAI FROZEN FOODS PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2020**

	In Baht	
	2020	2019
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Increase in other current financial assets	(49,635,508)	(19,996,015)
Cash paid for investment in related company	(7,500,000)	-
Interest received	2,085,853	1,391,988
Increase (decrease) in short-term loans to other company	6,670,000	(13,600,000)
Proceeds from disposal of equipment	324,399	116,645
Cash paid for acquisition of plant and equipment	(47,515,277)	(63,857,132)
Cash paid for acquisition of computer software	(89,250)	(864,280)
Net cash used in investing activities	(95,659,783)	(96,808,794)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Cash paid for dividends	(22,885,325)	(41,942,336)
Interest paid	(119,204)	(167,732)
Payment for lease liabilities	(1,173,087)	(919,001)
Net cash used in financing activities	(24,177,616)	(43,029,069)
Net decrease in cash and cash equivalents	(59,530,724)	(2,726,612)
Cash and cash equivalents, beginning of period	180,330,606	122,346,682
Cash and cash equivalents, end of period	120,799,882	119,620,070
<b>Supplement disclosures of cash flows information</b>		
Non cash items		
Purchases of equipment lease liabilities	-	2,157,962
Purchases of equipment by recording as other payables	620,162	440,993
Increase in accrued dividends	18,981	22,286

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