

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of United Palm Oil Industry Public Company Limited

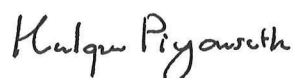
I have reviewed the accompanying consolidated statement of financial position of United Palm Oil Industry Public Company Limited and its subsidiaries as at 30 September 2022, the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of United Palm Oil Industry Public Company Limited for the same periods (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 Interim Financial Reporting.



Kunlapee Piyawannasuth
Certified Public Accountant (Thailand) No. 6137

EY Office Limited
Bangkok: 10 November 2022

United Palm Oil Industry Public Company Limited and its subsidiaries

Statement of financial position

As at 30 September 2022

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | | |
|---------------------------------------|--|-----------------------------|--------------------------------------|-----------------------------|-------------------------|
| | <u>Note</u> | <u>30 September 2022</u> | <u>31 December 2021</u> | <u>30 September 2022</u> | <u>31 December 2021</u> |
| | | (Unaudited but reviewed) | (Audited) | (Unaudited but reviewed) | (Audited) |
| Assets | | | | | |
| Current assets | | | | | |
| Cash and cash equivalents | | 109,366 | 32,782 | 71,457 | 16,729 |
| Trade and other receivables | 3 | 30,994 | 226,958 | 30,925 | 226,903 |
| Current portion of lease receivables | | 1,059 | 1,545 | 1,059 | 1,545 |
| Advance to employees | | 83 | 81 | 83 | 81 |
| Inventories | 4 | 304,888 | 241,767 | 304,888 | 241,767 |
| Biological assets | | 115,011 | 112,273 | 115,011 | 112,273 |
| Other current assets | | 8,625 | 12,483 | 5,674 | 9,393 |
| Total current assets | | <u>570,026</u> | <u>627,889</u> | <u>529,097</u> | <u>608,691</u> |
| Non-current assets | | | | | |
| Lease receivables - long-term portion | | 46 | 896 | 46 | 896 |
| Investment in subsidiaries | | - | - | 307,895 | 307,895 |
| Investment in joint venture | | 49,909 | 26,571 | 25,000 | 25,000 |
| Long-term loan to other company | 5 | 16,560 | 17,480 | - | - |
| Property, plant and equipment | 6 | 893,640 | 877,811 | 893,640 | 877,811 |
| Right-of-use assets | 7 | 34,324 | 34,982 | 54,361 | 56,230 |
| Bearer plants | 8 | 173,279 | 176,452 | 173,279 | 176,452 |
| Intangible assets | | 56 | 90 | 56 | 90 |
| Other non-current assets | | 576 | 4,152 | 576 | 4,152 |
| Total non-current assets | | <u>1,168,390</u> | <u>1,138,434</u> | <u>1,454,853</u> | <u>1,448,526</u> |
| Total assets | | <u>1,738,416</u> | <u>1,766,323</u> | <u>1,983,950</u> | <u>2,057,217</u> |

The accompanying notes are an integral part of the financial statements.

United Palm Oil Industry Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2022

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | | |
|---|--|-----------------------------|--------------------------------------|-----------------------------|-------------------------|
| | <u>Note</u> | <u>30 September 2022</u> | <u>31 December 2021</u> | <u>30 September 2022</u> | <u>31 December 2021</u> |
| | | (Unaudited but reviewed) | (Audited) | (Unaudited but reviewed) | (Audited) |
| Liabilities and shareholders' equity | | | | | |
| Current liabilities | | | | | |
| Short-term loans from financial institutions | 9 | 90,000 | 145,000 | 90,000 | 145,000 |
| Trade and other payables | 10 | 61,640 | 35,767 | 319,094 | 313,321 |
| Current portion of long-term loan | 11 | 36,667 | 36,667 | 36,667 | 36,667 |
| Current portion of long-term lease liabilities | | 305 | 345 | 503 | 485 |
| Income tax payable | | 4,142 | 9,387 | 3,861 | 8,634 |
| Other current liabilities | | 5,924 | 6,859 | 5,924 | 6,859 |
| Total current liabilities | | <u>198,678</u> | <u>234,025</u> | <u>456,049</u> | <u>510,966</u> |
| Non-current liabilities | | | | | |
| Long-term loan, net of current portion | 11 | 30,833 | 63,333 | 30,833 | 63,333 |
| Long-term lease liabilities, net of current portion | | 43,208 | 42,647 | 63,326 | 63,705 |
| Deferred tax liabilities | | 5,742 | 31,752 | 5,686 | 31,762 |
| Provision for long-term employee benefits | | 18,042 | 17,390 | 18,042 | 17,390 |
| Total non-current liabilities | | <u>97,825</u> | <u>155,122</u> | <u>117,887</u> | <u>176,190</u> |
| Total liabilities | | <u>296,503</u> | <u>389,147</u> | <u>573,936</u> | <u>687,156</u> |
| Shareholders' equity | | | | | |
| Share capital | | | | | |
| Registered | | | | | |
| 324,050,000 ordinary shares of Baht 1 each | | <u>324,050</u> | <u>324,050</u> | <u>324,050</u> | <u>324,050</u> |
| Issued and fully paid up | | | | | |
| 324,050,000 ordinary shares of Baht 1 each | | 324,050 | 324,050 | 324,050 | 324,050 |
| Share premium | | 321,545 | 321,545 | 321,545 | 321,545 |
| Retained earnings | | | | | |
| Appropriated - statutory reserve | | 60,805 | 60,805 | 32,405 | 32,405 |
| Unappropriated | | <u>735,513</u> | <u>670,776</u> | <u>732,014</u> | <u>692,061</u> |
| Total shareholders' equity | | <u>1,441,913</u> | <u>1,377,176</u> | <u>1,410,014</u> | <u>1,370,061</u> |
| Total liabilities and shareholders' equity | | <u>1,738,416</u> | <u>1,766,323</u> | <u>1,983,950</u> | <u>2,057,217</u> |
| | | - | - | - | - |

The accompanying notes are an integral part of the financial statements.

Directors

(Unaudited but reviewed)

United Palm Oil Industry Public Company Limited and its subsidiaries**Statement of comprehensive income****For the three-month period ended 30 September 2022**

(Unit: Thousand Baht except earnings per share expressed in Baht)

| | Note | <u>Consolidated financial statements</u> | | <u>Separate financial statements</u> | |
|---|------|--|----------------|--------------------------------------|----------------|
| | | 2022 | 2021 | 2022 | 2021 |
| Revenues | | | | | |
| Revenue | | 374,227 | 285,417 | 374,227 | 285,417 |
| Gain arising from change in fair value of biological assets | | - | 1,096 | - | 1,096 |
| Other income | | | | | |
| Compensation from insurance | 19 | 12,262 | - | 12,262 | - |
| Others | | 10,361 | 11,419 | 10,358 | 11,419 |
| Total revenues | | <u>396,850</u> | <u>297,932</u> | <u>396,847</u> | <u>297,932</u> |
| Expenses | | | | | |
| Cost of sales | | 372,424 | 206,320 | 372,801 | 206,712 |
| Selling and distribution expenses | | 8,664 | 6,550 | 8,664 | 6,550 |
| Administrative expenses | | 12,269 | 24,305 | 12,224 | 24,264 |
| Loss arising from change in fair value of biological assets | | 25,452 | - | 25,452 | - |
| Total expenses | | <u>418,809</u> | <u>237,175</u> | <u>419,141</u> | <u>237,526</u> |
| Profit (loss) from operating activities | | <u>(21,959)</u> | <u>60,757</u> | <u>(22,294)</u> | <u>60,406</u> |
| Share of profit from a joint venture | | 9,476 | 2,382 | - | - |
| Finance income | | 77 | 73 | 9 | 16 |
| Finance cost | | (676) | (1,162) | (2,485) | (2,789) |
| Profit (loss) before income tax benefits | | <u>(13,082)</u> | <u>62,050</u> | <u>(24,770)</u> | <u>57,633</u> |
| Income tax benefits | 12 | 7,970 | 10,726 | 8,343 | 10,618 |
| Profit (loss) for the period | | <u>(5,112)</u> | <u>72,776</u> | <u>(16,427)</u> | <u>68,251</u> |
| Other comprehensive income for the period | | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total comprehensive income for the period | | <u>(5,112)</u> | <u>72,776</u> | <u>(16,427)</u> | <u>68,251</u> |
| Basic earnings per share | | | | | |
| Profit (loss) per share | 13 | <u>(0.02)</u> | <u>0.22</u> | <u>(0.05)</u> | <u>0.21</u> |
| Weighted average number of ordinary share (Thousand shares) | | <u>324,050</u> | <u>324,050</u> | <u>324,050</u> | <u>324,050</u> |

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

United Palm Oil Industry Public Company Limited and its subsidiaries**Statement of comprehensive income****For the nine-month period ended 30 September 2022**

(Unit: Thousand Baht except earnings per share expressed in Baht)

| | Note | Consolidated financial statements | | Separate financial statements | |
|---|------|--|------------------|--------------------------------------|------------------|
| | | 2022 | 2021 | 2022 | 2021 |
| Revenues | | | | | |
| Revenue | | 1,823,862 | 1,233,294 | 1,823,862 | 1,233,294 |
| Gain arising from change in fair value of biological assets | | 1,330 | - | 1,330 | - |
| Other income | | | | | |
| Dividend income | | - | - | 3,480 | 4,383 |
| Compensation from insurance | 19 | 12,262 | 7,642 | 12,262 | 7,642 |
| Others | | 52,671 | 36,144 | 52,668 | 36,144 |
| Total revenues | | 1,890,125 | 1,277,080 | 1,893,602 | 1,281,463 |
| Expenses | | | | | |
| Cost of sales | | 1,572,878 | 968,404 | 1,574,021 | 969,574 |
| Selling and distribution expenses | | 30,347 | 27,423 | 30,347 | 27,423 |
| Administrative expenses | | 38,211 | 51,354 | 38,079 | 51,221 |
| Loss arising from change in fair value of biological assets | | - | 35,879 | - | 35,879 |
| Total expenses | | 1,641,436 | 1,083,060 | 1,642,447 | 1,084,097 |
| Profit from operating activities | | 248,689 | 194,020 | 251,155 | 197,366 |
| Share of profit from a joint venture | | 23,338 | 459 | - | - |
| Finance income | | 284 | 269 | 87 | 87 |
| Finance cost | | (1,948) | (2,882) | (7,057) | (7,701) |
| Profit before income tax benefits (expenses) | | 270,363 | 191,866 | 244,185 | 189,752 |
| Income tax benefits (expenses) | 12 | (43,602) | 4,788 | (42,208) | 5,678 |
| Profit for the period | | 226,761 | 196,654 | 201,977 | 195,430 |
| Other comprehensive income for the period | | - | - | - | - |
| Total comprehensive income for the period | | 226,761 | 196,654 | 201,977 | 195,430 |
| Basic earnings per share | | | | | |
| Profit per share | 13 | 0.70 | 0.61 | 0.62 | 0.60 |
| Weighted average number of ordinary share (Thousand shares) | | 324,050 | 324,050 | 324,050 | 324,050 |

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

United Palm Oil Industry Public Company Limited and its subsidiaries**Statement of changes in shareholders' equity****For the nine-month period ended 30 September 2022**

(Unit: Thousand Baht)

| | Consolidated financial statements | | | | |
|---|--|------------------|-------------------|----------------|------------------|
| | Issued and paid-up share capital | Share premium | Retained earnings | | Total |
| | | | Appropriated | Unappropriated | |
| Balance as at 1 January 2021 | 324,050 | 321,545 | 60,805 | 428,772 | 1,135,172 |
| Profit for the period | - | - | - | 196,654 | 196,654 |
| Other comprehensive income for the period | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 196,654 | 196,654 |
| Dividend paid (Note 15) | - | - | - | (64,810) | (64,810) |
| Balance as at 30 September 2021 | <u>324,050</u> | <u>321,545</u> | <u>60,805</u> | <u>560,616</u> | <u>1,267,016</u> |
| Balance as at 1 January 2022 | 324,050 | 321,545 | 60,805 | 670,776 | 1,377,176 |
| Profit for the period | - | - | - | 226,761 | 226,761 |
| Other comprehensive income for the period | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 226,761 | 226,761 |
| Dividend paid (Note 15) | - | - | - | (162,024) | (162,024) |
| Balance as at 30 September 2022 | <u>324,050</u> | <u>321,545</u> | <u>60,805</u> | <u>735,513</u> | <u>1,441,913</u> |

(Unit: Thousand Baht)

| | Separate financial statements | | | | |
|---|--|------------------|-------------------|----------------|------------------|
| | Issued and paid-up share capital | Share premium | Retained earnings | | Total |
| | | | Appropriated | Unappropriated | |
| Balance as at 1 January 2021 | 324,050 | 321,545 | 32,405 | 455,657 | 1,133,657 |
| Profit for the period | - | - | - | 195,430 | 195,430 |
| Other comprehensive income for the period | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 195,430 | 195,430 |
| Dividend paid (Note 15) | - | - | - | (64,810) | (64,810) |
| Balance as at 30 September 2021 | <u>324,050</u> | <u>321,545</u> | <u>32,405</u> | <u>586,277</u> | <u>1,264,277</u> |
| Balance as at 1 January 2022 | 324,050 | 321,545 | 32,405 | 692,061 | 1,370,061 |
| Profit for the period | - | - | - | 201,977 | 201,977 |
| Other comprehensive income for the period | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | 201,977 | 201,977 |
| Dividend paid (Note 15) | - | - | - | (162,024) | (162,024) |
| Balance as at 30 September 2022 | <u>324,050</u> | <u>321,545</u> | <u>32,405</u> | <u>732,014</u> | <u>1,410,014</u> |

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

United Palm Oil Industry Public Company Limited and its subsidiaries**Cash flow statement****For the nine-month period ended 30 September 2022**

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|--|--|------------------|--------------------------------------|------------------|
| | 2022 | 2021 | 2022 | 2021 |
| Cash flows from operating activities | | | | |
| Profit before tax | 270,363 | 191,866 | 244,185 | 189,752 |
| Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities: | | | | |
| Depreciation and amortisation | 31,384 | 32,581 | 32,075 | 33,289 |
| Share of profit from a joint venture | (23,338) | (459) | - | - |
| Loss (gain) arising from change in fair value of biological assets | (1,330) | 35,879 | (1,330) | 35,879 |
| Loss on write-off bearer plants | 14 | 117 | 14 | 117 |
| Reduction of inventory cost to net realisable value | 9,632 | 40,758 | 9,632 | 40,758 |
| Loss on disposal/write-off land, machinery and vehicles | 588 | 3,333 | 588 | 3,333 |
| Loss on impairment of assets | - | 18,449 | - | 18,449 |
| Provision for termination benefits and provision for long-term employee benefits | 793 | 1,965 | 793 | 1,965 |
| Dividend Income | - | - | (3,480) | (4,383) |
| Interest expenses | 1,948 | 2,882 | 7,057 | 7,701 |
| Profit from operating activities before changes in operating assets and liabilities | 290,054 | 327,371 | 289,534 | 326,860 |
| Operating assets (increase) decrease | | | | |
| Trade and other receivables | 195,964 | 36,287 | 195,978 | 36,283 |
| Cash received from lease receivables | 1,336 | 1,172 | 1,336 | 1,172 |
| Advance to employees | (2) | (2,017) | (2) | (2,017) |
| Inventories and biological assets | (74,161) | (471,275) | (74,161) | (471,275) |
| Other current assets | 3,656 | 4,336 | 3,517 | 4,194 |
| Other non-current assets | 3,576 | (3,069) | 3,576 | (3,069) |
| Operating liabilities increase (decrease) | | | | |
| Trade and other payables | 26,265 | 13,899 | 19,959 | 16,130 |
| Other current liabilities | (935) | 280 | (935) | 280 |
| Cash paid for termination benefits and long-term employee benefits | (141) | (3,240) | (141) | (3,240) |
| Cash flows from (used in) operating activities | 445,612 | (96,256) | 438,661 | (94,682) |
| Cash paid for interest expenses | (2,221) | (2,597) | (21,125) | (11,219) |
| Cash received from income tax | 202 | 4,097 | 202 | 3,939 |
| Cash paid for income tax | (74,857) | (26,401) | (73,057) | (25,186) |
| Net cash flows from (used in) operating activities | 368,736 | (121,157) | 344,681 | (127,148) |

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

United Palm Oil Industry Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the nine-month period ended 30 September 2022

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|--|--|-----------------|--------------------------------------|-----------------|
| | 2022 | 2021 | 2022 | 2021 |
| Cash flows from investing activities | | | | |
| Decrease in long-term loan to other company | 920 | 920 | - | - |
| Proceeds from disposal of machinery, equipment and vehicles | 1,117 | 3,001 | 1,117 | 3,001 |
| Cash paid for acquisition of machinery and equipment | (40,066) | (19,882) | (40,066) | (19,882) |
| Increase in cost of bearer plants | (4,599) | (3,357) | (4,599) | (3,357) |
| Dividend received | - | - | 3,480 | 4,383 |
| Net cash flows used in investing activities | (42,628) | (19,318) | (40,068) | (15,855) |
| Cash flows from financing activities | | | | |
| Increase (decrease) in short-term loans from financial institutions | (55,000) | 145,000 | (55,000) | 145,000 |
| Cash received from long-term loan | - | 60,000 | - | 60,000 |
| Repayment for long-term loan | (32,500) | (5,000) | (32,500) | (5,000) |
| Cash paid for lease liabilities | - | - | (361) | (344) |
| Dividend paid | (162,024) | (64,797) | (162,024) | (64,797) |
| Net cash flows from (used in) financing activities | (249,524) | 135,203 | (249,885) | 134,859 |
| Net increase (decrease) in cash and cash equivalents | 76,584 | (5,272) | 54,728 | (8,144) |
| Cash and cash equivalents at beginning of period | 32,782 | 39,840 | 16,729 | 27,104 |
| Cash and cash equivalents at end of period | 109,366 | 34,568 | 71,457 | 18,960 |
| | - | - | - | - |
| Supplemental cash flows information | | | | |
| Non-cash transactions | | | | |
| Purchase of equipment for which no cash has been paid | 653 | 1,803 | 653 | 1,803 |
| Increase in right-of-use assets from contract modification | 520 | 138 | - | - |

The accompanying notes are an integral part of the financial statements.

United Palm Oil Industry Public Company Limited and its subsidiaries
Notes to interim consolidated financial statements
For the three-month and nine-month periods ended 30 September 2022

1. General information

1.1 Corporate information

United Palm Oil Industry Public Company Limited is a public company incorporated and domiciled in Thailand. Its parent company is Lam Soon (Thailand) Public Company Limited, which was incorporated in Thailand. The Company is principally engaged in the manufacture of crude palm oil and crude palm kernel oil. The registered office of the Company is at No. 64, Soi Bangna-Trad 25, Bangna Nuea Sub-district, Bangna District, Bangkok. Branch office and factory are located at No. 98 Moo 6, Nueaklong-Khao Phanom Road, Huayyoong Sub-district, Nueaklong District, Krabi.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.3 Basis of consolidation

These interim consolidated financial statements include the financial statements of United Palm Oil Industry Public Company Limited (hereinafter called as “the Company”) and its subsidiaries (hereinafter called as “the Group”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2021. During the current period, there were no changes in the composition of the Group.

1.4 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2021.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Group's financial statements.

2. Related party transactions

During the periods, the Group had significant business transactions with related parties, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Group and those related parties.

(Unit: Million Baht)

| | Consolidated | | Separate | | Transfer pricing policies |
|--|--|------|----------------------|------|---------------------------------|
| | financial statements | | financial statements | | |
| | For the three-month periods ended 30 September | | | | |
| | 2022 | 2021 | 2022 | 2021 | |
| Transactions with parent company | | | | | |
| Sales of crude palm oil and crude palm kernel oil | 147 | 263 | 147 | 263 | Market price on contract's date |
| Transactions with subsidiaries (eliminated from the consolidated financial statements) | | | | | |
| Palm plantation rental expenses | - | - | 2 | 2 | Contract price |
| Interest expenses | - | - | 1 | 1 | THBFIX+1% per annum |
| Transactions with joint venture | | | | | |
| Purchases of oil palm seeds and fresh fruit bunch | 7 | 8 | 7 | 8 | Market price |

(Unit: Million Baht)

| | Consolidated | | Separate | | Transfer pricing policies |
|--|---|-------|----------------------|-------|---------------------------------|
| | financial statements | | financial statements | | |
| | For the nine-month periods ended 30 September | | | | |
| | 2022 | 2021 | 2022 | 2021 | |
| Transactions with parent company | | | | | |
| Sales of crude palm oil and crude palm kernel oil | 1,457 | 1,090 | 1,457 | 1,090 | Market price on contract's date |
| Sales of fresh fruit bunch | - | 63 | - | 63 | Market price on contract's date |
| Transactions with subsidiaries (eliminated from the consolidated financial statements) | | | | | |
| Dividend income | - | - | 3 | 4 | As declared |
| Palm plantation rental expenses | - | - | 5 | 5 | Contract price |
| Interest expenses | - | - | 3 | 3 | THBFIX+1% per annum |
| Transactions with joint venture | | | | | |
| Purchases of oil palm seeds and fresh fruit bunch | 11 | 11 | 11 | 11 | Market price |

The balances of the accounts between the Company and those related parties as at 30 September 2022 and 31 December 2021.

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|---|----------------------|------------------|----------------------|------------------|
| | financial statements | | financial statements | |
| | 30 September 2022 | 31 December 2021 | 30 September 2022 | 31 December 2021 |
| Trade and other receivables - related party (Note 3) | | | | |
| Parent company | 25,716 | 163,499 | 25,716 | 163,499 |
| Total | 25,716 | 163,499 | 25,716 | 163,499 |
| Trade and other payables - related parties (Note 10) | | | | |
| Subsidiaries | - | - | 257,569 | 277,703 |
| Total | - | - | 257,569 | 277,703 |
| Lease liabilities - related party | | | | |
| Subsidiary | - | - | 63,829 | 64,191 |
| Total | - | - | 63,829 | 64,191 |

Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2022, the Company had short-term employee benefits expenses and post-employment benefits expenses payable to its directors and management totaling Baht 6 million and Baht 16 million, respectively (30 September 2021: Baht 5 million and Baht 16 million, respectively).

3. Trade and other receivables

| | (Unit: Thousand Baht) | | | |
|--|-----------------------|---------------------|----------------------|---------------------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 30 September 2022 | 31 December 2021 | 30 September 2022 | 31 December 2021 |
| Trade receivables - related party | | | | |
| Aged on the basis of due dates | | | | |
| Not yet due | 25,716 | 163,499 | 25,716 | 163,499 |
| Total trade receivables - related party (Note 2) | 25,716 | 163,499 | 25,716 | 163,499 |
| Trade receivables - unrelated parties | | | | |
| Aged on the basis of due dates | | | | |
| Not yet due | 3,347 | 63,404 | 3,347 | 63,404 |
| Total trade receivables - unrelated parties | 3,347 | 63,404 | 3,347 | 63,404 |
| Total trade receivables | 29,063 | 226,903 | 29,063 | 226,903 |
| Other receivables | | | | |
| Accrued income | 1,931 | 55 | 1,862 | - |
| Total other receivables | 1,931 | 55 | 1,862 | - |
| Total trade and other receivables | 30,994 | 226,958 | 30,925 | 226,903 |

4. Inventories

Movements in the allowance for reduction of cost of inventories to net realisable value account during the nine-month period ended 30 September 2022 are summarised below.

| | (Unit: Thousand Baht) |
|---|---|
| | Consolidated/Separate financial statements |
| Balance as at 1 January 2022 | - |
| Reduction of inventory cost to net realisable value | 9,632 |
| Balance as at 30 September 2022 | 9,632 |

5. Long-term loan to other company

As at 30 September 2022 and 31 December 2021, a subsidiary had loan to other company of Baht 17 million. The loan has no collateral and carry interest at a rate of THBFIX plus 1% per annum. Principal payments are to be made at the end of June and December each year, with the final payment due in June 2040.

6. Property, plant and equipment

Movements in the property, plant and equipment account during the nine-month period ended 30 September 2022 are summarised below.

| | (Unit: Thousand Baht) Consolidated/Separate financial statements |
|--|--|
| Net book value as at 1 January 2022 | 877,811 |
| Acquisitions during period - at cost | 39,948 |
| Disposals/write-off during period - net book value at disposal/write-off date | (1,705) |
| Depreciation for the period | (22,414) |
| Net book value as at 30 September 2022 | <u>893,640</u> |

7. Right-of-use assets

Movements in the right-of-use assets account during the nine-month period ended 30 September 2022 are summarised below.

| | (Unit: Thousand Baht) | |
|--|--------------------------------------|----------------------------------|
| | Consolidated financial statements | Separate financial statements |
| Net book value as at 1 January 2022 | 34,982 | 56,230 |
| Differences from contract modification | 520 | - |
| Depreciation for the period | (1,178) | (1,869) |
| Net book value as at 30 September 2022 | <u>34,324</u> | <u>54,361</u> |

The subsidiary entered into a lease contract with the Treasury Department for an area of 4,294 rai, end of contract on 8 July 2044. The leasehold right has been used to secure a credit facility of Baht 30 million and the subsidiary is required to comply with prescribed terms and conditions.

8. Bearer plants

Movements in the bearer plants account during the nine-month period ended 30 September 2022 are summarised below.

| | (Unit: Thousand Baht) Consolidated/Separate financial statements |
|---|--|
| Net book value as at 1 January 2022 | 176,452 |
| Increase during the period - at cost | 4,599 |
| Write-off during the period - net book value at write-off date | (14) |
| Amortisation for the period | (7,758) |
| Net book value as at 30 September 2022 | <u>173,279</u> |

A permit from Royal Forest Department granted to a subsidiary for the exploitation or inhabitation in the National Reserved Forests expired in January 2015. The subsidiary has leased the land of 13,030 rai to the Company for utilisation. The subsidiary is requesting the government unit to grant a permit to exploit or inhabit in such land of 6,515 rai, which is 50% of the usable land and the request is under consideration of such government unit. However, on 11 May 2022, that subsidiary was granted a permit to harvest forest product in the Nation Reserved Forest. The existing permit is valid for 1 year, expired on 11 May 2023 and the subsidiary is required to pay official royalty fees at the rate of 10% of the market price of oil palm and forest maintenance fees, at a rate of double the official royalty fees, when harvesting the oil palm crops planted.

9. Short-term loans from financial institutions

| | (Unit: Thousand Baht) | | | |
|--|--------------------------------|---------------------|---|---------------------|
| | Interest rate (% per annum) | | Consolidated/Separate financial statements | |
| | 30 September 2022 | 31 December 2021 | 30 September 2022 | 31 December 2021 |
| Short-term loans from financial institutions | 1.90 | 1.05 - 1.10 | 90,000 | 145,000 |
| Total | | | 90,000 | 145,000 |

10. Trade and other payables

| | (Unit: Thousand Baht) | | | |
|--|--------------------------------------|---------------------|----------------------------------|---------------------|
| | Consolidated financial statements | | Separate financial statements | |
| | 30 September 2022 | 31 December 2021 | 30 September 2022 | 31 December 2021 |
| Trade payables - unrelated parties | 30,011 | 12,606 | 30,011 | 12,606 |
| Other payables - related parties (Note 2) | - | - | 257,569 | 277,703 |
| Other payables - unrelated parties | 3,490 | 2,864 | 3,490 | 2,864 |
| Payables for purchase of assets - unrelated parties | 653 | 771 | 653 | 771 |
| Accrued expenses | 27,486 | 19,526 | 27,371 | 19,377 |
| Total trade and other payables | 61,640 | 35,767 | 319,094 | 313,321 |

11. Long-term loan

Movements in the long-term loan account during the nine-month period ended 30 September 2022 are summarised below.

| | (Unit: Thousand Baht) |
|-----------------------------------|---|
| | Consolidated/Separate financial statements |
| Balance as at 1 January 2022 | 100,000 |
| Repayment during the period | (32,500) |
| Balance as at 30 September 2022 | 67,500 |
| Less: Portion due within one year | (36,667) |
| Portion due more than one year | 30,833 |

The Company's long-term loan no. 1 is long-term loan under a joint loan agreement between the Company and parent company and the bank. The Company and parent company agree that the Company, as the party that draws down the loan, is to be primarily responsible for the principal and interest thereon.

The long-term loan is clean loan with a negative pledge of assets belonging to the Company and parent company (no. 1) and the Company (no. 2). The loan agreement contains covenant relating to maintenance of certain financial ratios specified in the agreement.

12. Income tax

Income tax expenses (benefits) for the three-month and nine-month periods ended 30 September 2022 and 2021 are made up as follows:

| | (Unit: Thousand Baht) | | | |
|--|--|-----------------|----------------------|-----------------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | For the three-month periods ended 30 September | | | |
| | 2022 | 2021 | 2022 | 2021 |
| Current income tax: | | | | |
| Interim corporate income tax charge | 4,257 | (7,232) | 3,907 | (7,098) |
| Deferred tax: | | | | |
| Relating to origination and reversal of temporary differences | (12,227) | (3,494) | (12,250) | (3,520) |
| Income tax benefits reported in profit or loss | (7,970) | (10,726) | (8,343) | (10,618) |

(Unaudited but reviewed)

| | (Unit: Thousand Baht) | | | |
|--|---|----------------|----------------------|----------------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | For the nine-month periods ended 30 September | | | |
| | 2022 | 2021 | 2022 | 2021 |
| Current income tax: | | | | |
| Interim corporate income tax charge | 68,981 | 8,130 | 67,653 | 7,313 |
| Adjustment of income tax charge for previous year | 631 | - | 631 | - |
| Deferred tax: | | | | |
| Relating to origination and reversal of temporary differences | (26,010) | (12,918) | (26,076) | (12,991) |
| Income tax expenses (benefits) reported in profit or loss | 43,602 | (4,788) | 42,208 | (5,678) |

13. Earnings per share

Basic earnings per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

14. Segment information

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The Group's business operations involve 2 principal segments (1) oil palm plantation, crude palm oil and crude palm kernel oil processing (2) generation of electricity from biogases and biomasses. These activities are carried on exclusively in the single geographic area of Thailand. During the periods, there were no material activities pertaining to the generation of electricity from biogases and biomasses segment for the Group. Accordingly, most of the revenues, operating profit and assets as reflected in these financial statements pertain to the industry segment (1) and geographic area as mentioned above.

For the nine-month period ended 30 September 2022, the Group has revenue from one major customer in amount of Baht 1,457 million, arising from oil palm plantation, crude palm oil and crude palm kernel oil processing segment.

15. Dividends

| Dividends | Approved by | Total dividend (Million Baht) | Dividends per share (Baht) |
|---|---|----------------------------------|-------------------------------|
| Final dividend for 2020 | Annual General Meeting of the shareholders on 23 April 2021 | 65 | 0.20 |
| Total dividend paid for the period ended 30 September 2021 | | 65 | 0.20 |
| Final dividend for 2021 | Annual General Meeting of the shareholders on 8 April 2022 | 162 | 0.50 |
| Total dividend paid for the period ended 30 September 2022 | | 162 | 0.50 |

16. Commitments and contingent liabilities**16.1 Capital commitments**

As at 30 September 2022, the Company had capital commitments of Baht 1 million (31 December 2021: Baht 9 million and EUR 0.5 million) relating to the acquisition of machine and equipment.

16.2 Guarantees

As at 30 September 2022, there were outstanding bank guarantees of Baht 4 million (31 December 2021: Baht 3 million) issued by banks on behalf of the Group in respect of certain performance bonds as required in the normal course of business.

17. Right to utilise land

The additional event from the consolidated financial statements for the year ended 31 December 2021 are summarised below.

| Location | Additional event |
|-------------------|---|
| Land plot No. 602 | On 10 March 2022, the ALRO in Krabi filed an additional answer to the Company's objection. On 29 June 2022, the Supreme Administrative Court issued an order upholding the Administrative Court of First Instance not accepting a lawsuit, clarifying that the Company filed the lawsuit after the end of the filing period. The case is therefore finalised. |

| Location | Additional event |
|-------------------|--|
| Land plot No. 603 | On 10 March 2022, the ALRO in Krabi filed an additional answer to the Company's objection. On 29 June 2022, the Supreme Administrative Court issued an order upholding the Administrative Court of First Instance not accepting a lawsuit concerning the revocation of the notice of ALRO on designating a targeted area for land reform because the Company filed the lawsuit after the end of the filing period. However, the Supreme Administrative Court accepted a lawsuit concerning the revocation of the order on vacating the land plots and removing all construction in the targeted area. The Supreme Administrative Court is currently reviewing this case. |

18. Litigation

A criminal action involving alleged trespass in which the ALRO in Krabi made an allegation against the Company. In 2021, Krabi chief public prosecutor filed a lawsuit against the Company with the Court, alleging that the Company utilised the land of 3,978-2-24 rai in land reform area for oil palm plantation in violation of Section 9,108 Bis of the Land Code B.E. 2497, Revolutionary Council Announcement No. 96 dated 29 February 1972, and Section 83 of the Criminal Code. On 12 October 2022, the Court dismissed the case.

19. Compensation from insurance

In September 2022, the Company received full compensation from business interruption insurance.

20. Fair value of financial instruments

Since the majority of the Group's financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

21. Fair value hierarchy

As of 30 September 2022 and 31 December 2021, the Company had the assets that were measured at fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

| | Consolidated/Separate financial statements | | | |
|--------------------------------------|--|---------|---------|---------|
| | As at 30 September 2022 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Assets measured at fair value | | | | |
| Biological assets | - | 18,972 | 96,039 | 115,011 |

(Unit: Thousand Baht)

| | Consolidated/Separate financial statements | | | |
|--------------------------------------|--|---------|---------|---------|
| | As at 31 December 2021 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Assets measured at fair value | | | | |
| Biological assets | - | 13,462 | 98,811 | 112,273 |

During the current period, there were no transfers between the levels of the fair value hierarchy.

22. Approval of interim financial statements

These interim consolidated financial statements were authorised for issue by the Company's Board of Directors on 10 November 2022.