

Thai Wah Public Company Limited and its subsidiaries
Review report and interim financial information
For the three-month and nine-month periods ended
30 September 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Thai Wah Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Thai Wah Public Company Limited and its subsidiaries (the Group) as at 30 September 2022, and 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 Thai Wah Public Company Limited for the same period (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*.

Sumana Punpongsanon

Certified Public Accountant (Thailand) No.5872

EY Office Limited

Bangkok: 8 November 2022

Thai Wah Public Company Limited and its subsidiaries

Statement of financial position

As at 30 September 2022

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets				
Current assets				
	818,196	889,506	339,361	377,878
2, 3	884,962	838,204	724,988	712,441
3	-	-	14,052	157,065
	1,584,810	1,615,527	625,695	658,063
	199	248	-	-
	236,554	543,236	236,392	532,583
	131,819	171,398	39,450	82,373
Total current assets	3,656,540	4,058,119	1,979,938	2,520,403
Non-current assets				
	44,909	43,155	-	-
	136,244	113,284	116,764	113,284
4	-	-	870,549	735,291
3	-	-	683,750	576,176
	71,227	70,226	9,516	504
5	3,536,561	3,458,483	2,265,232	2,174,909
6	244,256	211,166	108,338	86,063
	460,107	474,675	424,107	435,158
	100,678	100,678	100,678	100,678
	27,711	22,305	-	-
	52,922	52,005	5,571	4,890
Total non-current assets	4,674,615	4,545,977	4,584,505	4,226,953
Total assets	8,331,155	8,604,096	6,564,443	6,747,356

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

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

Thai Wah Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2022

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements		
	30 September 2022	31 December 2021	30 September 2022	31 December 2021	
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	8	375,408	287,536	140,000	-
Trade and other payables	3, 7	571,720	741,999	558,171	623,917
Current portion of lease liabilities	3	39,960	29,113	22,444	13,954
Current portion of long-term loans from financial institutions	8	202,860	60,000	202,860	60,000
Current portion of debentures	9	-	999,539	-	999,539
Income tax payable		27,870	37,088	11,077	-
Other current financial liabilities		14,453	1,315	10,637	923
Other current liabilities		107,971	76,465	36,996	45,761
Total current liabilities		1,340,242	2,233,055	982,185	1,744,094
Non-current liabilities					
Long-term loans from and accrued interests to related parties	3	2,716	2,713	60,068	-
Lease liabilities - net of current portion	3	178,556	152,152	96,889	73,445
Long-term loans from financial institutions - net of current portion	8	683,978	210,000	683,978	210,000
Provision for long-term employee benefits		383,793	362,490	310,542	292,650
Deferred tax liabilities		85,557	106,720	59,826	75,219
Other non-current liabilities		3,241	3,136	3,133	3,133
Total non-current liabilities		1,337,841	837,211	1,214,436	654,447
Total liabilities		2,678,083	3,070,266	2,196,621	2,398,541

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

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

Thai Wah Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2022

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements		
	30 September 2022	31 December 2021	30 September 2022	31 December 2021	
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
Shareholders' equity					
Share capital					
Registered					
	880,420,930 ordinary shares of Baht 1 each	880,421	880,421	880,421	880,421
Issued and fully paid up					
	880,420,930 ordinary shares of Baht 1 each	880,421	880,421	880,421	880,421
	Share premium	300,741	300,741	300,741	300,741
	Surplus on the amalgamation	764,866	764,866	764,866	764,866
	Surplus on changes in ownership interests in subsidiary	66,886	66,886	-	-
Retained earnings					
	Appropriated - statutory reserve	89,705	89,705	89,705	89,705
	Unappropriated	3,321,437	3,251,329	2,398,498	2,382,275
	Other components of shareholders' equity	(160,668)	(191,031)	(66,409)	(69,193)
	Equity attributable to owners of the Company	5,263,388	5,162,917	4,367,822	4,348,815
	Non-controlling interests of the subsidiaries	389,684	370,913	-	-
	Total shareholders' equity	5,653,072	5,533,830	4,367,822	4,348,815
	Total liabilities and shareholders' equity	8,331,155	8,604,096	6,564,443	6,747,356
		-	-	-	-

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

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

(Unaudited but reviewed)

Thai Wah Public Company Limited and its subsidiaries
Statement of comprehensive income
For the three-month period ended 30 September 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Revenues					
Sales		2,523,381	2,261,120	1,504,632	1,244,977
Services income		79,857	6,431	16,435	40,851
Dividend income	3, 4	-	-	-	3,652
Gain from fair value measurement of derivatives		-	1,404	-	2,711
Other income		28,468	12,192	15,748	11,732
Total revenues		2,631,706	2,281,147	1,536,815	1,303,923
Expenses					
Cost of sales		2,179,345	1,848,553	1,239,219	1,026,591
Cost of services		75,475	6,912	15,233	38,826
Selling and distribution expenses		127,605	190,057	97,461	83,835
Administrative expenses		181,767	172,579	123,770	100,247
Total expenses		2,564,192	2,218,101	1,475,683	1,249,499
Operating profit		67,514	63,046	61,132	54,424
Loss from fair value measurement of derivatives		(5,150)	-	(5,460)	-
Finance income		1,277	135	7,716	7,253
Finance cost		(14,193)	(16,419)	(9,231)	(13,605)
Profit before income tax expenses		49,448	46,762	54,157	48,072
Income tax expenses	11	(9,406)	(9,528)	(7,696)	(5,684)
Profit for the period		40,042	37,234	46,461	42,388
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent period:</i>					
Exchange differences on translation of financial statements in foreign currencies		29,684	58,564	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent period - net of income tax		29,684	58,564	-	-
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent period:</i>					
Loss on investments in equity designated at fair value through other comprehensive income - net of income tax		(696)	(2,784)	(696)	(2,784)
Other comprehensive income not to be reclassified to profit or loss in subsequent period - net of income tax		(696)	(2,784)	(696)	(2,784)
Other comprehensive income for the period		28,988	55,780	(696)	(2,784)
Total comprehensive income for the period		69,030	93,014	45,765	39,604

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

(Mr. Umnad Sukprasongphol)
 Director

(Mr. Ho Ren Hua)
 Director

(Unaudited but reviewed)

Thai Wah Public Company Limited and its subsidiaries
Statement of comprehensive income (continued)
For the three-month period ended 30 September 2022

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit attributable to:				
Equity holders of the Company	47,526	38,900	46,461	42,388
Non-controlling interests of the subsidiaries	(7,484)	(1,666)		
	<u>40,042</u>	<u>37,234</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	66,033	80,514	45,765	39,604
Non-controlling interests of the subsidiaries	2,997	12,500		
	<u>69,030</u>	<u>93,014</u>		
(Unit: Baht)				
Basic earnings per share				
12				
Profit attributable to equity holders of the Company	<u>0.05</u>	<u>0.04</u>	<u>0.05</u>	<u>0.05</u>

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

.....
(Mr. Umnad Sukprasongphol)
Director

.....
(Mr. Ho Ren Hua)
Director

(Unaudited but reviewed)

Thai Wah Public Company Limited and its subsidiaries
Statement of comprehensive income
For the nine-month period ended 30 September 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Revenues					
Sales		7,684,744	6,601,329	4,338,799	3,605,361
Services income		116,287	17,424	65,874	46,036
Dividend income	3, 4	-	-	3,845	8,719
Other income		61,455	70,529	50,525	52,435
Total revenues		7,862,486	6,689,282	4,459,043	3,712,551
Expenses					
Cost of sales		6,278,571	5,258,015	3,471,310	2,854,246
Cost of services		111,325	20,608	62,389	44,206
Selling and distribution expenses		541,921	549,968	284,530	255,943
Administrative expenses		548,580	457,062	379,492	324,637
Total expenses		7,480,397	6,285,653	4,197,721	3,479,032
Operating profit		382,089	403,629	261,322	233,519
Loss from fair value measurement of derivatives		(14,919)	(10,488)	(11,080)	(7,610)
Finance income		3,007	1,723	23,544	22,371
Finance cost		(49,317)	(51,082)	(34,439)	(41,830)
Profit before income tax expenses		320,860	343,782	239,347	206,450
Income tax expenses	11	(58,337)	(68,745)	(33,042)	(17,435)
Profit for the period		262,523	275,037	206,305	189,015
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent period:</i>					
Exchange differences on translation of financial statements in foreign currencies		45,666	111,261	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent period - net of income tax		45,666	111,261	-	-
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent period:</i>					
Gain on investments in equity designated at fair value through other comprehensive income - net of income tax		2,784	11,833	2,784	11,833
Other comprehensive income not to be reclassified to profit or loss in subsequent period - net of income tax		2,784	11,833	2,784	11,833
Other comprehensive income for the period		48,450	123,094	2,784	11,833
Total comprehensive income for the period		310,973	398,131	209,089	200,848

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

(Mr. Umnad Sukprasongphol)
 Director

(Mr. Ho Ren Hua)
 Director

(Unaudited but reviewed)

Thai Wah Public Company Limited and its subsidiaries
Statement of comprehensive income (continued)
For the nine-month period ended 30 September 2022

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit attributable to:				
Equity holders of the Company	260,190	242,124	206,305	189,015
Non-controlling interests of the subsidiaries	2,333	32,913		
	<u>262,523</u>	<u>275,037</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	290,553	337,702	209,089	200,848
Non-controlling interests of the subsidiaries	20,420	60,429		
	<u>310,973</u>	<u>398,131</u>		
(Unit: Baht)				
Basic earnings per share				
12				
Profit attributable to equity holders of the Company	<u>0.30</u>	<u>0.28</u>	<u>0.23</u>	<u>0.21</u>

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

.....
(Mr. Umnad Sukprasongphol)
Director

.....
(Mr. Ho Ren Hua)
Director

(Unaudited but reviewed)

Thai Wah Public Company Limited and its subsidiaries
Statement of cash flows
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	320,860	343,782	239,347	206,450
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	371,912	354,706	211,535	203,808
Increase in (reversal of) bad debt and allowance for expected credit losses	27,795	3,725	(1,786)	(876)
Increase in (reversal of) allowance for reducing cost of inventories to net realisable value	13,780	(8,393)	4,738	846
Increase in allowance for impairment of investment property	-	420	-	-
Loss on sales and write-off of property, plant, equipment				
intangible assets and right-of-use assets	280	3,521	403	3,335
Loss on lease modification	-	24	-	24
Gain on sales of investments	(473)	(1,581)	(435)	(1,458)
Loss on changes in fair value of investments	5,864	1,027	5,789	999
Loss on changes in fair value of derivatives	14,919	10,488	11,080	7,610
Unrealised gain on exchange rate	(14,986)	(10,295)	(17,109)	(12,206)
Amortised transaction cost of deferred finance fees	353	-	353	-
Amortised transaction cost of debenture	461	1,079	461	1,079
Provision for long-term employee benefits	27,399	26,961	22,455	22,071
Interest income	(3,007)	(1,723)	(23,544)	(22,371)
Dividends income from related parties	-	-	(3,845)	(8,719)
Interest expenses	48,503	50,003	33,625	40,751
Profit from operating activities before changes in operating assets and liabilities	813,660	773,744	483,067	441,343
Operating assets (increase) decrease				
Trade and other receivables	(60,170)	(19,403)	6,027	(5,474)
Inventories	16,937	(281,187)	27,630	(106,899)
Other current assets	38,996	25,674	40,123	17,950
Other non-current assets	(917)	(31,520)	(681)	65
Operating liabilities increase (decrease)				
Trade and other payables	(153,222)	(59,804)	(52,912)	(40,004)
Other current liabilities	31,284	12,983	(8,987)	3,445
Other non-current liabilities	105	(1)	-	(1)
Cash flows from operating activities	686,673	420,486	494,267	310,425
Cash paid for long-term employee benefits	(6,096)	(11,073)	(4,637)	(10,115)
Cash paid for income tax expenses	(93,915)	(49,003)	(38,054)	(29,493)
Net cash flows from operating activities	586,662	360,410	451,576	270,817

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

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

(Unaudited but reviewed)

Thai Wah Public Company Limited and its subsidiaries
Statement of cash flows (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				
Interest received	11,634	9,778	30,953	29,746
Decrease (increase) in short-term loans to related parties	-	-	500	(37,800)
Cash paid for long-term loans to related parties	-	-	(184,808)	(27,870)
Cash received from long-term loans to related parties	-	-	163,876	23,278
Acquisition of investments	(230,228)	(708,931)	(210,748)	(698,931)
Acquisition of investments in subsidiaries	-	-	(78,408)	(5,396)
Acquisition of property, plant and equipment	(375,555)	(220,132)	(276,140)	(118,897)
Acquisition of intangible assets	(6,718)	(5,543)	(6,487)	(3,561)
Proceeds from sales of investments	491,630	657,326	481,591	627,323
Proceeds from held to maturity of investments	10,000	30,000	10,000	30,000
Proceeds from sales of property, plant and equipment	3,125	3,631	2,038	1,727
Proceeds from sale of intangible assets	231	-	231	-
Dividends received from related parties	-	-	3,845	5,067
Net cash flows used in investing activities	(95,881)	(233,871)	(63,557)	(175,314)
Cash flows from financing activities				
Increase in restricted bank deposits	(1,602)	-	-	-
Increase (decrease) in short-term loans from financial institutions	87,872	(36,935)	140,000	-
Cash paid under lease agreements	(27,769)	(23,325)	(15,179)	(11,588)
Cash received from long-term loans from related party	-	-	60,000	-
Cash received from long-term loans from financial institutions	700,000	-	700,000	-
Repayment of long-term loans from financial institutions	(80,715)	(45,000)	(80,715)	(45,000)
Cash paid for redemption of debentures	(1,000,000)	-	(1,000,000)	-
Interest paid	(54,460)	(40,726)	(40,782)	(30,835)
Dividend paid	(189,860)	(117,862)	(189,860)	(117,862)
Dividend paid by the subsidiary to non-controlling interests	(1,649)	(3,790)	-	-
Net cash flows used in financing activities	(568,183)	(267,638)	(426,536)	(205,285)
Translation adjustments	6,092	52,789	-	-
Net decrease in cash and cash equivalents	(71,310)	(88,310)	(38,517)	(109,782)
Cash and cash equivalents at beginning of period	889,506	853,230	377,878	434,626
Cash and cash equivalents at end of period	818,196	764,920	339,361	324,844
	-	-	-	-
Supplemental cash flow information				
Non-cash items				
Undue installments for acquisition of property, plant and equipment	50,929	44,744	41,525	28,769
Undue installments for acquisition of computer software	1,177	80	1,177	80
Addition right-of-use assets and lease liabilities	65,020	9,838	47,113	14,233
Sales of equipment that has not yet been collected	-	-	5,893	5,893
Dividend receivables	-	-	-	3,652
Dividend payables	883	667	883	667
Gain on investments in equity designated at fair value	3,480	14,791	3,480	14,791
Decrease in trade and other receivables from bad debts written-off	-	3	-	3
Reclassification of right-of-use assets to investment properties	1,001	-	9,012	-
Reclassification of short-term loans to related parties to long-term loans to related parties	-	-	141,451	-
Reclassification of long-term loans to related parties to investments in subsidiaries	-	-	56,850	-

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(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

(Unaudited but reviewed)

Thai Wah 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												
Equity attributable to owners of the Company												
	Issued and fully paid-up share capital	Share premium	Surplus on the amalgamation	Surplus on changes in the ownership interests in subsidiary	Retained earnings		Other components of equity			Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
					Appropriated - statutory reserve	Unappropriated	Gain (loss) on investments in equity designated at fair value through other comprehensive income	Exchange differences on translation of financial statements in foreign currencies	Total other components of shareholders' equity			
Balance as at 1 January 2021	880,421	300,741	764,866	66,886	89,705	3,046,276	(77,526)	(177,001)	(254,527)	4,894,368	311,280	5,205,648
Profit for the period	-	-	-	-	-	242,124	-	-	-	242,124	32,913	275,037
Other comprehensive income for the period	-	-	-	-	-	-	11,833	83,745	95,578	95,578	27,516	123,094
Total comprehensive income for the period	-	-	-	-	-	242,124	11,833	83,745	95,578	337,702	60,429	398,131
Dividend paid (Note 10)	-	-	-	-	-	(117,976)	-	-	-	(117,976)	-	(117,976)
Dividend paid by the subsidiary	-	-	-	-	-	-	-	-	-	-	(3,790)	(3,790)
Balance as at 30 September 2021	880,421	300,741	764,866	66,886	89,705	3,170,424	(65,693)	(93,256)	(158,949)	5,114,094	367,919	5,482,013
Balance as at 1 January 2022	880,421	300,741	764,866	66,886	89,705	3,251,329	(69,174)	(121,857)	(191,031)	5,162,917	370,913	5,533,830
Profit for the period	-	-	-	-	-	260,190	-	-	-	260,190	2,333	262,523
Other comprehensive income for the period	-	-	-	-	-	-	2,784	27,579	30,363	30,363	18,087	48,450
Total comprehensive income for the period	-	-	-	-	-	260,190	2,784	27,579	30,363	290,553	20,420	310,973
Dividend paid (Note 10)	-	-	-	-	-	(190,082)	-	-	-	(190,082)	-	(190,082)
Dividend paid by the subsidiary	-	-	-	-	-	-	-	-	-	-	(1,649)	(1,649)
Balance as at 30 September 2022	880,421	300,741	764,866	66,886	89,705	3,321,437	(66,390)	(94,278)	(160,668)	5,263,388	389,684	5,653,072
	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-

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

(Mr. Umnad Sukprasongphol)
Director

(Mr. Ho Ren Hua)
Director

(Unaudited but reviewed)

Thai Wah Public Company Limited and its subsidiaries
Statement of changes in shareholders' equity (continued)
For the nine-month period ended 30 September 2022

(Unit: Thousand Baht)

Separate financial statements

							Other components of equity		
							Other comprehensive income		
							Gain (loss) on investments		
	Issued and fully paid-up share capital	Share premium	Surplus on the amalgamation	Retained earnings		in equity designated at fair value through other comprehensive income	Total other components of shareholders' equity	Total shareholders' equity	
			Appropriated - statutory reserve	Unappropriated					
Balance as at 1 January 2021	880,421	300,741	764,866	89,705	2,283,452	(77,545)	(77,545)	4,241,640	
Profit for the period	-	-	-	-	189,015	-	-	189,015	
Other comprehensive income for the period	-	-	-	-	-	11,833	11,833	11,833	
Total comprehensive income for the period	-	-	-	-	189,015	11,833	11,833	200,848	
Dividend paid (Note 10)	-	-	-	-	(117,976)	-	-	(117,976)	
Balance as at 30 September 2021	<u>880,421</u>	<u>300,741</u>	<u>764,866</u>	<u>89,705</u>	<u>2,354,491</u>	<u>(65,712)</u>	<u>(65,712)</u>	<u>4,324,512</u>	
Balance as at 1 January 2022	880,421	300,741	764,866	89,705	2,382,275	(69,193)	(69,193)	4,348,815	
Profit for the period	-	-	-	-	206,305	-	-	206,305	
Other comprehensive income for the period	-	-	-	-	-	2,784	2,784	2,784	
Total comprehensive income for the period	-	-	-	-	206,305	2,784	2,784	209,089	
Dividend paid (Note 10)	-	-	-	-	(190,082)	-	-	(190,082)	
Balance as at 30 September 2022	<u>880,421</u>	<u>300,741</u>	<u>764,866</u>	<u>89,705</u>	<u>2,398,498</u>	<u>(66,409)</u>	<u>(66,409)</u>	<u>4,367,822</u>	
	-	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	-	

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

.....
(Mr. Umnad Sukprasongphol)

Director

.....
(Mr. Ho Ren Hua)

Director

Thai Wah 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 General information of the Company

Thai Wah Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in the manufacture and distribution of vermicelli, tapioca starch and other food products. Its registered address is 21/11, 21/13 Thai Wah Tower 1 Bldg., 6th Floor, South Sathorn Road, Tungmahamek, Sathorn, Bangkok.

1.2 Basis for the preparation of interim financial information

The interim financial information is 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 information is 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. This interim financial information should therefore be read in conjunction with the latest annual financial statements.

The interim financial information in Thai language is the official statutory financial information of the Company. The interim financial information in English language has been translated from the Thai language financial information.

1.3 Basis of consolidation

The interim consolidated financial statements include the financial statements of Thai Wah Public Company Limited (“the Company”) and its subsidiary companies (“the subsidiaries”) (collectively 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, with no change in shareholding structure of subsidiaries during the current period.

.....
(Mr. Umnad Sukprasongphol)

Director

.....
(Mr. Ho Ren Hua)

Director

1.4 Significant accounting policies

The interim financial information is prepared by 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. 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
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	13	11	139,277	166,399
Past due				
Up to 3 months	-	-	12,732	69,006
3 - 6 months	-	-	6,207	9,976
6 - 12 months	-	-	26,897	12,223
Over 12 months	-	-	27,726	11,905
Total trade receivables - related parties	13	11	212,839	269,509
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	656,071	673,509	364,591	293,095
Past due				
Up to 3 months	214,007	118,107	79,797	66,967
3 - 6 months	8,775	37,260	1,316	7,890
6 - 12 months	8,361	181	87	46
Over 12 months	25,710	5,365	2,104	2,108
Total	912,924	834,422	447,895	370,106
Less: Allowance for expected credit losses	(35,068)	(7,172)	(2,844)	(3,304)
Total trade receivables - unrelated parties - net	877,856	827,250	445,051	366,802
Total trade receivables - net	877,869	827,261	657,890	636,311

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
<u>Other receivables</u>				
Interest receivables - unrelated parties	9	22	-	-
Other receivables - related parties	-	-	69,171	77,018
Other receivables - unrelated parties	8,119	12,057	1,398	4,149
Total	8,128	12,079	70,569	81,167
Less: Allowance for expected credit losses	(1,035)	(1,136)	(3,471)	(5,037)
Total other receivables - net	7,093	10,943	67,098	76,130
Total trade and other receivables - net	884,962	838,204	724,988	712,441

3. Related party transactions

During the period, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

The Group had significant business transactions with related parties which are summarised below.

(Unit: Thousand Baht)

	Consolidated		Separate		Transfer pricing policy
	financial statements		financial statements		
	For the three-month periods ended 30 September				
	2022	2021	2022	2021	
<u>Transactions with subsidiaries</u>					
(Eliminated from consolidated financial statements)					
Purchases of goods	-	-	204,011	193,180	Cost plus margin
Sales of goods	-	-	375,936	283,003	Cost plus margin
Dividends received	-	-	-	3,652	As declared
Rental and service income	-	-	15,799	40,283	Contract price
Rental and service expenses	-	-	923	293	Contract price
Interest income	-	-	7,715	7,253	Contract rate
Interest expense	-	-	208	-	Contract rate
Other income	-	-	2,175	2,970	Actual charge
Other expenses	-	-	1,742	508	Actual charge

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate		Transfer pricing policy
	financial statements		financial statements		
	For the three-month periods ended 30 September				
	2022	2021	2022	2021	
<u>Transactions with related companies</u>					
Purchases of goods	913	1,220	-	-	Cost plus margin
Sales of goods	42	5	42	5	Cost plus margin
Dividends paid	-	1,598	-	-	As declared
Rental and service income	63	63	63	63	Contract price
Rental and service expenses	2,694	1,835	2,694	1,835	Contract price
Cash paid for rental expenses	4,420	4,707	1,935	1,649	Contract price
Interest expenses	1	1	-	-	Contract rate
Other expenses	2,733	705	2,733	705	Actual charge

(Unit: Thousand Baht)

	Consolidated		Separate		Transfer pricing policy
	financial statements		financial statements		
	For the nine-month periods ended 30 September				
	2022	2021	2022	2021	
<u>Transactions with subsidiaries</u>					
(Eliminated from consolidated financial statements)					
Purchases of goods	-	-	570,272	414,291	Cost plus margin
Sales of goods	-	-	933,793	817,619	Cost plus margin
Dividend received	-	-	3,845	8,719	As declared
Rental and service income	-	-	45,362	44,270	Contract price
Rental and service expenses	-	-	2,769	879	Contract price
Interest income	-	-	23,070	21,884	Contract rate
Interest expenses	-	-	337	-	Contract rate
Other income	-	-	5,600	8,332	Actual charge
Other expenses	-	-	3,357	574	Actual charge

Transactions with related companies

Purchases of goods	3,703	4,172	-	-	Cost plus margin
Sales of goods	125	28	125	28	Cost plus margin
Dividend paid	1,649	3,790	-	-	As declared
Rental and service income	189	189	189	189	Contract price
Rental and service expenses	6,650	5,504	6,650	5,504	Contract price
Cash paid for rental expenses	14,121	14,121	5,518	4,945	Contract price
Interest expenses	3	5	-	-	Contract rate
Other expenses	6,216	2,165	6,216	2,165	Actual charge

.....
(Mr. Umnad Sukprasongphol)

Director

.....
(Mr. Ho Ren Hua)

Director

As at 30 September 2022 and 31 December 2021, the balances of the accounts between the Group and those related companies are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2022	2021	2022	2021
Trade and other receivables - related parties (Note 2)				
Subsidiaries	-	-	281,997	346,516
Related companies	13	11	13	11
Total	13	11	282,010	346,527
Less: Allowance for expected credit losses	-	-	(3,471)	(5,037)
Total trade and other receivables				
- related parties - net	13	11	278,539	341,490
Short-term loans to and interest receivables from related parties				
Subsidiaries	-	-	14,052	157,065
Less: Allowance for expected credit losses	-	-	-	-
Short-term loans to and interest receivables				
from related parties - net	-	-	14,052	157,065
Long-term loans to and interest receivables from related parties				
Subsidiaries	-	-	716,308	608,494
Less: Allowance for expected credit losses	-	-	(32,558)	(32,318)
Long-term loans to and interest receivables				
from related parties - net	-	-	683,750	576,176
Trade and other payables - related parties (Note 7)				
Subsidiaries	-	-	198,984	145,450
Related companies	2,730	3,663	2,526	2,057
Total trade and other payables - related parties	2,730	3,663	201,510	147,507
Long-term loans from and accrued interests to related parties				
Subsidiary	-	-	60,068	-
Related company	2,716	2,713	-	-
Total long-term loans from and accrued				
interests to related parties	2,716	2,713	60,068	-
Lease liabilities - related parties				
Subsidiaries	-	-	26,932	29,016
Related companies	128,178	129,715	50,407	44,748
Total lease liabilities - related parties	128,178	129,715	77,339	73,764

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

During the period, movements of short-term loans to and interest receivables from related parties are as follows:

(Unit: Thousand Baht)

Short-term loans to and interest receivables from subsidiaries	Separate financial statements								Balance as at	
	Balance as at 1 January 2022		Increase		Decrease		Reclassification		30 September 2022	
	Loans	Interest	Loans	Interest	Loans	Interest	Loans	Interest	Loans	Interest
D I Company Limited	141,951	1,114	9,500	4,439	(10,000)	(5,123)	(141,451)	(430)	-	-
PT Thai Wah Indonesia	14,000	-	-	471	-	(419)	-	-	14,000	52
Total	155,951	1,114	9,500	4,910	(10,000)	(5,542)	(141,451)	(430)	14,000	52

As at 30 September 2022, short-term loans to and interest receivables from subsidiaries mature at call and carry interest at 4.50% per annum (31 December 2021: 4.50% and 4.84% per annum).

During the period, movements of long-term loans to and interest receivables from related parties are as follows:

(Unit: Thousand Baht)

Long-term loans to and interest receivables from subsidiaries	Separate financial statements								Balance as at	
	Balance as at 1 January 2022		Increase		Decrease		Reclassification		30 September 2022	
	Loans	Interest	Loans	Interest	Loans	Interest	Loans	Interest	Loans	Interest
Thai Wah Bio Power Limited	360,500	2,410	-	10,600	(12,000)	(11,864)	-	-	348,500	1,146
TWPC Investment (Cambodia) Company Limited	83,527	295	83,000	2,557	(141,336)	(2,615)	-	-	25,191	237
Thai Wah Vietnam Company Limited	101,300	8,399	16,808	3,501	-	-	-	-	118,108	11,900
Bang Thao (6) Company Limited	935	1,439	-	28	-	-	-	-	935	1,467
Tha Thungna Land Company Limited	390	600	-	1	(390)	(601)	-	-	-	-
Thai Nam Tapioca (1) Company Limited	800	7	-	24	-	(23)	-	-	800	8
Mae Joe Land Company Limited	8,048	24,269	-	241	-	-	-	-	8,048	24,510
Thai Wah Alpha Starch Company Limited	15,450	125	-	393	(7,000)	(493)	-	-	8,450	25
Tapioca Development Corporation Limited	-	-	85,000	815	(60,000)	(713)	-	-	25,000	102
D I Company Limited	-	-	-	-	-	-	141,451	430	141,451	430
Total	570,950	37,544	184,808	18,160	(220,726)	(16,309)	141,451	430	676,483	39,825
Less: Allowance for expected credit losses	(8,048)	(24,270)	-	-	-	(240)	-	-	(8,048)	(24,510)
Net	562,902	13,274	184,808	18,160	(220,726)	(16,549)	141,451	430	668,435	15,315

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

(Unaudited but reviewed)

As at 30 September 2022, long-term loans to and interest receivables from related parties mature within December 2024 to December 2027 (31 December 2021: July 2023 to September 2025), and carry interest at 3.70% and 4.00% per annum (31 December 2021: 4.00% and 4.84% per annum).

During the period, movements of long-term loans from and accrued interests to related parties are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements							
	Balance as at 1 January 2022		Increase		Decrease		Balance as at 30 September 2022	
	Loans	Interest	Loans	Interest	Loans	Interest	Loans	Interest
Long-term loans from and accrued interests to related party								
International Commercial Development Company Limited	2,089	624	-	3	-	-	2,089	627

(Unit: Thousand Baht)

	Separate financial statements							
	Balance as at 1 January 2022		Increase		Decrease		Balance as at 30 September 2022	
	Loans	Interest	Loans	Interest	Loans	Interest	Loans	Interest
Long-term loans from and accrued interests to related party								
Thai Wah Ventures Company Limited	-	-	60,000	337	-	(269)	60,000	68

As at 30 September 2022, long-term loans from and accrued interests to related parties mature in December 2024 (31 December 2021: within December 2024), and carry interest at 0.20% and 1.38% per annum (31 December 2021: 0.20% per annum).

.....
(Mr. Umnad Sukprasongphol)

Director

.....
(Mr. Ho Ren Hua)

Director

Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2022 and 2021, the Group had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

	Consolidated / Separate financial statements			
	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	2022	2021	2022	2021
Short-term employee benefits	14,709	15,138	43,325	44,127
Post-employment benefits	916	633	2,737	2,380
Other long-term benefits	1,425	7	4,286	20
Total	17,050	15,778	50,348	46,527

4. Investments in subsidiaries

Details of investments in subsidiaries as presented in the separate financial statements are as follows:

	Country of incorporation	Paid-up capital		Percentage of shareholding		Investments at cost method	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021	30 September 2022	31 December 2021
		(Million Baht)	(Million Baht)	(%)	(%)	(Thousand Baht)	(Thousand Baht)
<u>Investments in subsidiary companies</u>							
Agricultural business							
Thai Wah Alpha Starch Company Limited	Thailand	18.00	18.00	99.99	99.99	17,999	17,999
DI Company Limited	Thailand	10.00	10.00	99.93	99.93	9,408	9,408
Thai Nam Tapioca Company Limited	Thailand	86.60	86.60	70.00	70.00	60,620	60,620
Tapioca Development Corporation Limited	Thailand	50.00	50.00	33.33	33.33	54,751	54,751
Tay Ninh Tapioca Joint Stock Company	Vietnam	192.53	192.53	69.99	69.99	86,877	86,877
Thai Wah Vietnam Company Limited	Vietnam	98.22	98.22	100.00	100.00	98,217	98,217
Thai Wah International Trade (Shanghai) Company Limited	China	5.27	5.27	100.00	100.00	5,267	5,267
TWPC Investment (Cambodia) Company Limited	Cambodia	106.98	46.72	100.00	100.00	106,982	46,721
PT Thai Wah Indonesia	Indonesia	11.10	11.10	99.00	99.00	10,989	10,989
Holding business							
Asia Tapioca Products Company Limited	Thailand	105.25	105.25	30.00	30.00	31,600	31,600
Thai Wah Ventures Company Limited	Thailand	100.00	25.00	99.99	99.99	99,996	24,999
Land holding and others							
Thai Wah Bio Power Limited	Thailand	450.00	450.00	99.99	99.99	469,012	469,012
Bangpakong Turakij Company Limited	Thailand	91.00	91.00	99.99	99.99	90,999	90,999
Thai Wah (6) Company Limited	Thailand	69.00	69.00	99.99	99.99	68,998	68,998
Bang Thao (6) Company Limited	Thailand	21.50	21.50	99.99	99.99	21,499	21,499
Tha Thungna Land Company Limited	Thailand	15.00	15.00	99.99	99.99	14,999	14,999
Thai Sin Tapioca (1989) Company Limited	Thailand	5.00	5.00	99.99	99.99	4,999	4,999
Mae Hong Son Land Development Limited	Thailand	2.00	2.00	84.97	84.97	1,699	1,699
Thai Nam Tapioca (1) Company Limited	Thailand	1.00	1.00	69.95	69.95	700	700
Thai Modified Starch Company Limited	Thailand	10.00	10.00	94.62	94.62	9,462	9,462
Mae Joe Land Company Limited	Thailand	3.00	3.00	49.99	49.99	1,500	1,500
Total						1,266,573	1,131,315
Less: Allowance for impairment on investments						(396,024)	(396,024)
Investments in subsidiaries - net						870,549	735,291

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

(Unaudited but reviewed)

The Company recognised dividend income from subsidiary during the three-month and nine-month periods ended 30 September 2022 and 2021 in the separate financial statements as follows:

	(Unit: Thousand Baht)			
	Separate financial statements			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	2022	2021	2022	2021
Tay Ninh Tapioca Joint Stock Company	-	3,652	3,845	8,719

On 27 April 2022, the Group paid an additional payment of Baht 75 million for its investments in Thai Wah Ventures Company Limited (a subsidiary), accounting for 75% of the existing registered capital. The Group remains holding 100% interest in the said subsidiary.

On 10 August 2022, the Company's Board of Directors' meeting approved an increase of USD 4 million in the registered capital of TWPC Investment (Cambodia) Company Limited (a subsidiary) in Cambodia, from USD 3 million to USD 7 million. Currently, the registration of the capital increase is underway. On 26 September 2022, payment of the investments of USD 1.59 million or Baht 60.26 million in this subsidiary was made for the uncalled portions of the existing registered capital. The Company remains holding 100% interest in the said subsidiary.

5. Property, plant and equipment

Movements of property, plant and equipment for the nine-month period ended 30 September 2022 are as summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2022	3,458,483	2,174,909
Acquisitions during the period - at cost	363,965	270,069
Disposals during the period - net book value	(3,319)	(2,355)
Depreciation for the period	(316,546)	(177,391)
Translation adjustment	33,978	-
Net book value as at 30 September 2022	3,536,561	2,265,232

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

As at 30 September 2022, the Group has placed some of their land and construction with the net book value amounting to approximately Baht 496.79 million (31 December 2021: Baht 505.86 million) as collateral against credit facilities received from financial institutions (Separate financial statements: Baht 354.96 million and 31 December 2021: Baht 360.80 million).

6. Right-of-use assets

The movements of right-of-use assets for the nine-month period ended 30 September 2022 are as summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2022	211,166	86,063
Reclassification to investment properties	(1,001)	(9,012)
Increase during the period	64,657	46,978
Increase from lease modification	363	135
Disposals during the period - net book value	(101)	(101)
Depreciation for the period	(32,283)	(15,725)
Translation adjustment	1,455	-
Net book value as at 30 September 2022	<u>244,256</u>	<u>108,338</u>

7. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2022	2021	2022	2021
Trade payables - related parties	-	1,531	195,799	144,001
Trade payables - unrelated parties	257,756	325,671	158,444	191,569
Other payables - related parties	2,730	2,132	5,673	3,150
Payables for purchase of assets - related parties	-	-	38	356
Payables for purchase of assets - unrelated parties	52,106	62,599	42,664	47,321
Payables for electricity charges	35,113	28,083	18,910	16,331
Accrued factory expenses	95,207	121,023	64,918	91,481
Accrued expenses	128,808	200,960	71,725	129,708
Total trade and other payables	<u>571,720</u>	<u>741,999</u>	<u>558,171</u>	<u>623,917</u>

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

8. Loans from financial institutions

Short-term loans from financial institutions

(Unit: Thousand Baht)

	Interest rate		Consolidated		Separate	
	(% per annum)		financial statements		financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021	30 September 2022	31 December 2021
Promissory notes	1.25 - 2.45	2.45	260,000	180,000	140,000	-
Short-term loans	4.25 - 6.30	2.80 - 3.80	115,408	107,536	-	-
Total			375,408	287,536	140,000	-

Long-term loans from financial institutions

(Unit: Thousand Baht)

Loan	Interest rate (% per annum)	Repayment schedule	Consolidated / Separate	
			financial statements	
			30 September 2022	31 December 2021
1	Prime rate - 2.50	Monthly installments of Baht 5 million and mature in June 2026	225,000	270,000
2	2.90	Every 3 months installments of Baht 36 million and mature in April 2029	664,285	-
Total			889,285	270,000
Less: Deferred finance fees			(2,447)	-
Net			886,838	270,000
Less: Current portion			(202,860)	(60,000)
Long-term loans from financial institutions - net of current portion			683,978	210,000

.....
 (Mr. Umnad Sukprasongphol)
 Director

.....
 (Mr. Ho Ren Hua)
 Director

9. Debentures

No.	Interest rate (% per annum)	Age	Maturity	Consolidated / Separate financial statements			
				Number of debenture (Units)		Amount (Thousand Baht)	
				30 September 2022	31 December 2021	30 September 2022	31 December 2021
No. 1/2019	4.00	3 years	24 April 2022	-	1,000,000	-	1,000,000
Less: Unamortised portion of deferred transaction costs						-	(461)
Debentures - net						-	999,539
Less: Current portion of debentures						-	(999,539)
Debentures - net of current portion						-	-

Movements in debentures 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	999,539
Amortisation of transaction costs of debenture during the period	461
Redemption of debentures during the period	(1,000,000)
Balance as at 30 September 2022	-

On 24 April 2019, the Company issued debentures to the institutions and high net-worth investors as approved by the shareholders at the Annual General Meeting held on 27 April 2018. The debentures are registered unsubordinated and unsecured debentures with a debenture holders' representatives in the name - registered certificate at 1 million units, Baht 1,000 par value, totalling principal amount of Baht 1,000 million. The debentures have a term of 3 years with a fixed interest rate of 4% per annum. The interest is payable every 6 months throughout the debenture term. The proceeds from the issuance of debentures were used for business expansion and used as general working capital.

In addition, the debentures were issued with covenants relating to various matters such as maintaining the debt-to-equity ratio of not exceeding 1.5 times at every quarter end.

During the current period, the debentures had been matured and the Company has already redeemed all debentures from all holders completely.

10. Dividends

Dividends	Approved by	Total dividends (Thousand Baht)	Dividend per share (Baht)
Dividends from retained earnings as at 31 December 2021	Annual General Meeting of the shareholders on 22 April 2022	190,082	0.2159
Total dividends for 2022		190,082	0.2159
Dividends from retained earnings as at 31 December 2020	Annual General Meeting of the shareholders on 23 April 2021	117,976	0.1340
Total dividends for 2021		117,976	0.1340

11. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

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

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	For the three-month periods ended 30 September			
	2022	2021	2022	2021
Current income tax:				
Interim corporate income tax	17,101	12,521	12,187	9,507
Deferred tax:				
Temporary differences relating to origination and reversal of temporary differences	(10,651)	(3,122)	(4,491)	(3,823)
Translation adjustments	2,956	129	-	-
Income tax expenses reported in the statements of comprehensive income	9,406	9,528	7,696	5,684

.....
(Mr. Umnad Sukprasongphol)
Director

.....
(Mr. Ho Ren Hua)
Director

(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	81,568	85,636	49,131	38,522
Deferred tax:				
Temporary differences relating to origination and reversal of temporary differences	(27,266)	(17,253)	(16,089)	(21,087)
Translation adjustments	4,035	362	-	-
Income tax expenses reported in the statements of comprehensive income	58,337	68,745	33,042	17,435

The amounts of income tax relating to each component of other comprehensive income for the three-month and nine-month periods ended 30 September 2022 and 2021 are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 30 September			
	2022	2021	2022	2021
Deferred tax related to loss on changes in fair value of equity instruments	(174)	(696)	(174)	(696)
Total	(174)	(696)	(174)	(696)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the nine-month periods ended 30 September			
	2022	2021	2022	2021
Deferred tax related to gain on changes in fair value of equity instruments	696	2,958	696	2,958
Total	696	2,958	696	2,958

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

12. Basic earnings per share

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

	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month periods ended 30 September			
	2022	2021	2022	2021
Profit for the period (Thousand Baht)	47,526	38,900	46,461	42,388
Number of ordinary shares (shares)	880,420,930	880,420,930	880,420,930	880,420,930
Earnings per share (Baht/share)	0.05	0.04	0.05	0.05

	Consolidated		Separate	
	financial statements		financial statements	
	For the nine-month periods ended 30 September			
	2022	2021	2022	2021
Profit for the period (Thousand Baht)	260,190	242,124	206,305	189,015
Number of ordinary shares (shares)	880,420,930	880,420,930	880,420,930	880,420,930
Earnings per share (Baht/share)	0.30	0.28	0.23	0.21

13. Segment information

The Group is organised into business units based on its products and services. During the current period, the Group has not changed the organisation of their reportable segments.

Revenue and profit information regarding the Group's operating segments for the three-month and nine-month periods ended 30 September 2022 and 2021 is as follows:

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 Director

.....
 (Mr. Ho Ren Hua)
 Director

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Starch segment	Food segment	Total reportable segments	Adjustments and eliminations	Consolidated financial statements
For the three months ended 30 September 2022					
Sales and service income					
Revenue from external customers	2,093,695	512,439	2,606,134	(2,896)	2,603,238
Total revenue	2,093,695	512,439	2,606,134	(2,896)	2,603,238
Operating results					
Segment profit (loss)	(8,281)	46,372	38,091	955	39,046
Other income					28,468
Finance income					1,277
Loss from fair value measurement of derivatives					(5,150)
Finance cost					(14,193)
Profit before income tax expenses					49,448
Income tax expenses					(9,406)
Net profit for the period					40,042
Timing of revenue recognition:					
Revenue recognised at a point in time					2,523,381
Revenue recognised over time					79,857
Total revenue from contracts with customers					2,603,238

(Unit: Thousand Baht)

	Starch segment	Food segment	Total reportable segments	Adjustments and eliminations	Consolidated financial statements
For the three-month period ended 30 September 2021					
Sales and service income					
Revenue from external customers	1,839,349	429,397	2,268,746	(1,195)	2,267,551
Total revenue	1,839,349	429,397	2,268,746	(1,195)	2,267,551
Operating results					
Segment profit	20,185	27,924	48,109	1,341	49,450
Other income					12,192
Finance income					135
Gain from fair value measurement of derivatives					1,404
Finance cost					(16,419)
Profit before income tax expenses					46,762
Income tax expenses					(9,528)
Net profit for the period					37,234
Timing of revenue recognition:					
Revenue recognised at a point in time					2,261,120
Revenue recognised over time					6,431
Total revenue from contracts with customers					2,267,551

(Mr. Umnad Sukprasongphol)

Director

(Mr. Ho Ren Hua)

Director

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Starch segment	Food segment	Total reportable segments	Adjustments and eliminations	Consolidated financial statements
For the nine-months ended 30 September 2022					
Sales and service income					
Revenue from external customers	6,327,615	1,480,877	7,808,492	(7,461)	7,801,031
Total revenue	6,327,615	1,480,877	7,808,492	(7,461)	7,801,031
Operating results					
Segment profit	159,911	158,084	317,995	2,639	320,634
Other income					61,455
Finance income					3,007
Loss from fair value measurement of derivatives					(14,919)
Finance cost					(49,317)
Profit before income tax expenses					320,860
Income tax expenses					(58,337)
Net profit for the period					262,523
Timing of revenue recognition:					
Revenue recognised at a point in time					7,684,744
Revenue recognised over time					116,287
Total revenue from contracts with customers					7,801,031

(Unit: Thousand Baht)

	Starch segment	Food segment	Total reportable segments	Adjustments and eliminations	Consolidated financial statements
For the nine-month period ended 30 September 2021					
Sales and service income					
Revenue from external customers	5,347,364	1,287,219	6,634,583	(15,830)	6,618,753
Total revenue	5,347,364	1,287,219	6,634,583	(15,830)	6,618,753
Operating results					
Segment profit	202,062	123,365	325,427	7,673	333,100
Other income					70,529
Finance income					1,723
Loss from fair value measurement of derivatives					(10,488)
Finance cost					(51,082)
Profit before income tax expenses					343,782
Income tax expenses					(68,745)
Net profit for the period					275,037
Timing of revenue recognition:					
Revenue recognised at a point in time					6,601,329
Revenue recognised over time					17,424
Total revenue from contracts with customers					6,618,753

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Director

14. Commitments and contingent liabilities

14.1 Investment commitments

As at 30 September 2022, the Company was committed to pay uncalled portions of its investments in overseas subsidiaries of IDR 5,000 million and of its investments in a local subsidiary, approximately of Baht 10.43 million. (31 December 2021: the Company was committed to pay uncalled portions of its investments in overseas subsidiaries of US Dollar 1.59 million and IDR 5,000 million and of its investments in two local subsidiaries, approximately of Baht 85.43 million.)

14.2 Capital commitments

The Group had commitments related to the construction of buildings and the purchases of machinery, equipment and computer software as follows:

(Unit: Million)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
Baht	92.29	59.19	84.90	46.14
Vietnam Dong	1,516.57	807.91	-	-
US Dollar	1.25	0.02	0.02	0.02
Euro	0.66	0.66	0.66	0.66

14.3 Purchase of raw material commitments

The Group had outstanding future payment commitments in respect of agreements to purchase raw materials as follows:

(Unit: Million)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
US Dollar	4.76	3.58	4.76	3.58

14.4 Commitment under tapioca industry development cooperation agreement

The Company has collaborated with a local foundation on a project to jointly develop and bring new tapioca species into commercialisation. The Company received tapioca stems for propagation and cultivation.

As at 30 September 2022 and 31 December 2021, the Company has obligation to return the tapioca stems under condition as identified in agreement with the maximum value of Baht 5 million.

As at 30 September 2022, the Company has obligation to contribute to the fund as identified in agreement approximately Baht 1 million per annum for 3 years (31 December 2021: Baht 0.68 million).

14.5 Operating lease commitments

The Group had future minimum payments required under these non-cancellable leases contracts that have not yet commenced and leases that have a lease term of 12 months or less at the commencement date, or are leases of low-value assets and non-cancellable service agreements as follows:

(Unit: Million)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
Baht				
Within 1 year	0.97	0.27	0.95	0.20
1 to 5 years	0.08	0.07	0.08	0.07
Total	1.05	0.34	1.03	0.27
Vietnam Dong				
Within 1 year	208.07	163.69	-	-
1 to 5 years	276.06	357.53	-	-
Total	484.13	521.22	-	-

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14.6 Service agreements commitments

(Unit: Million)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
Service agreements				
Baht	29.02	14.10	28.39	12.12
US Dollar	0.02	0.12	0.02	0.11
Vietnam Dong	59.00	-	-	-
IDR	391.64	-	-	-

14.7 Guarantees

The Group had outstanding bank guarantees issued by the banks on behalf of the Group in respect of certain performance bonds as required in the normal course of business as follows.

(Unit: Million)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
Baht	40.56	40.50	19.55	19.55
Vietnam Dong	440.50	440.50	-	-

15. Financial instruments**15.1 Fair values 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 statements of financial position.

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Director

.....
(Mr. Ho Ren Hua)
Director

15.2 Fair value hierarchy

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

(Unit: Million Baht)

	Consolidated financial statements			
	As at 30 September 2022			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
Investments in mutual funds	0.12	-	-	0.12
Investments in debt securities	-	236.31	9.75	246.06
Financial assets measured at FVOCI				
Equity investments	126.50	-	-	126.50

(Unit: Million Baht)

	Consolidated financial statements			
	As at 31 December 2021			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
Investments in mutual funds	280.70	-	-	280.70
Investments in debt securities	-	260.62	9.75	270.37
Financial assets measured at FVOCI				
Equity investments	103.54	-	-	103.54

(Unit: Million Baht)

	Separate financial statements			
	As at 30 September 2022			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
Investments in debt securities	-	236.31	9.75	246.06
Financial assets measured at FVOCI				
Equity investments	107.02	-	-	107.02

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(Unit: Million Baht)

	Separate financial statements			
	As at 31 December 2021			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
Investments in mutual funds	270.51	-	-	270.51
Investments in debt securities	-	260.62	9.75	270.37
Financial assets measured at FVOCI				
Equity investments	103.54	-	-	103.54

During the current period, the Group has not changed the methods and assumptions used by estimating the fair value of financial instruments and there were no transfers within the fair value hierarchy.

16. Events after the reporting period

On 4 October 2022, a local subsidiary reclassified the subscription of shares of an overseas subsidiary as other non-current financial assets because the share certificate has been received.

On 20 October 2022, the investment payment of IDR 5,000 million or Baht 12.65 million in this subsidiary was made for the uncalled portions of the existing registered capital. The Group remains holding 100% interest in the said subsidiary.

On 31 October 2022, the Extraordinary General Meeting of shareholders of Tha Thungna Land Company Limited (a subsidiary) passed a resolution to approve the dissolution. This subsidiary company registered for the dissolution with the Ministry of Commerce on the same date. The subsidiary has been in the liquidation process.

On 8 November 2022, a meeting of the Company's Board of Directors passed a resolution approving the establishment of the following two subsidiaries:

- A local subsidiary to design, develop and distribute agri-biotech products and solution service for the Group with the initial registered capital of Baht 5 million, which is 100% owned by TWPC.
- An overseas subsidiary to sell, market, and distribute tapioca starch, bioplastic and agri-food related products with the initial registered capital equivalent to Baht 5 million, which is 100% owned by TWPC.

On 8 November 2022, a meeting of the Company's Board of Directors passed a resolution approving the following matters:

- An increase of Baht 50 million in the registered capital of Thai Wah Alpha Starch Company Limited (a subsidiary), from Baht 18 million to Baht 68 million. The Company remains holding 99.99% interest in this company.
- An increase of Baht 50 million in the registered capital of DI Company Limited (a subsidiary), from Baht 10 million to Baht 60 million. The Company remains holding 99.93% interest in this company.
- An increase of USD 3.5 million in the registered capital of Thai Wah Vietnam Company Limited (a subsidiary) in Vietnam, from USD 3 million to USD 6.5 million. The Company remains holding 100% interest in this company.
- An increase of IDR 10,000 million in the registered capital of PT Thai Wah Indonesia (a subsidiary) in Indonesia, from IDR 10,000 million to IDR 20,000 million. The Group remains holding 100% interest in this company.

17. Approval of interim financial information

The interim financial information was authorised for issue by the Company's Board of Directors on 8 November 2022.

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(Mr. Umnad Sukprasongphol)

Director

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(Mr. Ho Ren Hua)

Director