

T.A.C. Consumer Public Company Limited and its subsidiary  
Review report and interim financial information  
For the three-month and nine-month periods ended  
30 September 2023

## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of T.A.C. Consumer Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of T.A.C. Consumer Public Company Limited and its subsidiary as at 30 September 2023, the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, 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 reviews the separate financial information of T.A.C. Consumer 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**

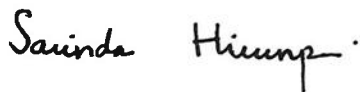
I conducted my review in accordance with Thai Standard on Review Engagements 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting 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.

### **Emphasis of matter**

I draw attention to the Note 5 to the interim financial statements regarding the acquisition of Blush Beauty (Thai) Limited's business from their former shareholders in March 2023. At present, the subsidiary is in the process of assessing the fair value of identifiable assets acquired at the acquisition date. The assessment process is ongoing and mainly relates to the identification and valuation of intangible assets and certain tangible assets. The assessment shall be completed within measurement period of 12 months from the acquisition date pursuant to the period allowed by Thai Financial Reporting Standard No. 3 "Business Combinations". During the measurement period, the subsidiary will make further retrospective adjustment of the provisional amounts recognised at the acquisition date when it obtains complete accounting information for reporting in the financial statements. My conclusion is not modified in respect of this matter.



Sarinda Hirunprasurtwutti  
Certified Public Accountant (Thailand) No. 4799

EY Office Limited  
Bangkok: 9 November 2023

**T.A.C. Consumer Public Company Limited and its subsidiary**

**Statement of financial position**

**As at 30 September 2023**

(Unit: Thousand Baht)

	Note	Consolidated	Financial statements		
		financial statements	in which the equity method is applied	Separate financial statements	
		30 September 2023	31 December 2022	30 September 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		163,744	150,804	151,591	150,804
Trade and other receivables	3	311,565	310,089	310,577	310,089
Inventories		57,187	50,334	44,614	50,334
Other current financial assets	4	319,552	504,148	319,552	504,148
Other current assets		11,328	5,900	5,898	5,900
<b>Total current assets</b>		<b>863,376</b>	<b>1,021,275</b>	<b>832,232</b>	<b>1,021,275</b>
<b>Non-current assets</b>					
Long-term loan to related party	2	-	-	10,000	-
Investment in subsidiary	5	-	-	50,000	-
Investment in associate	6	19,909	27,252	30,000	30,000
Property, plant and equipment	7	100,386	93,932	96,212	93,932
Right-of-use assets		18,060	18,649	15,691	18,649
Intangible assets		15,235	225	172	225
Deferred tax assets		12,383	12,866	8,983	12,866
Other non-current financial assets		6,252	4,502	6,018	4,502
<b>Total non-current assets</b>		<b>172,225</b>	<b>157,426</b>	<b>217,076</b>	<b>160,174</b>
<b>Total assets</b>		<b>1,035,601</b>	<b>1,178,701</b>	<b>1,049,308</b>	<b>1,181,449</b>

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

**T.A.C. Consumer Public Company Limited and its subsidiary**

**Statement of financial position (continued)**

**As at 30 September 2023**

(Unit: Thousand Baht)

		Consolidated financial statements	Financial statements in which the equity method is applied	Separate financial statements	
Note	30 September 2023	31 December 2022	30 September 2023	31 December 2022	
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Short-term loan from					
financial insitution	9	-	30,000	-	30,000
Trade and other payables	10	270,416	299,624	267,699	299,624
Advance received from customers		6,911	6,228	6,886	6,228
Current portion of lease liabilities		8,083	6,466	7,105	6,466
Income tax payable		11,530	28,766	11,530	28,766
Other current liabilities		15,284	6,098	15,108	6,098
<b>Total current liabilities</b>		<b>312,224</b>	<b>377,182</b>	<b>308,328</b>	<b>377,182</b>
<b>Non-current liabilities</b>					
Lease liabilities, net of current portion		10,382	11,899	8,867	11,899
Provision for long-term employee benefits		29,914	26,726	29,914	26,726
Other non-current liabilities		112	-	-	-
<b>Total non-current liabilities</b>		<b>40,408</b>	<b>38,625</b>	<b>38,781</b>	<b>38,625</b>
<b>Total liabilities</b>		<b>352,632</b>	<b>415,807</b>	<b>347,109</b>	<b>415,807</b>

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

**T.A.C. Consumer Public Company Limited and its subsidiary**


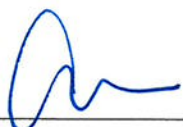
**Statement of financial position (continued)**

**As at 30 September 2023**

(Unit: Thousand Baht)

	Consolidated financial statements	Financial statements in which the equity method is applied		Separate financial statements	
		<u>Note</u>	<u>30 September 2023</u>	<u>31 December 2022</u>	<u>30 September 2023</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)	
<b>Liabilities and shareholders' equity (continued)</b>					
<b>Shareholders' equity</b>					
Share capital					
Registered					
608,000,000 ordinary shares of Baht 0.25 each	152,000	152,000	152,000	152,000	152,000
Issued and fully paid up					
608,000,000 ordinary shares of Baht 0.25 each	152,000	152,000	152,000	152,000	152,000
Share premium	426,989	426,989	426,989	426,989	426,989
Treasury shares	12 (13,303)	-	(13,303)	-	-
Retained earnings					
Appropriated - statutory reserve	15,200	15,200	15,200	15,200	15,200
Reserve for treasury shares	12 13,303	-	13,303	-	-
Unappropriated	84,744	168,705	108,010	171,453	
Equity attributable to owners of the Company	678,933	762,894	702,199	765,642	
Non-controlling interests of the subsidiary	4,036	-	-	-	-
<b>Total shareholders' equity</b>	<b>682,969</b>	<b>762,894</b>	<b>702,199</b>	<b>765,642</b>	
<b>Total liabilities and shareholders' equity</b>	<b>1,035,601</b>	<b>1,178,701</b>	<b>1,049,308</b>	<b>1,181,449</b>	

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

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Directors

**T.A.C. Consumer**  
**Public Company Limited**  
บริษัท ที.เอ.ซี. คอสมูเมอร์ จำกัด (มหาชน)

(Unaudited but reviewed)

**T.A.C. Consumer Public Company Limited and its subsidiary**

**Statement of comprehensive income**

**For the three-month period ended 30 September 2023**

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

	Consolidated financial statements	Financial statements in which the equity method is applied	Separate financial statements	
Note	2023	2022	2023	2022
<b>Profit or loss:</b>				
<b>Revenues</b>				
Sales and service income	426,414	381,522	422,800	381,522
Gain on exchange	59	3,362	59	3,362
Other income	1,780	1,533	1,720	1,533
<b>Total revenues</b>	<b>428,253</b>	<b>386,417</b>	<b>424,579</b>	<b>386,417</b>
<b>Expenses</b>				
Cost of sales and services	284,546	247,462	282,549	247,462
Selling and distribution expenses	43,646	39,215	37,794	39,215
Administrative expenses	32,123	22,141	28,640	22,141
<b>Total expenses</b>	<b>360,315</b>	<b>308,818</b>	<b>348,983</b>	<b>308,818</b>
<b>Profit from operating activities</b>	<b>67,938</b>	<b>77,599</b>	<b>75,596</b>	<b>77,599</b>
Share of loss from investment				
in associate	6 (2,451)	(339)	-	-
Finance income	368	484	368	484
Finance cost	(280)	(280)	(232)	(280)
<b>Profit before income tax expenses</b>	<b>65,575</b>	<b>77,464</b>	<b>75,732</b>	<b>77,803</b>
Income tax expenses	11 (14,322)	(15,294)	(15,844)	(15,294)
<b>Profit for the period</b>	<b>51,253</b>	<b>62,170</b>	<b>59,888</b>	<b>62,509</b>
<b>Other comprehensive income:</b>				
<b>Other comprehensive income</b>				
<b>for the period</b>				
	-	-	-	-
<b>Total comprehensive income</b>				
<b>for the period</b>				
	<u>51,253</u>	<u>62,170</u>	<u>59,888</u>	<u>62,509</u>

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

(Unaudited but reviewed)

**T.A.C. Consumer Public Company Limited and its subsidiary**

**Statement of comprehensive income (continued)**

**For the three-month period ended 30 September 2023**

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

	Consolidated financial statements	Financial statements in which the equity method is applied	Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Profit attributable to:</b>				
Equity holders of the Company	51,787	62,170	<u>59,888</u>	<u>62,509</u>
Non-controlling interests of the subsidiary	<u>(534)</u>	<u>-</u>		
Total	<u>51,253</u>	<u>62,170</u>		
<b>Earnings per share</b>				
Basic earnings per share				
Profit attributable to equity holders of the Company (Baht)	<u>0.08</u>	<u>0.10</u>	<u>0.10</u>	<u>0.10</u>
Weighted average number of ordinary shares (Thousand shares)	<u>607,315</u>	<u>608,000</u>	<u>607,315</u>	<u>608,000</u>

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



(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited and its subsidiary

Statement of comprehensive income

For the nine-month period ended 30 September 2023

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

	Consolidated financial statements	Financial statements in which the equity method is applied	Separate financial statements	
Note	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Profit or loss:</b>				
<b>Revenues</b>				
Sales and service income	1,253,329	1,103,840	1,245,461	1,103,840
Gain on exchange	660	7,714	660	7,714
Other income	<u>5,193</u>	<u>3,318</u>	<u>4,998</u>	<u>3,318</u>
<b>Total revenues</b>	<u>1,259,182</u>	<u>1,114,872</u>	<u>1,251,119</u>	<u>1,114,872</u>
<b>Expenses</b>				
Cost of sales and services	845,308	696,802	841,197	696,802
Selling and distribution expenses	117,327	115,465	104,908	115,465
Administrative expenses	<u>102,396</u>	<u>62,679</u>	<u>92,919</u>	<u>62,679</u>
<b>Total expenses</b>	<u>1,065,031</u>	<u>874,946</u>	<u>1,039,024</u>	<u>874,946</u>
<b>Profit from operating activities</b>	194,151	239,926	212,095	239,926
Share of loss from investment				
in associate	6 (7,343)	(1,008)	-	-
Finance income	888	897	887	897
Finance cost	<u>(860)</u>	<u>(887)</u>	<u>(764)</u>	<u>(887)</u>
<b>Profit before income tax expenses</b>	186,836	238,928	212,218	239,936
Income tax expenses	11 <u>(40,091)</u>	<u>(48,209)</u>	<u>(43,491)</u>	<u>(48,209)</u>
<b>Profit for the period</b>	<u>146,745</u>	<u>190,719</u>	<u>168,727</u>	<u>191,727</u>
<b>Other comprehensive income:</b>				
<b>Other comprehensive income</b>				
<b>for the period</b>				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income</b>				
<b>for the period</b>				
	<u>146,745</u>	<u>190,719</u>	<u>168,727</u>	<u>191,727</u>

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

(Unaudited but reviewed)

**T.A.C. Consumer Public Company Limited and its subsidiary**

**Statement of comprehensive income (continued)**

**For the nine-month period ended 30 September 2023**

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

	Consolidated	Financial statements	Separate financial statements	
	financial	in which the equity		
	statements	method is applied		
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Profit attributable to:</b>				
Equity holders of the Company	148,209	190,719	<u>168,727</u>	<u>191,727</u>
Non-controlling interests of the subsidiary	<u>(1,464)</u>	<u>-</u>		
Total	<u>146,745</u>	<u>190,719</u>		
<b>Earnings per share</b>				
Basic earnings per share				
Profit attributable to equity holders of the Company (Baht)	<u>0.24</u>	<u>0.31</u>	<u>0.28</u>	<u>0.32</u>
Weighted average number of ordinary shares (Thousand shares)	<u>607,769</u>	<u>608,000</u>	<u>607,769</u>	<u>608,000</u>

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

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited and its subsidiary

Statement of changes in shareholders' equity

For the nine-month period ended 30 September 2023

(Unit: Thousand Baht)

		Consolidated financial statements/ Financial statements in which the equity method is applied					Total equity	Equity attributable		
		Issued and	Share	Retained earnings			attributable	to non-controlling		
		paid up	premium	Treasury shares	Appropriated -	Reserve for	to owners of	interests of	Total	
Note		share capital			statutory reserve	treasury shares	Unappropriated	the Company	the subsidiary	
	<b>Balance as at 1 January 2022</b>	152,000	426,989	-	15,200	-	148,241	742,430	-	742,430
	Profit for the period	-	-	-	-	-	190,719	190,719	-	190,719
	Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
	Total comprehensive income for the period	-	-	-	-	-	190,719	190,719	-	190,719
	Dividend paid	-	-	-	-	-	(212,765)	(212,765)	-	(212,765)
14	<b>Balance as at 30 September 2022</b>	<u>152,000</u>	<u>426,989</u>	<u>-</u>	<u>15,200</u>	<u>-</u>	<u>126,195</u>	<u>720,384</u>	<u>-</u>	<u>720,384</u>
	<b>Balance as at 1 January 2023</b>	152,000	426,989	-	15,200	-	168,705	762,894	-	762,894
	Increase in non-controlling interests of the subsidiary from business acquisition	-	-	-	-	-	-	-	5,500	5,500
	Profit for the period	-	-	-	-	-	148,209	148,209	(1,464)	146,745
	Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
	Total comprehensive income for the period	-	-	-	-	-	148,209	148,209	4,036	152,245
	Treasury shares	-	-	(13,303)	-	13,303	(13,303)	(13,303)	-	(13,303)
12		-	-	-	-	-	-	-	-	-
	Dividend paid	-	-	-	-	-	(218,867)	(218,867)	-	(218,867)
14	<b>Balance as at 30 September 2023</b>	<u>152,000</u>	<u>426,989</u>	<u>(13,303)</u>	<u>15,200</u>	<u>13,303</u>	<u>84,744</u>	<u>678,933</u>	<u>4,036</u>	<u>682,969</u>

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

(Unaudited but reviewed)

T.A.C. Consumer Public Company Limited and its subsidiary

Statement of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2023

(Unit: Thousand Baht)

		Separate financial statements						
		Issued and	Share		Retained earnings			
		paid up	premium	Treasury shares	Appropriated -	Reserve for	Unappropriated	Total
Note		share capital			statutory reserve	treasury shares		
	<b>Balance as at 1 January 2022</b>	152,000	426,989	-	15,200	-	149,625	743,814
	Profit for the period	-	-	-	-	-	191,727	191,727
	Other comprehensive income for the period	-	-	-	-	-	-	-
	Total comprehensive income for the period	-	-	-	-	-	191,727	191,727
	Dividend paid	-	-	-	-	-	(212,765)	(212,765)
	<b>Balance as at 30 September 2022</b>	<u>152,000</u>	<u>426,989</u>	<u>-</u>	<u>15,200</u>	<u>-</u>	<u>128,587</u>	<u>722,776</u>
	<b>Balance as at 1 January 2023</b>	152,000	426,989	-	15,200	-	171,453	765,642
	Profit for the period	-	-	-	-	-	168,727	168,727
	Other comprehensive income for the period	-	-	-	-	-	-	-
	Total comprehensive income for the period	-	-	-	-	-	168,727	168,727
	Treasury shares	-	-	(13,303)	-	13,303	(13,303)	(13,303)
	Dividend paid	-	-	-	-	-	(218,867)	(218,867)
	<b>Balance as at 30 September 2023</b>	<u>152,000</u>	<u>426,989</u>	<u>(13,303)</u>	<u>15,200</u>	<u>13,303</u>	<u>108,010</u>	<u>702,199</u>

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

(Unaudited but reviewed)

**T.A.C. Consumer Public Company Limited and its subsidiary****Cash flow statement****For the nine-month period ended 30 September 2023**

(Unit: Thousand Baht)

	Consolidated		Financial statements	
	financial	in which the equity	Separate financial statements	
	statements	method is applied	2023	2022
	2023	2022	2023	2022
<b>Cash flows from operating activities</b>				
Profit before tax	186,836	238,928	212,218	239,936
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	19,530	16,520	17,652	16,520
Allowance for expected credit losses (reversal)	(169)	978	(169)	978
Reversal of inventories reduction to netrealisable value	(3,574)	(4,454)	(3,574)	(4,454)
Gain on sales of other current financial assets	(3,414)	(4,691)	(3,414)	(4,691)
(Gain) loss on fair value adjustment of financial assets	(780)	188	(780)	188
Loss on disposal/write-off of assets	459	692	457	692
Share of loss from investment in associate	7,343	1,008	-	-
Provision for long-term employee benefits	3,188	2,322	3,188	2,322
Unrealised gain on exchange	(66)	(4,118)	(66)	(4,118)
Finance income	(888)	(897)	(887)	(897)
Finance cost	860	887	764	887
Profit from operating activities before changes in operating assets and liabilities	209,325	247,363	225,389	247,363
Operating assets decrease (increase):				
Trade and other receivables	(921)	(14,330)	67	(14,330)
Inventories	(3,279)	12,696	9,294	12,696
Other current assets	(5,339)	(10,304)	54	(10,304)
Other non-current financial assets	(1,751)	(4,235)	(1,516)	(4,235)
Operating liabilities increase (decrease):				
Trade and other payables	(29,728)	30,786	(32,445)	30,786
Advance received from customers	683	1,942	658	1,942
Other current liabilities	9,186	6,461	9,010	6,461
Cash from operating activities	178,176	270,379	210,511	270,379
Cash received from interest income	568	485	567	485
Cash paid for income tax	(56,843)	(61,406)	(56,843)	(61,406)
<b>Net cash from operating activities</b>	<b>121,901</b>	<b>209,458</b>	<b>154,235</b>	<b>209,458</b>

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

(Unaudited but reviewed)

**T.A.C. Consumer Public Company Limited and its subsidiary**

**Cash flow statement (continued)**

**For the nine-month period ended 30 September 2023**

(Unit: Thousand Baht)

	Consolidated	Financial statements		
	financial	in which the equity		
	statements	method is applied	Separate financial statements	
	2023	2022	2023	2022
<b>Cash flows from investing activities</b>				
Increase in long-term loan to related party	-	-	(10,000)	-
Increase in investment in subsidiary	-	-	(50,000)	-
Cash paid for purchase of other current financial assets	(1,194,210)	(1,096,209)	(1,194,210)	(1,096,209)
Proceed from sales of other current financial assets	1,383,000	1,153,029	1,383,000	1,153,029
Acquisitions of plant and equipment	(19,081)	(6,330)	(14,661)	(6,330)
Proceed from disposal of equipment	37	1,096	56	1,096
Increase in intangible assets	(16,051)	(147)	(51)	(147)
<b>Net cash from investing activities</b>	<b>153,695</b>	<b>51,439</b>	<b>114,134</b>	<b>51,439</b>
<b>Cash flows from financing activities</b>				
Repayments of short-term loan from financial institution	(30,000)	-	(30,000)	-
Cash received from non-controlling interests of the subsidiary	5,500	-	-	-
Repayments of lease liabilities	(6,506)	(5,569)	(5,932)	(5,569)
Dividend paid	(218,695)	(211,881)	(218,695)	(211,881)
Cash paid for treasury stocks	(12,955)	-	(12,955)	-
<b>Net cash used in financing activities</b>	<b>(262,656)</b>	<b>(217,450)</b>	<b>(267,582)</b>	<b>(217,450)</b>
<b>Net increase in cash and cash equivalents</b>	<b>12,940</b>	<b>43,447</b>	<b>787</b>	<b>43,447</b>
Cash and cash equivalents at beginning of period	150,804	136,499	150,804	136,499
<b>Cash and cash equivalents at end of period</b>	<b>163,744</b>	<b>179,946</b>	<b>151,591</b>	<b>179,946</b>

**Supplemental cash flows information**

Non-cash transactions

Acquisition of right-of-use assets

under lease contracts 5,657 3,292 2,723 3,292

Transfer right-of-use assets to equipment 2 1,203 2 1,203

Dividend payable 1,024 884 1,024 884

Assets retirement obligation 112 - - -

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

**T.A.C. Consumer Public Company Limited and its subsidiary****Notes to consolidated interim financial statements****For the three-month and nine-month periods ended 30 September 2023****1. General information****1.1 Company information**

T.A.C. Consumer 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 beverage. The registered office of the Company is at 9/231-233, 23rd Floor, UM Tower, Ramkhamhaeng Road, Suanluang, Suanluang, Bangkok, and its branch address is at 99/112 and 99/114, Moo 1, Nongbondaeng, Banbueng, Chonburi.

**1.2 Basis for the preparation of interim financial statements**

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 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**

- a) The interim consolidated financial statements include the financial statements of T.A.C. Consumer Public Company Limited (“the Company”) and its subsidiary company (“the subsidiary”) (collectively as “the Group”) as follows:

Company’s name	Nature of business	Country of incorporation	Percentage of shareholding	
			<u>2023</u> Percent	<u>2022</u> Percent
Health Inspired Planet Co., Ltd.	Distribution of dietary supplement, skin care and beauty product	Thai	90	-

During the current period, there has been change in the composition of the Group structure as described in Note 5 to the financial statements.

- b) The Company is deemed to have control over an investee or subsidiaries if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.
- c) Subsidiary is fully consolidated, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.
- d) The financial statements of the subsidiary are prepared using the same significant accounting policies as the Company.
- e) Material balances and transactions between the Group have been eliminated from the consolidated financial statements.
- f) Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.

#### **1.4 Significant accounting policies**

- a) The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2022, except the change in the following accounting policies:

##### **Business combination and goodwill**

Business combinations are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, which is measured at the acquisition date fair value, the amount of any non-controlling interests in the acquiree and the acquisition date fair value of the Group's previously held equity interest in the acquiree, in a business combination achieved in stages.

For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. Acquisition-related costs are expensed as incurred and included in administrative expenses.

The Group measures the identifiable assets acquired and the liabilities assumed at acquisition date fair value, and classifies and designates them in accordance with the contractual terms, economic circumstances, and pertinent conditions as at the acquisition date.

Any contingent consideration to be transferred by the Group will be recognised at fair value at the acquisition date. A contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. A contingent consideration classified as an asset or liability is measured at fair value, with changes in fair value recognised in profit or loss.

Goodwill is initially recorded at cost, which equals the excess of cost of the business combination over the fair value of the net assets acquired. If the fair value of the net assets acquired exceeds the cost of the business combination, the excess is immediately recognised as a gain in profit or loss.



Goodwill is carried at cost less any accumulated impairment losses. Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired.

For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of the Group's cash-generating units (or group of cash-generating units) that are expected to benefit from the synergies of the combination. The Group estimates the recoverable amount of each cash-generating unit (or group of cash-generating units) to which the goodwill relates. Where the recoverable amount of the cash-generating unit is less than the carrying amount, an impairment loss is recognised in profit or loss. Impairment losses relating to goodwill cannot be reversed in future periods.

### **Treasury shares**

The Company's own equity instruments that have been reacquired (treasury shares) are recognised at cost and deducted from shareholders' equity. No gain or loss is recognised in profit or loss on the purchase, sales, issue or cancellation of the Company's own equity instruments. Any difference between the carrying amount and the consideration received, if reissued, is recognised in share premium.

- b) The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023, do not have any significant impact on the Group's financial statements.

### **1.5 New financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2024**

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2024. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users.

The management of the Group believes that adoption of these amendments will not have any significant impact on the Group's financial statements.

## 2. Related party transactions

### 2.1 Long-term loan to related party

As at 30 September 2023 and 31 December 2022, the balances of long-term loan to related party and the movement were as follows:

(Unit: Thousand Baht)

Company's name	Separate financial statements			
	Balance as at	During the period		Balance as at
	31 December 2022	Increase	Decrease	30 September 2023
<u>Subsidiary company</u>				
Health Inspired Planet Co., Ltd.	-	10,000	-	10,000
<b>Total</b>	<b>-</b>	<b>10,000</b>	<b>-</b>	<b>10,000</b>

Long-term loan to related party carried interest at 2.5 percent per annum and is due for full repayment of principal and interest by September 2025.

### 2.2 Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2023 and 2022, the Group had employee benefit expenses payable to its directors and management as below.

(Unit: Thousand Baht)

	Financial statements			
	Consolidated financial statements	in which the equity method is applied	Separate financial statements	
	For the three-month periods ended 30 September			
	2023	2022	2023	2022
Short-term employee benefits	11,764	10,919	11,764	10,919
Post-employment benefits	885	547	885	547
<b>Total</b>	<b>12,649</b>	<b>11,466</b>	<b>12,649</b>	<b>11,466</b>

(Unit: Thousand Baht)

	Financial statements			
	Consolidated financial statements	in which the equity method is applied	Separate financial statements	
	For the nine-month periods ended 30 September			
	2023	2022	2023	2022
Short-term employee benefits	36,265	34,436	36,265	34,436
Post-employment benefits	2,523	2,047	2,523	2,047
<b>Total</b>	<b>38,788</b>	<b>36,483</b>	<b>38,788</b>	<b>36,483</b>

**3. Trade and other receivables**

(Unit: Thousand Baht)

	Consolidated financial statements		Financial statements in which the equity method is applied		Separate financial statements	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022	30 September 2023	31 December 2022
<b><u>Trade accounts receivable - unrelated parties</u></b>						
Aged on the basis of due dates						
Not yet due	302,146	292,769	301,168	292,769		
Past due						
Up to 3 months	8,167	14,631	8,162	14,631		
3 - 6 months	47	539	47	539		
6 - 12 months	136	1,092	136	1,092		
Over 12 months	1,606	524	1,606	524		
Total	312,102	309,555	311,119	309,555		
Less: Allowance for expected credit losses	(1,503)	(1,668)	(1,503)	(1,668)		
Total trade accounts receivable - unrelated parties - net	310,599	307,887	309,616	307,887		
<b><u>Other receivables</u></b>						
Other receivables - unrelated parties	733	2,294	728	2,294		
Less: Allowance for expected credit losses	(220)	(224)	(220)	(224)		
Other receivables - unrelated parties - net	513	2,070	508	2,070		
Interest receivable - unrelated parties	453	132	453	132		
Total other receivables - net	966	2,202	961	2,202		
Total trade and other receivables - net	311,565	310,089	310,577	310,089		

#### 4. Other current financial assets

Other current financial assets consisted of the following:

(Unit: Thousand Baht)

	Consolidated financial statements		Financial statements in which the equity method is applied		Separate financial statements	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022	30 September 2023	31 December 2022
<b>Debt instruments at amortised cost</b>						
Fixed deposits	63,068	62,858	63,068	62,858	63,068	62,858
<b>Financial assets at fair value through profit or loss</b>						
Investments in mutual fund	256,484	441,290	256,484	441,290	256,484	441,290
<b>Total other current financial assets</b>	<b>319,552</b>	<b>504,148</b>	<b>319,552</b>	<b>504,148</b>	<b>319,552</b>	<b>504,148</b>

The Company had set up a private fund for its investments which is managed by an asset management company. The investments include convertible bonds and trust securities of foreign companies or corporates.

As at 30 September 2023, the Company assessed the fair value of such investments by referring to the value quoted by the asset management company in which the fair value increased by Baht 0.8 million. The change in the fair value of such securities is included in profit or loss in the statement of comprehensive income.

#### 5. Investment in subsidiary

Details of investment in subsidiary, which were presented in the separate financial statements are as follows:

(Unit: Thousand Baht)

Company's name	Paid-up capital		Shareholding percentage		Cost	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022	30 September 2023	31 December 2022
	(Million Baht)	(Million Baht)	(Percent)	(Percent)		
Health Inspired Planet Co., Ltd.	55.5	-	90	-	50,000	-
<b>Total</b>					<b>50,000</b>	<b>-</b>

On 15 December 2022, the meeting of the Company's Board of Directors passed its resolutions to approve the establishment of a subsidiary for expand the Company's business. The subsidiary's registration was completed on 18 January 2023, which the Company invested at Baht 35.6 million or equivalent to 89% of its registered shares.

On 23 January 2023, the subsidiary has entered into sales and purchase agreement with Blush Beauty (Thai) Limited (“seller”) to acquire trademark and distribution of dietary supplement, skin care and beauty product business at the contract value of Baht 16 million. As a result of the agreement, on 1 March 2023, the subsidiary acquired trademark, products’ formulas, and inventory from the seller, including engaged seller’s managements as advisors to transfer know-how to operate business, and provide business consult and advice during start-up phase. At present, the subsidiary is in the process of assessing the fair value of the assets acquired at the acquisition date, in order to allocate costs of the business acquisition to the identifiable items, it is to be completed within the period of twelve months from the acquisition date allowed under TFRS 3 (revised 2019) Business Combinations. As of 30 September 2023, the subsidiary paid all of the purchase price and recorded the business acquisition amount including under intangible assets in the consolidated statement of financial position.

On 21 April 2023, the Extraordinary General Meeting 1/2566 of the subsidiary’s shareholders passed the resolution to approve increase of its share capital by issuing new 100,000 shares at Bath 100 per share or equal to Baht 10 million. The Company paid the share subscription of Baht 8.9 million in May 2023 to maintain the Company’s portion.

On 5 July 2023, the Extraordinary General Meeting No. 2/2566 of the subsidiary’s shareholders passed the resolution to approve increase of its share capital by issuing new 55,000 shares at Bath 100 per share or equal to Baht 5.5 million. The Company purchased all new issuing shares as a result the Company’s shareholding increased from 89% to 90%.

## 6. Investment in associate

### 6.1 Details of investment in associate

(Unit: Thousand Baht)

Company's name	Investment			
	Consolidated financial statements	Financial statements in which the equity method is applied		Separate financial statements in which the cost method is applied
		30 September 2023	31 December 2022	
Thai Canatech Innovation Company Limited	19,909	27,252	30,000	30,000
Total	19,909	27,252	30,000	30,000

During the period, the Company entered into stock purchase agreement with a specific buyer to sell all ordinary shares of Thai Canatech Innovation Company Limited held by the Company. Currently, the Company is awaiting payment for the shares and transferring the shares to the buyer.

## 6.2 Share of loss from investment in associate

During the three-month and nine-month periods ended 30 September 2023 and 2022, the Company recognised its share of loss from investment in associate in the financial statements as follows:

Associates	(Unit: Thousand Baht)			
	Financial statements		Financial statements	
	Consolidated financial statements	in which the equity method is applied	Consolidated financial statements	in which the equity method is applied
	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Thai Canatech Innovation Company Limited	2,451	339	7,343	1,008
Total	<u>2,451</u>	<u>339</u>	<u>7,343</u>	<u>1,008</u>

## 7. Property, plant and equipment

Movements in the property, plant and equipment account during the nine-month period ended 30 September 2023 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<b>Net book value as at 1 January 2023</b>	93,932	93,932
Acquisitions during the period - at cost	19,081	14,661
Disposals during the period - net book value at disposal date	(496)	(513)
Transfers from right-of-use assets - net book value	2	2
Depreciation for the period	(12,133)	(11,870)
<b>Net book value as at 30 September 2023</b>	<u>100,386</u>	<u>96,212</u>

The Company has mortgaged its land with structures thereon with the net book value as at 30 September 2023 of approximately Baht 15.0 million (31 December 2022: Baht 15.2 million) as collateral for bank overdrafts and credit facilities granted by a commercial bank as discussed in Note 8.

**8. Bank overdrafts**

The bank overdrafts are secured by the mortgage of the Company's land with structures thereon.

As at 30 September 2023, the Company had bank overdrafts which had not yet been drawn down amounting to Baht 89.8 million (31 December 2022: Baht 89.8 million).

**9. Short-term loan from financial institution**

As at 31 December 2022, the Company had short-term loans from financial institution in form of unsecured promissory note of Baht 30 million. The carrying interest was at 2.55 percent per annum. The Company repaid such loan in January 2023.

**10. Trade and other payables**

(Unit: Thousand Baht)

	Financial statements		Separate financial statements	
	Consolidated financial statements	in which the equity method is applied	30 September 2023	31 December 2022
Trade payables - unrelated parties	161,286	171,447	160,791	171,447
Other payables - unrelated parties	50,910	62,561	49,113	62,561
Accrued expenses	58,220	65,616	57,795	65,616
Total trade and other payables	270,416	299,624	267,699	299,624

**11. Income tax**

Interim corporate income tax is 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 2023 and 2022 are made up as follows:

(Unit: Thousand Baht)

	Financial statements		Separate financial statements	
	Consolidated financial statements	in which the equity method is applied	Consolidated financial statements	in which the equity method is applied
For the three-month periods ended 30 September				
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Current income tax:</b>				
Interim corporate income tax charge	14,938	13,362	14,938	13,362
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	(616)	1,932	906	1,932
<b>Income tax expenses reported in the statements of comprehensive income</b>	<u>14,322</u>	<u>15,294</u>	<u>15,844</u>	<u>15,294</u>

(Unit: Thousand Baht)

	Financial statements		Separate financial statements	
	Consolidated financial statements	in which the equity method is applied	Consolidated financial statements	in which the equity method is applied
For the nine-month periods ended 30 September				
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Current income tax:</b>				
Interim corporate income tax charge	39,608	45,837	39,608	45,837
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	483	2,372	3,883	2,372
<b>Income tax expenses reported in the statements of comprehensive income</b>	<u>40,091</u>	<u>48,209</u>	<u>43,491</u>	<u>48,209</u>



## 12. Treasury shares

On 10 August 2023, the meeting of the Company's Board of Directors approved the share repurchase program for financial management purpose in the maximum amount not exceeding Baht 50 million or approximately 11 million shares, which is approximately 1.8% of total issued shares at par value of Baht 0.25 per share by repurchasing in the Stock Exchange of Thailand, which the repurchase price shall not be exceeding 115 percent of the average closing stock price prior to 5 working days on the date of repurchase of treasury shares. The repurchase period is from 17 August 2023 to 16 February 2024.

As at 30 September 2023, the Company held 2.8 million shares of the Company's ordinary shares with an average cost of Baht 4.75 each and total cost of Baht 13.3 million. The treasury shares of 2.8 million shares have a par value of Baht 0.25 each. The Company set aside retained earnings equal to the cost of the treasury shares to a separate reserve account with such reserve to remain outstanding until either the shares are sold or paid-up capital is reduced by the cancellation of any remaining unsold shares. As at 30 September 2023, reserve for treasury shares amounted to Baht 13.3 million, presenting as "Retained earnings - Reserve for treasury shares" in the statement of financial position.

### 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 presented by type of the service of the Group for the three-month and nine-month periods ended 30 September 2023 and 2022 can be set out below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 September									
	Manufacture and distribution of beverage		Distribution of dietary supplement and beauty product		Total reportable segment		Eliminations		Consolidated	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Revenue</b>										
Revenue from external customers	422,800	381,522	3,614	-	426,414	381,522	-	-	426,414	381,522
<b>Total revenue</b>	<u>422,800</u>	<u>381,522</u>	<u>3,614</u>	<u>-</u>	<u>426,414</u>	<u>381,522</u>	<u>-</u>	<u>-</u>	<u>426,414</u>	<u>381,522</u>
<b>Operating results</b>										
<b>Segment operating profit</b>	140,251	134,060	1,617	-	141,868	134,060	-	-	141,868	134,060
Gain on exchange									59	3,362
Other income									1,780	1,533
Selling and distribution expenses									(43,646)	(39,215)
Administrative expenses									(32,123)	(22,141)
Share of loss from investment in associated company									(2,451)	(339)
Finance income									368	484
Finance cost									(280)	(280)
<b>Profit before income tax expense</b>									<u>65,575</u>	<u>77,464</u>
Income tax expense									(14,322)	(15,294)
<b>Profit for the period</b>									<u>51,253</u>	<u>62,170</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the nine-month periods ended 30 September

	Manufacture and distribution of beverage		Distribution of dietary supplement and beauty product		Total reportable segment		Eliminations		Consolidated	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	<b>Revenue</b>									
Revenue from external customers	1,245,461	1,103,840	7,868	-	1,253,329	1,103,840	-	-	1,253,329	1,103,840
<b>Total revenue</b>	<u>1,245,461</u>	<u>1,103,840</u>	<u>7,868</u>	<u>-</u>	<u>1,253,329</u>	<u>1,103,840</u>	<u>-</u>	<u>-</u>	<u>1,253,329</u>	<u>1,103,840</u>
<b>Operating results</b>										
<b>Segment operating profit</b>	404,264	407,038	3,757	-	408,021	407,038	-	-	408,021	407,038
Gain on exchange									660	7,714
Other income									5,193	3,318
Selling and distribution expenses									(117,327)	(115,465)
Administrative expenses									(102,396)	(62,679)
Share of loss from investment in associated company									(7,343)	(1,008)
Finance income									888	897
Finance cost									(860)	(887)
<b>Profit before income tax expense</b>									<u>186,836</u>	<u>238,928</u>
Income tax expense									<u>(40,091)</u>	<u>(48,209)</u>
<b>Profit for the period</b>									<u>146,745</u>	<u>190,719</u>

The Group has another segment i.e., sales of license of cartoon characters. However, at present the operation of the sales of license of cartoon characters is insignificant. Therefore, the Group includes its operation within manufacture and distribution of beverage segment.

**14. Dividend**

	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
<u>2022</u>			
Final dividends for 2021	Annual General Meeting of the shareholders on 21 April 2022	109.4	0.18
Interim dividends for 2022	Board of Directors' meeting on 11 August 2022	103.4	0.17
Total for 2022		<u>212.8</u>	
<u>2023</u>			
Final dividends for 2022	Annual General Meeting of the shareholders on 27 April 2023	115.5	0.19
Interim dividends for 2023	Board of Directors' meeting on 10 August 2023	103.4	0.17
Total for 2023		<u>218.9</u>	

**15. Commitments and contingent liabilities****15.1 Operating lease commitments**

The Group has entered into several operating lease agreements in respect of the lease of equipment which are short-term leases and leases of low-value assets and other related service contracts. The terms of the agreements are generally between 1 and 3 years.

Future minimum payments required under these contracts were as follows:

(Unit: Million Baht)

	Consolidated financial statements	Financial statements in which the equity method is applied		Separate financial statements	
		30 September 2023	31 December 2022	30 September 2023	31 December 2022
Payable					
In up to 1 year	6.2	1.9	1.5	1.9	
In over 1 year and up to 3 years	0.3	-	-	-	

## 15.2 Merchandise sub-license commitments

On 19 October 2022, the Company entered into a merchandise sub-license agreement with an overseas company. Under the terms of the agreement, the Company is granted the privilege to sell licenses of the characters. The Company agrees to pay licensing fee at the percentage of gross license fee receipts as specified in the agreement. The agreement is for a period of 5 years, from 1 January 2023 to 31 December 2027.

The Company entered into the merchandise sub-license agreements with creators and copyright holders in Thailand. Under the terms of the agreement, the Company is granted the privilege to sell licenses of the characters. The Company agrees to pay licensing fee at the percentage of gross license fee receipts as specified in the agreement. The agreement is for a period of 2 years, from 1 April 2023 to 31 March 2025.

## 16. Fair value hierarchy

As at 30 September 2023 and 31 December 2022, the Company had the following financial assets that were measured at fair value.

(Unit: Million Baht)

	Financial statements		Separate financial statements	
	Consolidated financial statements	in which the equity method is applied	30 September 2023	31 December 2022
			30 September 2023	31 December 2022
			Level 2	
<b>Financial assets measured at fair value</b>				
Investments in mutual fund	256	441	256	441

During the current period, there were no transfers within the fair value hierarchy.

## 17. Approval of interim financial statements

These interim financial statements were authorised for issue by the Board of Directors of the Company on 9 November 2023.