

Thai Agro Energy Public Company Limited
Review report and interim financial information
For the three-month and six-month periods ended
30 June 2023

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Thai Agro Energy Public Company Limited

I have reviewed the accompanying statement of financial position of Thai Agro Energy Public Company Limited as at 30 June 2023, the related statements of comprehensive income for the three-month and six-month periods then ended, and the related statements of changes in shareholders' equity and cash flows for the six-month period then ended, as well as the condensed notes to the interim financial statements (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.

Patcharawan Koonarangsri
Certified Public Accountant (Thailand) No. 6650

EY Office Limited
Bangkok: 7 August 2023

Thai Agro Energy Public Company Limited
Statement of financial position
As at 30 June 2023

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 June 2023</u>	<u>31 December 2022</u>	<u>1 January 2022</u>
		(Unaudited but reviewed)	(Audited) (Restated)	
Assets				
Current assets				
Cash and cash equivalents		42,690	21,942	36,739
Trade and other receivables	4	244,166	185,632	197,906
Inventories		365,014	151,860	104,564
Advance payments for purchase of goods		83,463	540,341	286,970
Other current financial asset		1,080	1,074	1,069
Other current assets		5,118	22,567	9,404
Total current assets		<u>741,531</u>	<u>923,416</u>	<u>636,652</u>
Non-current assets				
Biological assets		17,438	15,169	11,577
Property, plant and equipment	5	2,605,914	2,623,621	2,701,316
Right-of-use-assets	6	14,139	17,712	25,266
Intangible assets		2,075	1,990	2,245
Deferred tax assets		16,740	31,549	16,305
Other non-current financial assets		789	789	795
Total non-current assets		<u>2,657,095</u>	<u>2,690,830</u>	<u>2,757,504</u>
Total assets		<u><u>3,398,626</u></u>	<u><u>3,614,246</u></u>	<u><u>3,394,156</u></u>

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

Thai Agro Energy Public Company Limited
Statement of financial position (continued)
As at 30 June 2023

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 June 2023</u>	<u>31 December 2022</u>	<u>1 January 2022</u>
		(Unaudited but reviewed)	(Audited) (Restated)	
Liabilities and shareholders' equity				
Current liabilities				
Short-term loans from financial institutions	7	1,109,563	1,303,948	763,613
Trade and other payables	8	106,254	78,746	67,786
Current portion of lease liabilities		6,952	6,883	7,088
Current portion of long-term loans	9	200,568	243,707	243,707
Provision for short-term employee benefits		958	958	2,259
Other current liabilities		22,068	5,337	8,862
Total current liabilities		<u>1,446,363</u>	<u>1,639,579</u>	<u>1,093,315</u>
Non-current liabilities				
Lease liabilities - net of current portion		8,933	12,415	19,283
Long-term loans - net of current portion	9	249,730	328,446	572,153
Provision for long-term employee benefits		11,033	10,391	8,212
Total non-current liabilities		<u>269,696</u>	<u>351,252</u>	<u>599,648</u>
Total liabilities		<u>1,716,059</u>	<u>1,990,831</u>	<u>1,692,963</u>

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

Thai Agro Energy Public Company Limited
Statement of financial position (continued)
As at 30 June 2023

(Unit: Thousand Baht)

	30 June 2023	31 December 2022	1 January 2022
	(Unaudited but reviewed)	(Audited) (Restated)	
Shareholders' equity			
Share capital			
Registered			
1,000,000,000 ordinary shares of Baht 1 each	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
Issued and fully paid up			
1,000,000,000 ordinary shares of Baht 1 each	1,000,000	1,000,000	1,000,000
Share premium	188,796	188,796	188,796
Capital reserve for share-based payment transactions	556	556	556
Retained earnings			
Appropriated - statutory reserve	100,000	100,000	100,000
Appropriated - general reserve	192,000	192,000	192,000
Unappropriated	<u>201,215</u>	<u>142,063</u>	<u>219,841</u>
Total shareholders' equity	<u>1,682,567</u>	<u>1,623,415</u>	<u>1,701,193</u>
Total liabilities and shareholders' equity	<u>3,398,626</u>	<u>3,614,246</u>	<u>3,394,156</u>
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The accompanying notes are an integral part of the financial statements.

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Directors

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(Unaudited but reviewed)

Thai Agro Energy Public Company Limited**Statement of comprehensive income****For the three-month and six-month periods ended 30 June 2023**

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

		For the three-month periods		For the six-month periods	
		ended 30 June		ended 30 June	
	Note	2023	2022	2023	2022
			(Restated)		(Restated)
Profit or loss:					
Revenues					
Sales		776,158	291,725	1,557,656	963,333
Other income		549	294	27,950	301
Total revenues		<u>776,707</u>	<u>292,019</u>	<u>1,585,606</u>	<u>963,634</u>
Expenses					
Cost of sales		707,886	287,495	1,390,275	921,434
Selling and distribution expenses		9,159	3,244	15,885	8,334
Administrative expenses		36,741	46,961	71,233	64,084
Total expenses		<u>753,786</u>	<u>337,700</u>	<u>1,477,393</u>	<u>993,852</u>
Operating profit (loss)		22,921	(45,681)	108,213	(30,218)
Finance income		1,189	9	1,215	18
Finance cost		(18,389)	(10,791)	(35,467)	(21,110)
Profit (loss) before income tax		5,721	(56,463)	73,961	(51,310)
Tax income (tax expense)	10	(1,517)	8,894	(14,809)	9,012
Profit (loss) for the period		<u>4,204</u>	<u>(47,569)</u>	<u>59,152</u>	<u>(42,298)</u>
Other comprehensive income					
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		<u>4,204</u>	<u>(47,569)</u>	<u>59,152</u>	<u>(42,298)</u>
Earnings (loss) per share					
Basic earnings (loss) per share	11				
Profit (loss) (Baht)		<u>0.004</u>	<u>(0.048)</u>	<u>0.059</u>	<u>(0.042)</u>
Weighted average number of ordinary shares					
(Thousand shares)		<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>

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

(Unaudited but reviewed)

Thai Agro Energy Public Company Limited
Statement of changes in shareholders' equity
For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	Issued and fully paid up share capital	Share premium	Capital reserve for share-based payment transactions	Retained earnings			Total
				Appropriated		Unappropriated	
				Statutory reserve	General reserve		
Balance as at 31 December 2021 -							
as previously reported	1,000,000	188,796	556	100,000	192,000	223,925	1,705,277
Cumulative effect of change in accounting policy for property, plant and equipment (Note 2)	-	-	-	-	-	(4,084)	(4,084)
Balance as at 31 December 2021 -							
as restated	1,000,000	188,796	556	100,000	192,000	219,841	1,701,193
Loss for the period	-	-	-	-	-	(42,298)	(42,298)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(42,298)	(42,298)
Balance as at 30 June 2022 -							
as restated	<u>1,000,000</u>	<u>188,796</u>	<u>556</u>	<u>100,000</u>	<u>192,000</u>	<u>177,543</u>	<u>1,658,895</u>
Balance as at 31 December 2022 -							
as previously reported	1,000,000	188,796	556	100,000	192,000	136,224	1,617,576
Cumulative effect of change in accounting policy for property, plant and equipment (Note 2)	-	-	-	-	-	5,839	5,839
Balance as at 31 December 2022 -							
as restated	1,000,000	188,796	556	100,000	192,000	142,063	1,623,415
Profit for the period	-	-	-	-	-	59,152	59,152
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	59,152	59,152
Balance as at 30 June 2023	<u>1,000,000</u>	<u>188,796</u>	<u>556</u>	<u>100,000</u>	<u>192,000</u>	<u>201,215</u>	<u>1,682,567</u>

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

(Unaudited but reviewed)

Thai Agro Energy Public Company Limited

Statement of cash flows

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	<u>2023</u>	<u>2022</u> (Restated)
Cash flows from operating activities		
Profit (loss) before tax	73,961	(51,310)
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	90,263	84,381
Reversal of reduction of inventory to net realisable value	-	(672)
Unrealised gain on change in value of other current financial assets	(6)	(2)
Provision for long-term employee benefits	642	421
Finance income	(1,215)	(17)
Finance cost	<u>35,513</u>	<u>21,238</u>
Profit from operating activities before changes in operating assets and liabilities	199,158	54,039
Operating assets (increase) decrease		
Trade and other receivables	(58,532)	90,719
Inventories	(213,154)	(423,566)
Advance payments for purchase of goods	456,878	243,895
Other current assets	17,450	5,818
Other non-current financial asset	-	4
Operating liabilities increase (decrease)		
Trade and other payables	28,316	11,348
Other current liabilities	15,724	(3,394)
Employee benefit paid	<u>-</u>	<u>(2,244)</u>
Cash from (used in) operating activities	445,840	(23,381)
Cash received from interest income	1,213	17
Paid for interest expenses	(33,976)	(21,126)
Cash paid for income tax	<u>(1)</u>	<u>-</u>
Net cash from (used in) operating activities	<u>413,076</u>	<u>(44,490)</u>

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

(Unaudited but reviewed)

Thai Agro Energy Public Company Limited
Statement of cash flows (continued)
For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	<u>2023</u>	<u>2022</u> (Restated)
Cash flows from investing activities		
Acquisitions of Mangium sprout and planting cost	(2,269)	(1,717)
Acquisitions of property, plant and equipment	(69,490)	(39,416)
Acquisitions of intangible assets	<u>(386)</u>	<u>(328)</u>
Net cash used in investing activities	<u>(72,145)</u>	<u>(41,461)</u>
Cash flows from financing activities		
Net increase (decrease) in short-term loans from financial institutions	(194,607)	196,733
Cash paid for long-term loans from financial institutions	(122,000)	(122,000)
Cash paid for principal portion of lease liabilities	(3,413)	(3,594)
Cash paid for interest expense of lease liabilities	<u>(163)</u>	<u>(232)</u>
Net cash from (used in) financing activities	<u>(320,183)</u>	<u>70,907</u>
Net increase (decrease) in cash and cash equivalents	20,748	(15,044)
Cash and cash equivalents at beginning of period	<u>21,942</u>	<u>36,739</u>
Cash and cash equivalents at end of period	<u><u>42,690</u></u>	<u><u>21,695</u></u>
Supplementary cash flows information		
Non-cash related transactions from investing activities		
Account payables from purchases of plant and equipment	2,096	2,045

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

Thai Agro Energy Public Company Limited

Notes to interim financial statements

For the three-month and six-month periods ended 30 June 2023

1. General information

1.1 Corporate information

Thai Agro Energy Public Company Limited (“the Company”) was incorporated as a limited company and domiciled in Thailand and was transformed to be a public limited company under Thai laws on 18 October 2007. Its parent company is Lanna Resources Public Co., Ltd., which is a public limited company incorporated in Thailand. The Company operates in Thailand and is principally engaged in production and distribution of ethanol for fuel and soil conditioner. The registered office of the Company is at 888/114, Ploenchit Road, Lumpini, Pathumwan, Bangkok.

1.2 Basis of 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.

These 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.

These 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 interim financial statements.

2. Significant accounting policies

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.

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 Company’s financial statements, except the following standard which involves changes to key principles, summarised below.

TAS 16, Property, Plant and Equipment

The amendment prohibits entities from deducting from cost of an item of property, plant and equipment, any proceeds of the sale of items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling such items, and the costs of producing those items, in profit or loss.

The Company has changed this accounting policy in the current period and restated the prior year's financial statements only to items of property, plant and equipment made available for use on or after the beginning of the earliest period presented. The cumulative effect of the change in accounting policy is presented as a separate item in the statement of changes in shareholders' equity.

The amounts of the adjustments affecting the statement of financial position and the statement of comprehensive income are as follows:

	(Unit: Thousand Baht)	
	Increase (decrease)	
	31 December 2022	1 January 2022
Statement of financial position		
Inventories	8,515	-
Property, plant and equipment	5,875	(687)
Deferred tax assets	(8,551)	(3,397)
Total assets	5,839	(4,084)
Retained earnings	5,839	(4,084)
Total shareholders' equity	5,839	(4,084)
	(Unit: Thousand Baht)	
	Increase (decrease)	
	For the three-month periods ended 30 June 2022	For the six-month periods ended 30 June 2022
Statement of comprehensive income		
Sales	10,590	11,718
Cost of sales	4,612	5,317
Tax income	(2,118)	(2,344)
Total comprehensive income for the period	3,860	4,057
Loss per share (Baht)		
Basic loss per share	(0.004)	(0.004)

3. Related party transactions**Directors and management's benefits**

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

	(Unit: Thousand Baht)	
	For the three-month periods ended 30 June	For the six-month periods ended 30 June
	<u>2023</u>	<u>2022</u>
Short-term employee benefits	5,259	4,837
Post-employment benefits	112	67
Total	<u>5,371</u>	<u>4,904</u>

4. Trade and other receivables

	(Unit: Thousand Baht)	
	30 June 2023	31 December 2022
Trade receivables	243,575	178,331
Other receivables	589	7,301
Interest receivable	2	-
Total trade and other receivables	<u>244,166</u>	<u>185,632</u>

The outstanding balances of trade receivables as at 30 June 2023 amounting to Baht 243.6 million (31 December 2022: Baht 178.3 million) are undue trade receivables.

5. Property, plant and equipment

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

	(Unit: Thousand Baht)
Net book value as at 31 December 2022 - as restated	2,623,621
Acquisitions during the period - at cost	68,682
Depreciation for the period	<u>(86,389)</u>
Net book value as at 30 June 2023	<u>2,605,914</u>

(Unaudited but reviewed)

Borrowing costs amounting to Baht 0.1 million were capitalised during the six-month period ended 30 June 2023 (31 December 2022: Baht 2.7 million). The weighted average rate of 3.3 percent per annum eligible for capitalisation (31 December 2022: 2.1 - 3.3 percent per annum).

As at 31 December 2022, the Company had an outstanding balance of the construction of Wastewater Evaporation Plant amounting to Baht 392.4 million.

The Company has mortgaged part of its land and construction thereon and machinery with net book value as at 30 June 2023 amounting to approximately Baht 1,167.8 million (31 December 2022: Baht 1,216.2 million) as collateral for short-term and long-term loans and credit facilities granted by a commercial bank as discussed in Note 7 and 9.

6. Right-of-use assets

Movements of right-of-use assets for the six-month period ended 30 June 2023 are summarised below.

	(Unit: Thousand Baht)
Net book value as at 31 December 2022	17,712
Depreciation for the period	(3,573)
Net book value as at 30 June 2023	<u>14,139</u>

7. Short-term loans from financial institutions

	(Unit: Thousand Baht)			
	Interest rate (percent per annum)			
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
Promissory notes	3.80 - 5.01	3.00 - 3.90	1,109,563	1,303,948
Total			<u>1,109,563</u>	<u>1,303,948</u>

(Unaudited but reviewed)

Movements in short-term loans from financial institutions during the six-month period ended 30 June 2023 are summarised below.

	(Unit: Thousand Baht)
Balance as at 31 December 2022	1,303,948
Add: Increase during the period	1,485,506
Amortisation of transaction costs during the period	222
Less: Repayment during the period	<u>(1,680,113)</u>
Balance as at 30 June 2023	<u>1,109,563</u>

Credit facilities from a financial institution are secured by the mortgage of part of the Company's land and construction thereon and machinery as discussed in Note 5.

As at 30 June 2023, the short-term credit facilities of the Company which have not yet been drawn down amounted to Baht 449.9 million (31 December 2022: Baht 56.1 million).

8. Trade and other payables

	(Unit: Thousand Baht)	
	30 June	31 December
	2023	2022
Trade payables - unrelated parties	85,938	55,331
Other payables - unrelated parties	16,729	19,828
Dividend payables - unrelated parties	3,587	3,587
Total trade and other payables	<u>106,254</u>	<u>78,746</u>

9. Long-term loans

	(Unit: Thousand Baht)	
	30 June 2023	31 December 2022
Long-term loans from financial institution	450,298	572,153
Less: Current portion	(200,568)	(243,707)
Long-term loans from financial institution, net of current portion	<u>249,730</u>	<u>328,446</u>

Movements in the long-term loans account during the six-month period ended 30 June 2023 are summarised below.

	(Unit: Thousand Baht)
Balance as at 31 December 2022	572,153
Add: Amortisation of transaction costs during the period	145
Less: Repayment during the period	<u>(122,000)</u>
Balance as at 30 June 2023	<u>450,298</u>

The loans are secured by the mortgage of a part of the Company's land and construction thereon and machinery as discussed in Note 5.

As at 30 June 2023, the Company could maintain certain financial ratio as specified in the loan agreement. As at 31 December 2022, the Company could not maintain such ratio, however, the Company had obtained a waiver letter for the condition maintain certain financial ratios from bank on 3 November 2022.

As at 30 June 2023 and 31 December 2022, the Company had no long-term credit facilities which have not yet been drawn down.

10. Income tax

Interim corporate income tax is calculated on gain (loss) before income tax for the periods, using the estimated effective tax rate for the year.

(Tax income) tax expense for the three-month and six-month periods ended 30 June 2023 and 2022 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	<u>2023</u>	<u>2022</u> (Restated)	<u>2023</u>	<u>2022</u> (Restated)
Current income tax:				
Interim corporate income tax charge	-	-	-	-
Deferred tax:				
Relating to origination and reversal of temporary differences	<u>1,517</u>	<u>(8,894)</u>	<u>14,809</u>	<u>(9,012)</u>
(Tax income) tax expense reported in the profit or loss	<u>1,517</u>	<u>(8,894)</u>	<u>14,809</u>	<u>(9,012)</u>

11. Earnings (loss) per share

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

12. Segment information

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

The Company is organised into business units based on its products and recognised revenue at the point in time. The Company has two reportable segments, which consist of ethanol segment and soil conditioner segment.

(Unaudited but reviewed)

The following tables present revenue and profit (loss) information regarding the Company's operating segments for the three-month and six-month periods ended 30 June 2023 and 2022.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June					
	Ethanol segment		Soil conditioner segment		Total	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
				(Restated)		(Restated)
Revenue						
Revenue from external customers	760,871	281,135	15,287	10,590	776,158	291,725
Total revenue	<u>760,871</u>	<u>281,135</u>	<u>15,287</u>	<u>10,590</u>	<u>776,158</u>	<u>291,725</u>
Operating						
Segment operating profit (loss)	62,019	(1,748)	6,253	5,978	68,272	4,230
Other income					549	294
Selling and distribution expenses					(9,159)	(3,244)
Administrative expenses					(36,741)	(46,961)
Finance income					1,189	9
Finance cost					(18,389)	(10,791)
Profit (loss) before income tax					5,721	(56,463)
Tax income (tax expense)					(1,517)	8,894
Profit (loss) for the period					<u>4,204</u>	<u>(47,569)</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June					
	Ethanol segment		Soil conditioner segment		Total	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
				(Restated)		(Restated)
Revenue						
Revenue from external customers	1,528,560	951,615	29,096	11,718	1,557,656	963,333
Total revenue	<u>1,528,560</u>	<u>951,615</u>	<u>29,096</u>	<u>11,718</u>	<u>1,557,656</u>	<u>963,333</u>
Operating						
Segment operating profit	153,081	35,498	14,300	6,401	167,381	41,899
Other income					27,950	301
Selling and distribution expenses					(15,885)	(8,334)
Administrative expenses					(71,233)	(64,084)
Finance income					1,215	18
Finance cost					(35,467)	(21,110)
Profit (loss) before income tax					73,961	(51,310)
Tax income (tax expense)					(14,809)	9,012
Profit (loss) for the period					<u>59,152</u>	<u>(42,298)</u>

13. Commitments and contingent liabilities

13.1 Capital commitments

As at 30 June 2023, the Company had capital commitments of approximately Baht 2.7 million relating to the acquisition tools and equipment (31 December 2022: Baht 10.5 million, relating to the construction of Vinasse Evaporation Reservoirs and other projects).

13.2 Lease and service commitments

- a) The Company has entered into several leases of low-value assets, short-term lease agreements and other services. As at 30 June 2023 and 31 December 2022, the Company had future lease and other service payments as below.

	(Unit: Million Baht)	
	30 June 2023	31 December 2022
Payable:		
In up to 1 year	3.7	2.8
In over 1 year and up to 5 years	0.1	0.1

- b) The Company entered into a power supply agreement with the Provincial Electricity Authority for a period of one year and being automatically renewed for every one-year period. The Company shall pay power supply at the rate as stipulated in the agreement.

13.3 Guarantees

As at 30 June 2023, there were outstanding bank guarantees of approximately Baht 5.0 million issued by the bank on behalf of the Company to guarantee contracted performance under the agreement for using of electric to the Provincial Electricity Authority (31 December 2022: Baht 20.7 million).

14. Litigation

On September 2011, a company sued the Company for its alleged non-compliance with the cassava chip purchase agreement, claiming a compensation for damage of Baht 186.9 million. The Company submitted the testimony and countersued that company, claiming a compensation for damage of Baht 82.4 million. Both parties defended in three courts. The case had been finished on 17 April 2019 by the Supreme Court affirmed the judgment of the Civil Court and the Appeal Court to order that company to make payments for purchases of cassava chip that the Company paid in advance of Baht 6.9 million which together with interest expense of 7.5 percent per annum, calculated from 8 November 2011 (the countersue date) until completion of payment.

(Unaudited but reviewed)

On 18 May 2018, the Company sued that company for bankruptcy case. The Bankruptcy court passed the judgment on 29 May 2019 that the case was thrown out as that company has the right to claim with a debtor which is a government agency then that company has not become insolvent yet. The Company has already made attachment of the claim.

On 13 August 2019, the Company received partial payment of Baht 0.2 million. In addition, on 21 January 2022, the court ordered the debtor, a government agency, to submit the funds as they had been withheld to the Company. The debtor failed to submit the funds. As a result, in October 2022, the Company attached of the debtor's bank deposits in full in accordance with the writ of execution. Subsequently, in December 2022, the debtor filed a petition for the revocation of the attachment of claims. However, upon an investigation of the said petition, the Court issued an order dismissing the petition due to the lack of reasonable grounds for revocation. Currently, the debtor has filed an appeal against the Court's order, and the case is now in the appellate process. However, the Company recorded allowance for impairment in advance paid to that company for a whole amount.

15. Financial Instrument

15.1 Fair value of financial instrument

Most of the Company's financial instruments are classified as short-term or have interest rates that are close to market rate. Therefore, the carrying amounts of these financial instruments is estimated to approximate their fair value.

15.2 Fair value hierarchy

As at 30 June 2023 and 31 December 2022, the Company had the financial asset that was measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)			
	As at 30 June 2023		As at 31 December 2022	
	Level 2	Total	Level 2	Total
Financial asset measured at fair value				
Investment in open-end fund	1,080	1,080	1,074	1,074

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

16. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 7 August 2023.