

Thai Agro Energy Public Company Limited
Review report and financial information
For the three-month and nine-month periods ended
30 September 2024

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 financial information of Thai Agro Energy Public Company Limited (the Company), which comprises the statement of financial position as at 30 September 2024, the related statements of comprehensive income for the three-month and nine-month periods then ended, and the related 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 financial statements (collectively "the 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 condensed Note 9 to the interim financial statements, which describes the damage resulting from the fire incident affecting the stored cassava chips in the Company's warehouse on 8 January 2024. The Company recognised the impact of this fire incident in the statements of comprehensive income for the three-month and nine-month periods ended 30 September 2024. Subsequently, on 28 October 2024, the Company received an agreement for compensation of the damage from the insurance company. My conclusion is not modified in respect of this matter.

Samran Taengcham
Certified Public Accountant (Thailand) No. 8021

EY Office Limited
Bangkok: 8 November 2024

Thai Agro Energy Public Company Limited
Statement of financial position
As at 30 September 2024

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 September 2024</u>	<u>31 December 2023</u>
		(Unaudited but reviewed)	(Audited)
Assets			
Current assets			
Cash and cash equivalents		14,246	47,132
Trade and other receivables	3	120,844	178,871
Inventories		193,799	217,489
Advance payments for purchase of goods		-	35,013
Other current financial asset		1,108	1,088
Other current assets		4,578	8,260
Total current assets		<u>334,575</u>	<u>487,853</u>
Non-current assets			
Investment properties		2,962	-
Biological assets		21,935	18,966
Property, plant and equipment	4	2,432,610	2,538,251
Right-of-use-assets	5	22,143	20,489
Intangible assets		1,316	1,742
Deferred tax assets		15,934	23,822
Other non-current financial assets		817	817
Total non-current assets		<u>2,497,717</u>	<u>2,604,087</u>
Total assets		<u><u>2,832,292</u></u>	<u><u>3,091,940</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 September 2024

(Unit: Thousand Baht)

	<u>Note</u>	<u>30 September 2024</u>	<u>31 December 2023</u>
		(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity			
Current liabilities			
Short-term loans from financial institutions	6	839,943	984,586
Trade and other payables	7	53,477	69,158
Current portion of lease liabilities		5,017	6,103
Current portion of long-term loans	8	99,873	128,642
Provision for short-term employee benefits		119	119
Other current financial liabilities		276	-
Other current liabilities		18,739	22,158
Total current liabilities		<u>1,017,444</u>	<u>1,210,766</u>
Non-current liabilities			
Lease liabilities - net of current portion		19,183	16,490
Long-term loans - net of current portion	8	99,889	199,794
Provision for long-term employee benefits		12,169	11,196
Total non-current liabilities		<u>131,241</u>	<u>227,480</u>
Total liabilities		<u>1,148,685</u>	<u>1,438,246</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 September 2024

(Unit: Thousand Baht)

	<u>30 September 2024</u>	<u>31 December 2023</u>
	(Unaudited but reviewed)	(Audited)
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>
Issued and fully paid up		
1,000,000,000 ordinary shares of Baht 1 each	1,000,000	1,000,000
Share premium	188,796	188,796
Capital reserve for share-based payment transactions	556	556
Retained earnings		
Appropriated - statutory reserve	100,000	100,000
Appropriated - general reserve	192,000	192,000
Unappropriated	<u>202,255</u>	<u>172,342</u>
Total shareholders' equity	<u>1,683,607</u>	<u>1,653,694</u>
Total liabilities and shareholders' equity	<u>2,832,292</u>	<u>3,091,940</u>
	-	-

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 nine-month periods ended 30 September 2024

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

		For the three-month periods		For the nine-month periods	
		ended 30 September		ended 30 September	
	Note	2024	2023	2024	2023
Profit or loss:					
Revenues					
Sales		451,531	507,753	1,848,796	2,065,409
Sales of raw materials from the fire incident	9	208	-	24,699	-
Other income		7,484	2,801	20,720	30,751
Total revenues		<u>459,223</u>	<u>510,554</u>	<u>1,894,215</u>	<u>2,096,160</u>
Expenses					
Cost of sales		401,455	472,700	1,636,353	1,862,975
Selling and distribution expenses		3,666	6,612	12,515	22,497
Administrative expenses		27,484	34,703	84,327	105,936
Loss from the fire incident	9	208	-	74,193	-
Total expenses		<u>432,813</u>	<u>514,015</u>	<u>1,807,388</u>	<u>1,991,408</u>
Operating profit (loss)		26,410	(3,461)	86,827	104,752
Finance income		47	21	164	1,236
Finance cost		(14,804)	(16,460)	(49,188)	(51,927)
Profit (loss) before income tax		11,653	(19,900)	37,803	54,061
Tax (expenses) income	10	(2,406)	4,051	(7,890)	(10,758)
Profit (loss) for the period		<u>9,247</u>	<u>(15,849)</u>	<u>29,913</u>	<u>43,303</u>
Other comprehensive income					
Other comprehensive income for the period		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u>9,247</u>	<u>(15,849)</u>	<u>29,913</u>	<u>43,303</u>
Earnings (loss) per share					
Basic earnings (loss) per share	11				
Profit (loss) (Baht)		<u>0.009</u>	<u>(0.016)</u>	<u>0.030</u>	<u>0.043</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 nine-month period ended 30 September 2024

(Unit: Thousand Baht)

	Issued and fully paid up share capital	Share premium	Capital reserve for share-based payment transactions	Retained earnings			Total
				Statutory reserve	General reserve	Unappropriated	
Balance as at 1 January 2023	1,000,000	188,796	556	100,000	192,000	142,063	1,623,415
Profit for the period	-	-	-	-	-	43,303	43,303
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	43,303	43,303
Balance as at 30 September 2023	<u>1,000,000</u>	<u>188,796</u>	<u>556</u>	<u>100,000</u>	<u>192,000</u>	<u>185,366</u>	<u>1,666,718</u>
Balance as at 1 January 2024	1,000,000	188,796	556	100,000	192,000	172,342	1,653,694
Profit for the period	-	-	-	-	-	29,913	29,913
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	29,913	29,913
Balance as at 30 September 2024	<u>1,000,000</u>	<u>188,796</u>	<u>556</u>	<u>100,000</u>	<u>192,000</u>	<u>202,255</u>	<u>1,683,607</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 nine-month period ended 30 September 2024

(Unit: Thousand Baht)

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Profit before tax	37,803	54,061
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	139,651	137,010
Reduction of inventory to net realisable value	8,437	-
Unrealised gain on change in value of other current financial assets	(20)	(11)
Loss from write-off of biological assets	508	-
Provision for long-term employee benefits	973	969
Finance income	(164)	(1,236)
Finance cost	49,283	52,034
Profit from operating activities before changes in operating assets and liabilities	236,471	242,827
Operating assets (increase) decrease		
Trade and other receivables	58,077	36,469
Inventories	15,253	(245,727)
Advance payments for purchase of goods	35,013	531,474
Other current assets	3,710	13,650
Other non-current financial assets	-	(1)
Operating liabilities increase (decrease)		
Trade and other payables	(20,230)	23,354
Other current financial liabilities	276	-
Other current liabilities	(2,484)	8,186
Cash from operating activities	326,086	610,232
Cash received from interest income	114	1,213
Paid for interest expenses	(49,183)	(49,972)
Cash paid for income tax	(30)	(1)
Net cash from operating activities	<u>276,987</u>	<u>561,472</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 nine-month period ended 30 September 2024

(Unit: Thousand Baht)

	<u>2024</u>	<u>2023</u>
Cash flows from investing activities		
Acquisitions of Mangium sprout and planting cost	(3,477)	(3,169)
Acquisitions of property, plant and equipment	(27,070)	(75,902)
Acquisitions of intangible assets	<u>(39)</u>	<u>(386)</u>
Net cash used in investing activities	<u>(30,586)</u>	<u>(79,457)</u>
Cash flows from financing activities		
Net decrease in short-term loans from financial institutions	(144,793)	(288,613)
Cash paid for long-term loans from financial institutions	(128,807)	(172,000)
Cash paid for principal portion of lease liabilities	(4,935)	(5,133)
Cash paid for interest expense of lease liabilities	<u>(752)</u>	<u>(231)</u>
Net cash used in financing activities	<u>(279,287)</u>	<u>(465,977)</u>
Net increase (decrease) in cash and cash equivalents	(32,886)	16,038
Cash and cash equivalents at beginning of period	<u>47,132</u>	<u>21,942</u>
Cash and cash equivalents at end of period	<u><u>14,246</u></u>	<u><u>37,980</u></u>

Supplementary cash flows information

Non-cash related transactions from investing activities		
Account payables from purchases of plant and equipment and intangible assets	7,816	4,543
Additions to right-of-use assets and lease liabilities	6,542	-
Transferred land and building to investment properties	2,969	-

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

Thai Agro Energy Public Company Limited

Condensed notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2024

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 presenting condensed interim financial statements. 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 and has presented notes to the interim financial statements on a condensed basis.

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.

1.3 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 2023.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2024, do not have any significant impact on the Company's financial statements.

(Unaudited but reviewed)

1.4 New financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2025

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 2025. 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 Company is currently evaluating the impact of these standards on the financial statements in the year when they are adopted.

2. Related party transactions

Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2024 and 2023, the Company had employee benefit expenses payable to its directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods		For the nine-month periods	
	ended 30 September		ended 30 September	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Short-term employee benefits	5,273	6,005	17,913	16,523
Post-employment benefits	118	112	354	336
Total	<u>5,391</u>	<u>6,117</u>	<u>18,267</u>	<u>16,859</u>

3. Trade and other receivables

(Unit: Thousand Baht)

	30 September	31 December
	2024	2023
Trade receivables	120,066	178,695
Other receivables	727	175
Interest receivable	51	1
Total trade and other receivables	<u>120,844</u>	<u>178,871</u>

The outstanding balances of trade receivables as at 30 September 2024 amounting to Baht 120.1 million (31 December 2023: Baht 178.7 million) are undue trade receivables.

(Unaudited but reviewed)

4. Property, plant and equipment

Movements in the property, plant and equipment account during the nine-month period ended 30 September 2024 are summarised below.

	(Unit: Thousand Baht)
Net book value as at 1 January 2024	2,538,251
Acquisitions during the period - at cost	31,613
Transfers to investment properties - net book value	(2,969)
Depreciation for the period	<u>(134,285)</u>
Net book value as at 30 September 2024	<u><u>2,432,610</u></u>

The Company has mortgaged part of its land and construction thereon and machinery with net book value as at 30 September 2024 amounting to approximately Baht 1,045.5 million (31 December 2023: Baht 1,118.6 million) as collateral for short-term and long-term loans and credit facilities granted by a commercial bank as discussed in Note 6 and 8.

5. Right-of-use assets

Movements of right-of-use assets for the nine-month period ended 30 September 2024 are summarised below.

	(Unit: Thousand Baht)
Net book value as at 1 January 2024	20,489
Addition of right-of-use assets during the period - at cost	6,542
Depreciation for the period	<u>(4,888)</u>
Net book value as at 30 September 2024	<u><u>22,143</u></u>

6. Short-term loans from financial institutions

	(Unit: Thousand Baht)			
	Interest rate (percent per annum)			
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
Promissory notes	5.10 - 5.70	4.50 - 5.45	<u>839,943</u>	<u>984,586</u>
Total			<u><u>839,943</u></u>	<u><u>984,586</u></u>

(Unaudited but reviewed)

Movements in short-term loans from financial institutions during the nine-month period ended 30 September 2024 are summarised below.

	(Unit: Thousand Baht)
Balance as at 1 January 2024	984,586
Add: Increase during the period	1,703,976
Amortisation of transaction costs during the period	150
Less: Repayment during the period	<u>(1,848,769)</u>
Balance as at 30 September 2024	<u>839,943</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 4.

As at 30 September 2024, the short-term credit facilities of the Company which have not yet been drawn down amounted to Baht 870.1 million (31 December 2023: Baht 660.3 million).

7. Trade and other payables

	(Unit: Thousand Baht)	
	30 September 2024	31 December 2023
Trade payables - unrelated parties	22,614	47,222
Other payables - unrelated parties	27,277	18,350
Dividend payables - unrelated parties	3,586	3,586
Total trade and other payables	<u>53,477</u>	<u>69,158</u>

8. Long-term loans

	(Unit: Thousand Baht)	
	30 September 2024	31 December 2023
Long-term loans from financial institution	199,762	328,436
Less: Current portion	<u>(99,873)</u>	<u>(128,642)</u>
Long-term loans from financial institution, net of current portion	<u>99,889</u>	<u>199,794</u>

(Unaudited but reviewed)

Movements in the long-term loans account during the nine-month period ended 30 September 2024 are summarised below.

	(Unit: Thousand Baht)
Balance as at 1 January 2024	328,436
Add: Amortisation of transaction costs during the period	133
Less: Repayment during the period	<u>(128,807)</u>
Balance as at 30 September 2024	<u><u>199,762</u></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 4.

As at 30 September 2024, the Company could maintain certain financial ratio as specified in the loan agreement. As at 31 December 2023, the Company could not maintain certain financial ratio as specified in the loan agreement. However, the Company had negotiated with the bank, and had obtained a waiver letter for the condition maintain certain financial ratios from bank on 28 September 2023.

As at 30 September 2024 and 31 December 2023, the Company had no long-term credit facilities which have not yet been drawn down.

9. Damage from fire incident

On 8 January 2024, a fire broke out in the Company's warehouse, affecting the stored cassava chips. The Company was able to manage the situation, mitigating damage to other areas. However, the Company is covered by all-risk insurance against such damage. Subsequently, on 28 October 2024, the Company received an agreement for compensation of the damage from the insurance company.

(Unaudited but reviewed)

During the three-month and nine-month periods ended 30 September 2024, the Company recognised the revenues and expenses relating to the fire incident in the statement of comprehensive income as follows:

	(Unit: Thousand Baht)	
	For the three-month period ended 30 September 2024	For the nine-month period ended 30 September 2024
Sales of raw materials from the fire incident	208	24,699
Total	208	24,699
Cost of sales and disposals of raw materials from the fire incident	(2,836)	(65,803)
Decrease (increase) in reduction of cost to net realisable value and allowance for inventories losses	2,628	(8,390)
Total expenses relating to the fire incident	(208)	(74,193)
Net loss on damage arising from the fire incident	-	(49,494)

10. Income tax

Interim corporate income tax is calculated on profit (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 nine-month periods ended 30 September 2024 and 2023 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current income tax:				
Interim corporate income tax charge	-	-	-	-
Withholding tax deducted at source recognised as expenses during the period	-	-	2	-
Deferred tax:				
Relating to origination and reversal of temporary differences	2,406	(4,051)	7,888	10,758
(Tax income) tax expense reported in the profit or loss	2,406	(4,051)	7,890	10,758

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.

The following tables present revenue and profit (loss) information regarding the Company's operating segments for the three-month and nine-month periods ended 30 September 2024 and 2023.

(Unit: Thousand Baht)

	For the three-month periods ended 30 September					
	Ethanol segment		Soil conditioner segment		Total	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenue						
Revenue from external customers	436,685	502,258	14,846	5,495	451,531	507,753
Total revenue	<u>436,685</u>	<u>502,258</u>	<u>14,846</u>	<u>5,495</u>	<u>451,531</u>	<u>507,753</u>
Operating						
Segment operating profit (loss)	52,772	32,577	(2,696)	2,476	50,076	35,053
Sales of raw materials from the fire incident					208	-
Other income					7,484	2,801
Selling and distribution expenses					(3,666)	(6,612)
Administrative expenses					(27,484)	(34,703)
Loss from the fire incident					(208)	-
Finance income					47	21
Finance cost					(14,804)	(16,460)
Profit (loss) before income tax					11,653	(19,900)
Tax (expense) income					(2,406)	4,051
Profit (loss) for the period					<u>9,247</u>	<u>(15,849)</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September					
	Ethanol segment		Soil conditioner segment		Total	
	2024	2023	2024	2023	2024	2023
Revenue						
Revenue from external customers	1,816,078	2,030,818	32,718	34,591	1,848,796	2,065,409
Total revenue	<u>1,816,078</u>	<u>2,030,818</u>	<u>32,718</u>	<u>34,591</u>	<u>1,848,796</u>	<u>2,065,409</u>
Operating						
Segment operating profit (loss)	217,061	185,658	(4,618)	16,776	212,443	202,434
Sales of raw materials from the fire incident					24,699	-
Other income					20,720	30,751
Selling and distribution expenses					(12,515)	(22,497)
Administrative expenses					(84,327)	(105,936)
Loss from the fire incident					(74,193)	-
Finance income					164	1,236
Finance cost					(49,188)	(51,927)
Profit before income tax					37,803	54,061
Tax expense					(7,890)	(10,758)
Profit for the period					<u>29,913</u>	<u>43,303</u>

13. Commitments and contingent liabilities

13.1 Capital commitments

As at 30 September 2024, the Company had no capital commitments (31 December 2023: the Company had capital commitments of Baht 0.3 million, relating to the construction of 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 September 2024 and 31 December 2023, the Company had future lease and other service payments as below.

	(Unit: Million Baht)	
	30 September 2024	31 December 2023
Payable:		
In up to 1 year	2.5	1.3

- 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 September 2024, there were outstanding bank guarantees of approximately Baht 6.1 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 2023: Baht 5.0 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.

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 September 2024 and 31 December 2023, 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 September 2024		As at 31 December 2023	
	Level 2	Total	Level 2	Total
Financial asset measured at fair value				
Investment in open-end fund	1,108	1,108	1,088	1,088

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

16. Events after the reporting period

Tender offer for the securities of the Company

Siam City Cement Public Company Limited and Sunrise Equity Company Limited (the "Tender Offerors") jointly submitted a tender offer for 952.77 million shares, representing 95.28% of the issued and paid-up shares of the Company. The purchase period was from 29 August 2024 to 9 October 2024. At the close of the offer period, the Tender Offerors accepted shares offered for sale totaling 0.1 million shares, accounting for 0.01% of the total issued and paid-up shares of the Company.

The change of shareholding structure of the Company's Parent Company

Siam City Cement Public Company Limited and Sunrise Equity Company Limited (the "Tender Offerors") jointly submitted a tender offer for 288.83 million shares, representing 55.01% of the issued and paid-up shares of Lanna Resources Public Company Limited (the "Parent Company"). The purchase period was from 29 August 2024 to 2 October 2024. At the close of the offer period, the tender offerors accepted shares offered for sale totaling 86.39 million shares, accounting for 16.46% of the total issued and paid-up shares of Lanna Resources Public Company Limited (the "Parent Company"). Consequently, the shareholding structure of Lanna Resources Public Company Limited (the "Parent Company") has changed, with Siam City Cement Public Company Limited's shareholding in Lanna Resources Public Company Limited (the "Parent Company") increasing from 44.99% to 61.44 of the total issued and paid-up shares of Lanna Resources Public Company Limited (the "Parent Company"). As a result, the Company became an indirect subsidiary of Siam City Cement Public Company Limited.

17. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 8 November 2024.