

Chumporn Palm Oil Industry Public Company Limited
and its subsidiaries

Review report and interim consolidated financial information
For the three-month period ended 31 March 2020

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Chumporn Palm Oil Industry Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Chumporn Palm Oil Industry Public Company Limited and its subsidiaries as at 31 March 2020, the related consolidated statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate interim financial information of Chumporn Palm Oil Industry Public Company Limited for the same period (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.


Scope of Review

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

Conclusion

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




(นายรณ ฤทธิเดชทรัพย์) (นายสุศักดิ์ ประยูรวงศ์ปรีชา)

Emphasis of Matter

I draw attention to Note 1.5 to the interim consolidated financial statements. Due to the impact of the Covid-19 outbreak, in preparing the interim consolidated financial information for the three-month period ended 31 March 2020, the Group has adopted the Accounting Guidance on Temporary Relief Measures for Accounting Alternatives in Response to the Impact of the Covid-19 Pandemic issued by the Federation of Accounting Professions. My conclusion is not modified in respect of these matters.

Other Matter

Due to the impact of COVID-19 outbreak situation, the Company has postponed the annual general meeting of the Company's shareholders which results in no resolution for the appointment of the auditor of the Group for the accounting period of 2020 yet. However, the Board of Director of the Company has a resolution to propose to the annual general meeting of the Company's shareholders to appoint me as the auditor of the Group for the accounting period of 2020.

I therefore have conducted my review on the interim financial information for first quarter of 2020 which is in compliance with the notification of the Capital Market Supervisory Board (CMSB) No. TorChor. 28/2563 dated 27 March 2020.

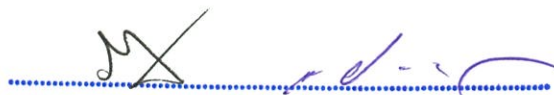


Orawan Techawatanasirikul

Certified Public Accountant (Thailand) No. 4807

EY Office Limited

Bangkok: 12 May 2020



(นายรณ ฤทธิเตมทรัพย์) (นายสุศักดิ์ ปรัชญางค์ปรีชา)

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Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of financial position


As at 31 March 2020

(Unit: Thousand Baht)

| | Note | Consolidated financial statements | | Separate financial statements | |
|-------------------------------------|------|-----------------------------------|------------------|-------------------------------|------------------|
| | | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| | | (Unaudited but reviewed) | (Audited) | (Unaudited but reviewed) | (Audited) |
| Assets | | | | | |
| Current assets | | | | | |
| Cash and cash equivalents | 4 | 258,169 | 71,163 | 222,274 | 53,045 |
| Trade and other receivables | 3,5 | 337,719 | 296,201 | 369,617 | 314,764 |
| Short-term loans to related parties | 3 | - | - | 459,000 | 398,500 |
| Inventories | 6 | 381,395 | 309,294 | 338,039 | 281,413 |
| Biological assets | | 67,570 | 41,601 | 47,117 | 22,303 |
| Prepaid expenses | | 34,997 | 21,348 | 31,485 | 21,348 |
| Other current assets | | 31,973 | 29,459 | 25,277 | 23,134 |
| Total current assets | | 1,111,823 | 769,066 | 1,492,809 | 1,114,507 |
| Non-current assets | | | | | |
| Investment in joint venture | 7 | 6,088 | 462 | 4,900 | 490 |
| Investments in subsidiaries | 8 | - | - | 214,800 | 214,800 |
| Property, plant and equipment | 9 | 2,699,175 | 2,732,091 | 1,577,119 | 1,600,554 |
| Right-of-use assets | | 8,650 | - | 5,428 | - |
| Bearer plant | 10 | 388,074 | 392,547 | 385,489 | 390,009 |
| Intangible assets | | 3,510 | 3,896 | 3,208 | 3,577 |
| Advance for purchasing of land | | 124,008 | 124,008 | 124,008 | 124,008 |
| Deposits | | 685 | 685 | 207 | 207 |
| Total non-current assets | | 3,230,190 | 3,253,689 | 2,315,159 | 2,333,645 |
| Total assets | | 4,342,013 | 4,022,755 | 3,807,968 | 3,448,152 |

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




 (นายชวลิต ชวลิตทรัพย์) (นายชวลิต ชวลิตทรัพย์)
 (นายชวลิต ชวลิตทรัพย์) (นายชวลิต ชวลิตทรัพย์)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries
Statement of financial position (continued)
As at 31 March 2020

(Unit: Thousand Baht)

(Unit: Thousand Baht)

| | | Consolidated financial statements | | Separate financial statements | |
|-----------------------------------------------------|-------|-----------------------------------|------------------|-------------------------------|------------------|
| | Note | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| | | (Unaudited but reviewed) | (Audited) | (Unaudited but reviewed) | (Audited) |
| Liabilities and shareholders' equity | | | | | |
| Current liabilities | | | | | |
| Bank overdraft and short-term loans | | | | | |
| from banks | 11 | 1,543,682 | 1,199,000 | 1,404,682 | 1,090,000 |
| Trade and other payables | 3, 12 | 227,930 | 128,791 | 194,195 | 102,070 |
| Value added tax payable | | 20,739 | 12,222 | 18,982 | 10,887 |
| Current portion of long-term loans from banks | 13 | 252,120 | 270,600 | 118,120 | 136,600 |
| Current portion of lease liabilities | | 1,109 | - | 860 | - |
| Derivative liabilities | 20 | 6,671 | - | 2,184 | - |
| Other current liabilities | | 8,805 | 2,236 | 5,412 | 1,809 |
| Total current liabilities | | 2,061,056 | 1,612,849 | 1,744,435 | 1,341,366 |
| Non-current liabilities | | | | | |
| Long-term loans from banks - net of current portion | 13 | 272,000 | 364,720 | 75,000 | 100,720 |
| Lease liabilities - net of current portion | | 7,585 | - | 4,598 | - |
| Provision for long-term employee benefits | | 60,172 | 59,018 | 52,743 | 51,870 |
| Deferred tax liabilities | | 134,100 | 132,248 | 133,692 | 130,938 |
| Total non-current liabilities | | 473,857 | 555,986 | 266,033 | 283,528 |
| Total liabilities | | 2,534,913 | 2,168,835 | 2,010,468 | 1,624,894 |

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



(นายบรรณ ถวิลเดมิทรัพย์) (นายสุศักดิ์ ประยูรวงศ์ปรีชา)

กรรมการ

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries
Statement of financial position (continued)
As at 31 March 2020

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|------------------------------------------------------|----------------------------------------------|-------------------------------|----------------------------------------------|-------------------------------|
| | 31 March 2020 (Unaudited but reviewed) | 31 December 2019 (Audited) | 31 March 2020 (Unaudited but reviewed) | 31 December 2019 (Audited) |
| Shareholders' equity | | | | |
| Share capital | | | | |
| Registered | | | | |
| 775,424,053 ordinary shares of Baht 1 each | 775,424 | 775,424 | 775,424 | 775,424 |
| Issued and paid-up | | | | |
| 632,752,650 ordinary shares of Baht 1 each | 632,753 | 632,753 | 632,753 | 632,753 |
| Share premium | 412,310 | 412,310 | 412,310 | 412,310 |
| Capital reserve for share-based payment transactions | 12,657 | 12,657 | 12,657 | 12,657 |
| Retained earnings | | | | |
| Appropriated - statutory reserve | 32,346 | 32,346 | 32,346 | 32,346 |
| Unappropriated | 71,662 | 118,482 | 63,376 | 89,134 |
| Other components of shareholders' equity | 645,372 | 645,372 | 644,058 | 644,058 |
| Total shareholders' equity | 1,807,100 | 1,853,920 | 1,797,500 | 1,823,258 |
| Total liabilities and shareholders' equity | 4,342,013 | 4,022,755 | 3,807,968 | 3,448,152 |

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



Directors




(Unaudited but reviewed)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

| | Note | Consolidated financial statements | | Separate financial statements | |
|----------------------------------------------------------|--------|-----------------------------------|----------------|-------------------------------|-----------------|
| | | 2020 | 2019 | 2020 | 2019 |
| Profit or loss: | | | | | |
| Revenues | | | | | |
| Sales | 14, 18 | 834,836 | 852,189 | 812,456 | 848,014 |
| Other income | | 1,856 | 12,238 | 1,573 | 12,257 |
| Gain on exchange | | 2,158 | - | 2,158 | - |
| Total revenues | | 838,850 | 864,427 | 816,187 | 860,271 |
| Expenses | | | | | |
| Cost of sales | | 813,585 | 742,307 | 787,623 | 780,675 |
| Selling and distribution expenses | | 22,147 | 32,073 | 21,852 | 31,099 |
| Administrative expenses | | 53,480 | 55,503 | 46,678 | 46,672 |
| Loss on exchange | | - | 223 | - | 223 |
| Total expenses | | 889,212 | 830,106 | 856,153 | 858,669 |
| Profit (loss) from operating activities | | (50,362) | 34,321 | (39,966) | 1,602 |
| Share of profit from investment in joint venture | 8 | 1,216 | - | - | - |
| Finance income | 9 | 32 | 32 | 3,807 | 3,191 |
| Finance cost | | (13,891) | (17,749) | (9,419) | (12,066) |
| Gain (loss) on change in fair value of biological assets | | 24,786 | (2,077) | 24,814 | (2,811) |
| Gain (loss) on change in fair value of derivatives | | 783 | - | (162) | - |
| Profit (loss) before income tax | | (37,459) | 14,527 | (20,926) | (10,084) |
| Income tax revenue (expense) | 15 | (3,353) | 653 | (3,170) | 800 |
| Profit (loss) for the period | | (40,812) | 15,180 | (24,096) | (9,284) |
| Total comprehensive income for the period | | (40,812) | 15,180 | (24,096) | (9,284) |

(Unit: Baht)

| | | | | | |
|-------------------------------------------------------------|----|---------|-------|---------|---------|
| Earnings (loss) per share | 16 | | | | |
| Basic earnings (loss) per share | | | | | |
| Profit (loss) attributable to equity holders of the Company | | (0.064) | 0.024 | (0.038) | (0.015) |

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





 (นายบรรณ ชวลิตนิมมานะ) (นายชวลิต ปรังญากังปรีชา)

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(Unaudited but reviewed)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

Consolidated financial statements

| | Issued and paid-up share capital | Share premium | Capital reserve for share-based payment transactions | Retained earnings | | Other components of shareholders' equity | | Total |
|----------------------------------------------------------------------------------------------------------------------|----------------------------------|---------------|------------------------------------------------------|----------------------------------|----------------|------------------------------------------|------------------------------------------------|-----------|
| | | | | Appropriated - statutory reserve | Unappropriated | income - revaluation surplus on assets | Total other components of shareholders' equity | |
| | | | | | | | | |
| Balance as at 1 January 2019 | 632,753 | 412,310 | 12,657 | 32,346 | 31,096 | 645,372 | 645,372 | 1,766,534 |
| Profit for the period | - | - | - | - | 15,180 | - | - | 15,180 |
| Other comprehensive income for the period | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | 15,180 | - | - | 15,180 |
| Balance as at 31 March 2019 | 632,753 | 412,310 | 12,657 | 32,346 | 46,276 | 645,372 | 645,372 | 1,781,714 |
| Balance as at 1 January 2020 - as previously reported | 632,753 | 412,310 | 12,657 | 32,346 | 118,482 | 645,372 | 645,372 | 1,853,920 |
| Cumulative effect of change in accounting policies due to the adoption of new financial reporting standards (Note 2) | - | - | - | - | (6,008) | - | - | (6,008) |
| Balance as at 1 January 2020 - as restated | 632,753 | 412,310 | 12,657 | 32,346 | 112,474 | 645,372 | 645,372 | 1,847,912 |
| Loss for the period | - | - | - | - | (40,812) | - | - | (40,812) |
| Other comprehensive income for the period | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | (40,812) | - | - | (40,812) |
| Balance as at 31 March 2020 | 632,753 | 412,310 | 12,657 | 32,346 | 71,662 | 645,372 | 645,372 | 1,807,100 |

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



(นายบรรณ ถวิลเดชะมณี) (นายสุวัฒน์ ปรัชญางค์ปรีชา)

(Unaudited but reviewed)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

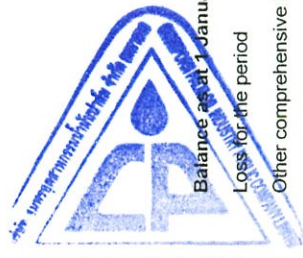
For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

Separate financial statements

| | Other components of shareholders' equity | | | | | | | |
|----------------------------------------------------------------------------------------------------------------------|------------------------------------------|---------------|------------------------------------------------------|----------------------------------|----------------|------------------------------------------------------------|------------------------------------------------|----------------------------|
| | Issued and paid-up share capital | Share premium | Capital reserve for share-based payment transactions | Retained earnings | | Other comprehensive income - revaluation surplus on assets | | Total shareholders' equity |
| | | | | Appropriated - statutory reserve | Unappropriated | income - revaluation surplus on assets | Total other components of shareholders' equity | |
| Balance as at 1 January 2019 | 632,753 | 412,310 | 12,657 | 32,346 | 41,891 | 644,058 | 644,058 | 1,776,015 |
| Loss for the period | - | - | - | - | (9,284) | - | - | (9,284) |
| Other comprehensive income for the period | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | (9,284) | - | - | (9,284) |
| Balance as at 31 March 2019 | 632,753 | 412,310 | 12,657 | 32,346 | 32,607 | 644,058 | 644,058 | 1,766,731 |
| Balance as at 1 January 2020 - as previously reported | 632,753 | 412,310 | 12,657 | 32,346 | 89,134 | 644,058 | 644,058 | 1,823,258 |
| Cumulative effect of change in accounting policies due to the adoption of new financial reporting standards (Note 2) | - | - | - | - | (1,662) | - | - | (1,662) |
| Balance as at 1 January 2020 - as restated | 632,753 | 412,310 | 12,657 | 32,346 | 87,472 | 644,058 | 644,058 | 1,821,596 |
| Loss for the period | - | - | - | - | (24,096) | - | - | (24,096) |
| Other comprehensive income for the period | - | - | - | - | - | - | - | - |
| Total comprehensive income for the period | - | - | - | - | (24,096) | - | - | (24,096) |
| Balance as at 31 March 2020 | 632,753 | 412,310 | 12,657 | 32,346 | 63,376 | 644,058 | 644,058 | 1,797,500 |

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



(นายบรรณ ถวิลเดนิทร์ทรัพย์) (นายสุศักดิ์ ปรังญางค์ปรีชา)

(Unaudited but reviewed)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Cash flows statement

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|--------------------------------------------------------------------------------------------------------------------|-----------------------------------|----------------|-------------------------------|----------------|
| | 2020 | 2019 | 2020 | 2019 |
| Cash flows from operating activities | | | | |
| Profit (loss) before income tax | (37,459) | 14,527 | (20,926) | (10,084) |
| Adjustments to reconcile profit (loss) before income tax to net cash provided by (paid from) operating activities: | | | | |
| Depreciation and amortisation | 48,714 | 51,476 | 35,992 | 39,518 |
| Reduction cost of inventories to net realisable value | 7,985 | 570 | 7,985 | 570 |
| Write off palm trees | 284 | - | 284 | - |
| Loss (gain) on sale of equipment | 521 | (163) | 520 | (163) |
| Reversal of allowance for doubtful debts | (8) | (12) | (8) | (12) |
| Share of gain from investment in joint venture | (1,216) | - | - | - |
| Long-term employee benefits expenses | 1,462 | 1,160 | 1,180 | 926 |
| Loss (gain) on change in fair value of biological assets | (24,786) | 2,077 | (24,814) | 2,811 |
| Unrealised loss (gain) on fair value of derivatives | (839) | - | 107 | - |
| Unrealised loss (gain) on exchange rate | (2,175) | 179 | (2,175) | 179 |
| Interest income | (9) | (32) | (3,807) | (3,190) |
| Interest expenses | 13,891 | 17,749 | 9,419 | 12,066 |
| Profit (loss) from operating activities before changes in operating assets and liabilities | 6,365 | 87,531 | 3,757 | 42,621 |
| Operating assets (increase) decrease | | | | |
| Trade and other receivables | (41,713) | 49,257 | (51,192) | 105,255 |
| Inventories | (80,086) | 41,684 | (64,611) | 56,401 |
| Prepaid expenses | (13,649) | (12,477) | (10,137) | (8,686) |
| Biological assets | (1,182) | (3,802) | - | - |
| Other current assets | (335) | (933) | 35 | (619) |
| Operating liabilities increase (decrease) | | | | |
| Trade and other payables | 103,849 | (53,903) | 94,988 | (55,935) |
| Value added tax payable | 8,517 | (3,813) | 8,095 | (3,028) |
| Other current liabilities | 6,568 | 43 | 3,603 | (127) |
| Cash paid for long-term employee benefits | (308) | (308) | (308) | (308) |
| Cash flows from (used in) operating activities | (11,974) | 103,279 | (15,770) | 135,574 |
| Cash paid for income tax | - | (472) | - | (327) |
| Net cash flows from (used in) operating activities | (11,974) | 102,807 | (15,770) | 135,247 |

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



(นายบรรณ ถวิลเดมิทรัพย์) (นายสุศักดิ์ ปรินญาภักดิ์ปรีชา)

(Unaudited but reviewed)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Cash flows statement (continued)

For the three-month period ended 31 March 2020

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|-------------------------------------------------------------|-----------------------------------|-----------------|-------------------------------|-----------------|
| | 2020 | 2019 | 2020 | 2019 |
| Cash flows from investing activities | | | | |
| Cash receipt from interest income | 213 | 32 | 155 | 4,447 |
| Increase in short-term loans to related parties | - | - | (60,500) | (80,000) |
| Cash paid for investment in joint venture | (4,410) | - | (4,410) | - |
| Acquisitions of plant and equipment | (15,711) | (21,642) | (10,963) | (17,187) |
| Proceeds from sales of equipment | 373 | 180 | 373 | 180 |
| Increase in bearer plant | (256) | (76) | (256) | (76) |
| Acquisitions of intangible assets | - | (75) | - | (75) |
| Net cash flows used in investing activities | (19,791) | (21,581) | (75,601) | (92,711) |
| Cash flows from financing activities | | | | |
| Increase in bank overdrafts and short-term loans from banks | 344,682 | 31,000 | 314,682 | - |
| Repayment of leases | (366) | - | (273) | - |
| Repayment of long-term loans | (111,200) | (101,650) | (44,200) | (34,650) |
| Cash paid for interest | (14,345) | (18,086) | (9,609) | (12,179) |
| Net cash flows from (used in) financing activities | 218,771 | (88,736) | 260,600 | (46,829) |
| Net increase (decrease) in cash and cash equivalents | 187,006 | (7,510) | 169,229 | (4,293) |
| Cash and cash equivalents at beginning of period | 71,163 | 129,095 | 53,045 | 97,582 |
| Cash and cash equivalents at end of period (Note 4) | 258,169 | 121,585 | 222,274 | 93,289 |

Supplemental cash flows information:

Non-cash transactions

Decrease in accounts payable from purchasing

of equipment which had yet been paid

| | | | |
|---------|-------|---------|-------|
| (4,163) | (901) | (2,611) | (901) |
|---------|-------|---------|-------|

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



(นายบรรณ ถวิลเดมิทรัพย์) (นายสุศักดิ์ ปรัชญางค์ปรีชา)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Notes to interim consolidated financial information

For the three-month period ended 31 March 2020

1. General information

1.1 Corporate information

Chumporn Palm Oil Industry Public Company Limited ("the Company") is a public company incorporated and domiciled in Thailand. Its major shareholder is Chumporn Holding Company Limited, which was incorporated in Thailand. The Company is principally engaged in the manufacture and distribution of palm oil products. Its registered address of the head office is 296, Moo 2, Phetchkasem Road, Tambon Salui, Ampur Tasae, Chumporn. The Company's branch is located at No. 1168/91, Lumpini Tower, 30th Floor, Rama 4 Road, Thung Maha Mek, Sathorn, Bangkok.

1.2 Coronavirus disease 2019 Pandemic

The Coronavirus disease 2019 pandemic is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the group operates. The Group's management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved.

1.3 Basis for the preparation of interim financial information

This interim financial information is prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial information. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

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

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



(นายบรรณ ถวิลเดิมทรัพย์) (นายสุศักดิ์ ปรัชญาคัมปรีชา)

1.4 Basis of consolidation

The interim consolidated financial information include the financial statements of Chumporn Palm Oil Industry Public Company Limited and its subsidiaries, and have been prepared on the same basis as applied for the consolidated financial statements for the year ended 31 December 2019. There have been no changes in the composition of the subsidiaries during the current period.

1.5 New financial reporting standards that became effective in the current period

During the period, the Group has adopted the revised (revised 2019) and new financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2020. 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 of the standards. The adoption of these financial reporting standards does not have any significant impact on the Group's financial statements. However, the new standard involves changes to key principles, which are summarised below:

Financial reporting standards related to financial instruments

A set of TFRSs related to financial instruments consists of five accounting standards and interpretations, as follows:

Financial reporting standards:

| | |
|--------|------------------------------------|
| TFRS 7 | Financial Instruments: Disclosures |
| TFRS 9 | Financial Instruments |

Accounting standard:

| | |
|--------|-------------------------------------|
| TAS 32 | Financial Instruments: Presentation |
|--------|-------------------------------------|

Financial Reporting Standard Interpretations:

| | |
|----------|-------------------------------------------------------------|
| TFRIC 16 | Hedges of a Net Investment in a Foreign Operation |
| TFRIC 19 | Extinguishing Financial Liabilities with Equity Instruments |

These TFRSs related to financial instruments make stipulations relating to the classification of financial instruments and their measurement at fair value or amortised cost (taking into account the type of instrument, the characteristics of the contractual cash flows and the Company's business model), calculation of impairment using the expected credit loss method, and hedge accounting. These include stipulations regarding the presentation and disclosure of financial instruments.




 (นายรชฏ อวิวัฒน์ทรัพย์) (นายสุศักดิ์ ปรัชญวงศ์ปรีชา)

The impact of the adoption of these standards on the Group's financial statements are as follows.

- Recognition of credit losses - The Group recognises an allowance for expected credit losses on its financial assets, and it is no longer necessary for a credit-impaired event to have occurred. The Group applies the simplified approach to consider impairment of trade receivables.
- Recognition of derivatives - The Group initially recognises derivatives at their fair value on the contract date and subsequently measure them at fair value at the end of each reporting period. Changes in the fair value of derivatives are recognised in profit or loss.

The Group adopted these financial reporting standards which the cumulative effect is recognised as an adjustment to the retained earnings as at 1 January 2020, and the comparative information was not restated.

The cumulative effect of the change is described in Note 2.

TFRS 16 Leases

TFRS 16 supersedes TAS 17 Leases together with related Interpretations. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases, and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is low value.

Accounting by lessors under TFRS 16 is substantially unchanged from TAS 17. Lessors will continue to classify leases as either operating or finance leases.

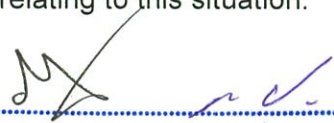
The Group adopted these financial reporting standards using the modified retrospective method of initial adoption of which the cumulative effect is recognised as an adjustment to the right-of-use assets and lease liabilities as at 1 January 2020, no impact to the retained earnings as at 1 January 2020, and the comparative information was not restated.

The cumulative effect of the change is described in Note 2 to the financial statements.

Accounting Guidance on Temporary Relief Measures for Accounting Alternatives in Response to the Impact of the COVID-19 Pandemic

The Federation of Accounting Professions announced Accounting Guidance on Temporary Relief Measures for Accounting Alternatives in Response to the Impact of the COVID-19 Pandemic. Its objectives are to alleviate some of the impact of applying certain financial reporting standards, and to provide clarification about accounting treatments during the period of uncertainty relating to this situation.




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On 22 April 2020, the Accounting Guidance was announced in the Royal Gazette and it is effective for the financial statements prepared for reporting periods ending between 1 January 2020 and 31 December 2020.

The Group has elected to apply the following temporary relief measures on accounting alternatives:

- Not to take into account forward-looking information when determining expected credit losses, in cases where the Group uses a simplified approach to determine expected credit losses.
- Not to use information relating to the COVID-19 situation in determining whether sufficient taxable profits will be available in future periods against which deferred tax assets can be utilised.
- Not to consider the COVID-19 situation as an indication that an asset may be impaired in accordance with TAS 36, *Impairment of Assets*.

1.6 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 2019 except the changes in accounting policies related to financial instruments and leases.

1.6.1 Financial instruments

Classification and measurement


Financial assets that are debt instruments are measured at fair value through profit or loss, fair value through other comprehensive income, or amortised cost. Classification is driven by the Group's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets that are equity instruments are measured at fair value through profit or loss.

Financial liabilities are classified and measured at amortised cost.

Derivatives are classified and measured at fair value through profit or loss




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Derivatives are classified and measured at fair value through profit or loss

Impairment of financial assets

The Group recognises an allowance for expected credit losses on its financial assets measured at amortised cost, without requiring a credit-impaired event to have occurred prior to the recognition. The Group accounts for changes in expected credit losses in stages, with differing methods of determining allowance for credit losses and the effective interest rate applied at each stage. An exception from this approach is that for trade receivables that do not contain a significant financing component, the Group applies a simplified approach to determine the lifetime expected credit losses.

1.6.2 Leases

Right-of-use assets

The Group recognises right-of-use assets at the commencement date of the lease. Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised through initial measurement, initial direct costs incurred, and lease payments made at or before the commencement date, less any lease incentives received.

Unless the Group is reasonably certain that it will obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis from the commencement date of the lease to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term.


Lease liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of the lease payments to be made over the lease term, discounted by the interest rate implicit in the lease or the Group's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification or reassessment.

Short-term leases and Leases of low-value assets

Payments under leases that, have a lease term of 12 months or less at the commencement date, or are leases of low-value assets, are recognised as expenses on a straight-line basis over the lease term.




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2. Cumulative effects of changes in accounting policies due to the adoption of new financial reporting standards

As described in Note 1.5 to the financial statements, during the current period, the Group has adopted financial reporting standards related to financial instruments and TFRS 16. The cumulative effect of initially applying these standards is recognised as an adjustment to retained earnings as at 1 January 2020. Therefore, the comparative information was not restated.

The impacts on the beginning balance of retained earnings of 2020 from changes in accounting policies due to the adoption of these standards are presented as follows:

(Unit: Thousand Baht)

| | Consolidated financial statements | | | |
|--------------------------------------|-----------------------------------|-------------|---------|-----------|
| | The impacts of | | | |
| | 31 December | Financial | | 1 January |
| | 2019 | reporting | | 2020 |
| | | standards | | |
| | | related to | | |
| | | financial | | |
| | | instruments | TFRS 16 | |
| Statement of financial position | | | | |
| Assets | | | | |
| Non-current assets | | | | |
| Right-of-use assets | - | - | 8,963 | 8,963 |
| Liabilities and shareholders' equity | | | | |
| Current liabilities | | | | |
| Current portion of lease liabilities | - | - | 1,096 | 1,096 |
| Derivative liabilities | - | 6,008 | - | 6,008 |
| Non-current liabilities | | | | |
| Lease liabilities, net of current | | | | |
| portion | - | - | 7,867 | 7,867 |
| Shareholders' equity | | | | |
| Retained earnings - unappropriated | 118,482 | (6,008) | - | 112,474 |




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(Unaudited but reviewed)

(Unit: Thousand Baht)

| | Separate financial statements | | | |
|----------------------------------------------|-------------------------------|-------------------------------------------------------------------------------|---------|-------------------|
| | The impacts of | | | 1 January 2020 |
| | 31 December 2019 | Financial reporting standards related to financial instruments | TFRS 16 | |
| Statement of financial position | | | | |
| Assets | | | | |
| Non-current assets | | | | |
| Right-of-use assets | - | - | 5,666 | 5,666 |
| Liabilities and shareholders' equity | | | | |
| Current liabilities | | | | |
| Current portion of lease liabilities | - | - | 849 | 849 |
| Derivative liabilities | - | 1,662 | - | 1,662 |
| Non-current liabilities | | | | |
| Lease liabilities, net of current portion | - | - | 4,817 | 4,817 |
| Shareholders' equity | | | | |
| Retained earnings - unappropriated | 89,134 | (1,662) | - | 87,472 |

2.1 Financial instruments

Details of the impact on retained earnings as at 1 January 2020 due to the adoption of financial reporting standards related to financial instruments are presented as follows:

(Unit: Thousand Baht)

| | Consolidated financial statements | Separate financial statements |
|--------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|-------------------------------------|
| Recognition of derivatives at fair value through profit or loss | (7,510) | (2,077) |
| Effects of deferred tax | 1,502 | 415 |
| Impacts on retained earnings due to the adoption of financial reporting standards related to financial instruments | (6,008) | (1,662) |




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(Unaudited but reviewed)

The classifications, measurement basis and carrying values of financial assets in accordance with TFRS 9 as at 1 January 2020, and with the carrying amounts under the former basis, are as follows:

(Unit: Thousand Baht)

| | Consolidated financial statements | | |
|----------------------------------------------|-----------------------------------|----------------------------------------------|----------------|
| | Carrying amounts | Classification and measurement in accordance | |
| | under the former | with TFRS 9 | |
| | basis | Amortised cost | Total |
| Financial assets as at 1 January 2020 | | | |
| Cash and cash equivalents | 71,163 | 71,163 | 71,163 |
| Trade and other receivables | 296,201 | 296,201 | 296,201 |
| Total financial assets | 367,364 | 367,364 | 367,364 |

(Unit: Thousand Baht)

| | Separate financial statements | | |
|----------------------------------------------|-------------------------------|----------------------------------------------|----------------|
| | Carrying amounts | Classification and measurement in accordance | |
| | under the former | with TFRS 9 | |
| | basis | Amortised cost | Total |
| Financial assets as at 1 January 2020 | | | |
| Cash and cash equivalents | 53,045 | 53,045 | 53,045 |
| Trade and other receivables | 314,764 | 314,764 | 314,764 |
| Short-term loans to related parties | 398,500 | 398,500 | 398,500 |
| Total financial assets | 766,309 | 766,309 | 766,309 |

As at 1 January 2020, the Group has not designated any financial liabilities at fair value through profit or loss except derivative liabilities of which fair value is Baht 6.0 million (Separate financial statements: Baht 1.7 million).




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2.2 Leases


Upon initial application of TFRS 16 the Group recognised lease liabilities previously classified as operating leases at the present value of the remaining lease payments, discounted using the Group's incremental borrowing rate at 1 January 2020. For leases previously classified as finance leases, the Group recognised the carrying amount of the right-of-use assets and lease liabilities based on the carrying amounts of the lease assets and lease liabilities immediately before the date of initial application of TFRS 16.

| | (Unit: Thousand Baht) | |
|--------------------------------------------------------|-----------------------|----------------------|
| | Consolidated | Separate |
| | financial statements | financial statements |
| Operating lease commitments as at 31 December 2019 | 11,956 | 11,650 |
| Less: Short-term leases and leases of low-value assets | - | (2,456) |
| Less: Contracts reassessed as service agreements | (611) | (2,094) |
| Less: Deferred interest expenses | (2,382) | (1,434) |
| Increase in lease liabilities due to TFRS 16 adoption | 8,963 | 5,666 |
| Liabilities under finance lease as at 31 December 2019 | - | - |
| Lease liabilities as at 1 January 2020 | 8,963 | 5,666 |
| Comprise of: | | |
| Current lease liabilities | 1,096 | 849 |
| Non-current lease liabilities | 7,867 | 4,817 |
| | 8,963 | 5,666 |

The adjustments of right-of-use assets due to TFRS 16 adoption as at 1 January 2020 are summarised below:

| | (Unit: Thousand Baht) | |
|------------------------------------|-----------------------|----------------------|
| | Consolidated | Separate |
| | financial statements | financial statements |
| Land and land improvement | 2,722 | 2,722 |
| Buildings and building improvement | 6,241 | 2,944 |
| Total right-of-use assets | 8,963 | 5,666 |




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3. Related party transactions

The relationships between the Company and its related parties are summarised below.

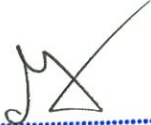
| Name of related parties | Relationship |
|---------------------------------------|-----------------------------------|
| CPI Agrotech Co., Ltd. | Subsidiary |
| CPP Co., Ltd. | Subsidiary |
| CPI Trading Co., Ltd. | Subsidiary |
| CPI Green Co., Ltd. | Subsidiary |
| CK Trading (1965) Co., Ltd. | Joint venture |
| Khonburi Sugar Public Company Limited | Common directors and shareholders |

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

(Unit: Million Baht)

| | Separate financial statements | | |
|---------------------------------------------------------|-------------------------------|-------|---------------------------------------------------------------------------------------------|
| | For the three-month periods | | |
| | ended 31 March | | |
| | 2020 | 2019 | Transfer pricing policy |
| <u>Transactions with subsidiaries</u> | | | |
| (Eliminated from the consolidated financial statements) | | | |
| Sell palm fruit | 10.6 | 39.6 | Market price |
| Rental income | 0.2 | 0.5 | Monthly fees of Baht 0.01 - 0.13 million |
| Interest income | 3.8 | 3.2 | 2.88% - 4.75% per annum and rate charged on call borrowings from a bank plus 0.5% per annum |
| Purchase palm fruit, kernel and crude palm oil | 41.4 | 230.3 | Market price |
| <u>Transactions with joint venture</u> | | | |
| Other income | 0.9 | - | Contract price |
| Service expenses | 5.3 | - | Contract price |





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 กรรมการ

The balances of the accounts as at 31 March 2020 and 31 December 2019 between the Company and these related companies are as follows:

| (Unit: Thousand Baht) | | |
|-----------------------------------------------------------|------------------|---------------------|
| Consolidated financial statements | | |
| | 31 March 2020 | 31 December 2019 |
| Other payable - related party (Note 12) | | |
| Joint venture | 5,250 | - |
| (Unit: Thousand Baht) | | |
| Separate financial statements | | |
| | 31 March 2020 | 31 December 2019 |
| Trade accounts receivable - related party (Note 5) | | |
| Subsidiary | 39,069 | 30,129 |
| Other receivables - related parties (Note 5) | | |
| Subsidiaries | 9,866 | 9,702 |
| Interest receivables - related parties (Note 5) | | |
| Subsidiaries | 8,711 | 5,059 |
| Short-term loans to related parties | | |
| Subsidiaries | 459,000 | 398,500 |
| Trade accounts payable - related parties (Note 12) | | |
| Subsidiaries | 5,839 | 14,442 |
| Other payables - related parties (Note 12) | | |
| Subsidiaries | 167 | 1,509 |
| Joint venture | 5,250 | - |
| Total | 5,417 | 1,509 |




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Short-term loans to related parties

As at 31 March 2020 and 31 December 2019, the balance of loans between the Company and the related parties and the movements are as follows:

(Unit: Thousand Baht)

| Subsidiaries | Separate financial statements | | | |
|------------------------|-------------------------------|-------------------|----------|---------------|
| | Balance as at | During the period | | Balance as at |
| | 1 January 2020 | Increase | Decrease | 31 March 2020 |
| CPI Agrotech Co., Ltd. | 37,000 | - | (30,000) | 7,000 |
| CPP Co., Ltd. | 361,500 | 113,500 | (23,000) | 452,000 |
| Total | 398,500 | 113,500 | (53,000) | 459,000 |

The above loans are unsecured and due at call. Interest is charged at the rates of 2.88% - 4.75% per annum and rate charged on call borrowings from a bank plus 0.5% per annum.

Directors and management's benefits

During the three-month periods ended 31 March 2020 and 2019, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

| | For the three-month periods ended 31 March | | | |
|------------------------------|--------------------------------------------|-------|----------------------|-------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2020 | 2019 | 2020 | 2019 |
| Short-term employee benefits | 9,061 | 8,250 | 8,425 | 7,627 |
| Post-employment benefits | 213 | 202 | 172 | 127 |
| Total | 9,274 | 8,452 | 8,597 | 7,754 |

Guarantee obligations with related parties

The Company had outstanding guarantee obligations with its subsidiaries, as described in Note 17.6 a) to the financial statements.




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07/03/20

4. Cash and cash equivalents

| | Consolidated | | (Unit: Thousand Baht) | |
|---------------|----------------------|---------------------|-----------------------|---------------------|
| | financial statements | | Separate | |
| | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| Cash | 10,897 | 187 | 3,610 | 101 |
| Bank deposits | 247,272 | 70,976 | 218,664 | 52,944 |
| Total | 258,169 | 71,163 | 222,274 | 53,045 |

As at 31 March 2020, bank deposits in saving accounts carried interest at rates of 0.1% - 0.4% per annum (31 December 2019: between 0.1% - 0.4% per annum).

5. Trade and other receivables

| | Consolidated | | (Unit: Thousand Baht) | |
|-----------------------------------------------------------|----------------------|---------------------|-----------------------|---------------------|
| | financial statements | | Separate | |
| | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| Trade accounts receivable - related party | | | | |
| Aged on the basis of due dates | | | | |
| Not yet due | - | - | 39,069 | 30,129 |
| Total trade accounts receivable - related party | - | - | 39,069 | 30,129 |
| Trade accounts receivable - unrelated parties | | | | |
| Aged on the basis of due dates | | | | |
| Not yet due | 278,641 | 200,551 | 254,313 | 175,610 |
| Past due | | | | |
| Up to 1 month | 50,793 | 89,882 | 50,793 | 88,670 |
| 2 - 3 months | 2,235 | 949 | 2,115 | 906 |
| 3 - 6 months | 1,170 | 910 | - | 910 |
| 6 - 12 months | 1,490 | 532 | 1,490 | 532 |
| Over 12 months | 4,375 | 4,094 | 4,375 | 4,094 |
| Total | 338,704 | 296,918 | 313,086 | 270,722 |
| Less: Allowance for expected credit losses | (2,761) | (2,769) | (2,761) | (2,769) |
| Total trade accounts receivable - unrelated parties - net | 335,943 | 294,149 | 310,325 | 267,953 |
| Total trade accounts receivable - net | 335,943 | 294,149 | 349,394 | 298,082 |



(นายบรรณ ถวิลเดิมทรัพย์) (นายชูศักดิ์ ปรีชญากังปรีชา)

(Unaudited but reviewed)

(Unit: Thousand Baht)

| | Consolidated | | Separate | |
|------------------------------------------------|----------------------|---------------------|----------------------|---------------------|
| | financial statements | | financial statements | |
| | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| Other receivables | | | | |
| Other receivables - related parties | - | - | 9,866 | 9,702 |
| Interest receivables - related parties | - | - | 8,711 | 5,059 |
| Other receivables - unrelated parties | 2,457 | 2,733 | 2,327 | 2,602 |
| Total | 2,457 | 2,733 | 20,904 | 17,363 |
| Less: Allowance for doubtful debts | (681) | (681) | (681) | (681) |
| Total other receivables - net | 1,776 | 2,052 | 20,223 | 16,682 |
| Total trade and other receivables - net | 337,719 | 296,201 | 369,617 | 314,764 |

6. Allowance for diminution in value of inventories

Movements in the allowance for diminution in value of inventories account during the three-month period ended 31 March 2020, are summarised below.

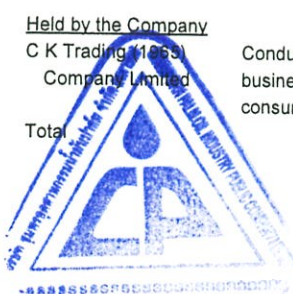
(Unit: Thousand Baht)

| | Consolidated and Separate financial statements |
|-------------------------------------------------------------------------|------------------------------------------------------|
| Balance as at 1 January 2020 | - |
| Allowance for diminution in value of inventories made during the period | (7,985) |
| Balance as at 31 March 2020 | (7,985) |

7. Investment in joint venture

Details of investment in joint venture as presented in financial statements as at 31 March 2020 and 31 December 2019 are as follows:

| Company's name | Nature of business | Country of incorporation | Shareholding percentage | | Consolidated financial statements | | (Unit: Thousand Baht) Separate financial statements | |
|---------------------------------------|-----------------------------------------------------------|-----------------------------|-----------------------------------------------|-------------------------------|------------------------------------------|------------------------|-----------------------------------------------------------|------------------------|
| | | | Carrying amounts based on equity method | | Carrying amounts based on cost method | | | |
| | | | 31 March 2020 (%) | 31 December 2019 (%) | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| Held by the Company | | | | | | | | |
| C K Trading (1995) Company Limited | Conduct an agent business of selling consumer goods | Thailand | 49.00 | 49.00 | 6,088 | 462 | 4,900 | 490 |
| Total | | | | | 6,088 | 462 | 4,900 | 490 |



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(Unaudited but reviewed)

| Company's name | Consolidated financial statements | | (Unit: Thousand Baht) | |
|------------------------------------|-------------------------------------------------------|------|--------------------------------------------|------|
| | Share of profit from investment in associated company | | Separate financial statements | |
| | For the three-month periods ended 31 March | | Dividend received | |
| | For the three-month periods ended 31 March | | For the three-month periods ended 31 March | |
| | 2020 | 2019 | 2020 | 2019 |
| C K Trading (1965) Company Limited | 1,216 | - | - | - |

On 7 January 2020, the Extraordinary General Meeting of C K Trading (1965) Company Limited (a joint venture) passed a resolution to increase the registered share capital by issuing 90,000 ordinary shares with a par value of Baht 100 per share from the original registered share capital of Baht 1 million to a newly registered share capital of Baht 10 million. The Company has invested at the same proportion of 49 percent, equivalent to the value of Baht 4.41 million. The Company already paid the investments between January and February 2020.

8. Investments in subsidiaries

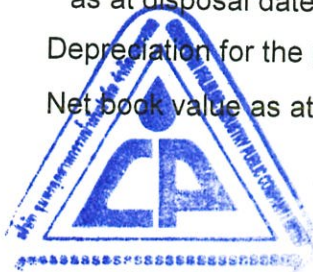
Details of investments in subsidiaries as presented in the separate financial statements are as follows:

| Company's name | Called-up capital | | Shareholding percentage | | Cost | | Allowance for impairment of investments | | Investment-net | | Dividend received | |
|------------------------|-------------------|------------------|-------------------------|------------------|---------------|------------------|-----------------------------------------|------------------|----------------|------------------|-------------------|---------------|
| | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 March 2019 |
| | | | (%) | (%) | | | | | | | | |
| | | | | | | | | | | | | |
| CPI Agrotech Co., Ltd. | 15,000 | 15,000 | 100 | 100 | 15,000 | 15,000 | (5,000) | (5,000) | 10,000 | 10,000 | - | - |
| CPP Co., Ltd. | 191,000 | 191,000 | 100 | 100 | 191,000 | 191,000 | - | - | 191,000 | 191,000 | - | - |
| CPI Trading Co., Ltd. | 1,300 | 1,300 | 100 | 100 | 1,300 | 1,300 | - | - | 1,300 | 1,300 | - | - |
| CPI Green Co., Ltd. | 12,500 | 12,500 | 100 | 100 | 12,500 | 12,500 | - | - | 12,500 | 12,500 | - | - |
| Total | | | | | 219,800 | 219,800 | (5,000) | (5,000) | 214,800 | 214,800 | - | - |

9. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2020 are summarised below.

| | (Unit: Thousand Baht) | |
|-----------------------------------------------------------------|-----------------------------------|-------------------------------|
| | Consolidated financial statements | Separate financial statements |
| Net book value as at 1 January 2020 | 2,732,091 | 1,600,554 |
| Acquisitions during the period - at cost | 11,548 | 8,352 |
| Disposal during the period - net book value as at disposal date | (894) | (893) |
| Depreciation for the period | (43,570) | (30,894) |
| Net book value as at 31 March 2020 | 2,699,175 | 1,577,119 |



(นายรณ ฤทธิเดชทรัพย์) (นายสุศักดิ์ ปรัชญวงศ์ปรีชา)

10. Bearer plant

Movements of the bearer plant account during the three-month period ended 31 March 2020 are summarised below.

(Unit: Thousand Baht)

| | Consolidated financial statements | Separate financial statements |
|-----------------------------------------------------------------------|--------------------------------------|----------------------------------|
| Net book value as at 1 January 2020 | 392,547 | 390,009 |
| Acquisitions during the period - at cost | 256 | 256 |
| Written off during the period - net book value as at write - off date | (284) | (284) |
| Amortisation during the period | (4,445) | (4,492) |
| Net book value as at 31 March 2020 | 388,074 | 385,489 |

As at 31 March 2020, bearer plant with the net book value totalling Baht 6 million (31 December 2019: Baht 6 million) were located on land over which the Company had only occupancy rights.

11. Bank overdraft and short-term loans from banks

(Unit: Thousand Baht)

| | Interest rate (percent per annum) | Consolidated financial statements | | Separate financial statements | |
|-----------------------------|--------------------------------------|-----------------------------------|---------------------|-------------------------------|---------------------|
| | | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| Bank overdraft | 6.50 | 4,682 | - | 4,682 | - |
| Short-term loans from banks | 2.08 - 2.82 (2019: 2.20 - 2.63) | 1,539,000 | 1,199,000 | 1,400,000 | 1,090,000 |
| Total | | 1,543,682 | 1,199,000 | 1,404,682 | 1,090,000 |

12. Trade and other payables

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|--------------------------------------------|--------------------------------------|---------------------|----------------------------------|---------------------|
| | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| Trade accounts payable - related parties | - | - | 5,839 | 14,442 |
| Trade accounts payable - unrelated parties | 154,768 | 58,422 | 150,811 | 52,689 |
| Accrued expenses | 18,301 | 17,426 | 16,328 | 14,635 |
| Other payables - related parties | 5,250 | - | 5,417 | 1,509 |
| Other payables - unrelated parties | 49,611 | 52,943 | 15,800 | 18,795 |
| Total trade and other payables | 227,930 | 128,791 | 194,195 | 102,070 |



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13. Long-term loans

| | | | (Unit: Thousand Baht) | | | |
|------------------------------------------------------|--------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------|---------------------|----------------------------------|---------------------|
| Credit line | Interest rate (% per annum) | Repayment condition | Consolidated financial statements | | Separate financial statements | |
| | | | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| 1) Credit line of Baht 204 million of the Company | MLR - 3 | Grace period until the earlier of 18 months, the first installment starts from June 2015, then quarterly installments of not less than Baht 9.55 million. The repayment period is within March 2021. | 32,320 | 51,420 | 32,320 | 51,420 |
| 2) Credit line of Baht 250 million of the Company | THBFIX + 2.32 | Monthly installments of Baht 4.2 million for 60 months, the last installment is remaining principal and accrued interest. The repayment period is from January 2016 to December 2020 | 35,800 | 48,400 | 35,800 | 48,400 |
| 3) Credit line of Baht 250 million of the Company | THBFIX + 2.2 | Quarterly installments of Baht 12.5 million for 20 installments, the last installment is remaining principal and accrued interest. The repayment period is from October 2017 to July 2022 | 125,000 | 137,500 | 125,000 | 137,500 |
| 4) Credit line of Baht 800 million of the subsidiary | AMLR - 2.90 | Grace period until the earlier of 18 months, then semi-annually installments of Baht 67 million for 11 installments and Baht 63 million for the final installment. The repayment period is within August 2022. | 331,000 | 398,000 | - | - |
| Total | | | 524,120 | 635,320 | 193,120 | 237,320 |
| Less: Current portion | | | (252,120) | (270,600) | (118,120) | (136,600) |
| Long-term loans, net of current portion | | | 272,000 | 364,720 | 75,000 | 100,720 |

Movements in the long-term loans account during the three-month period ended 31 March 2020 are summarised below.

| | (Unit: Thousand Baht) | |
|------------------------------|--------------------------------------|----------------------------------|
| | Consolidated financial statements | Separate financial statements |
| Balance as at 1 January 2020 | 635,320 | 237,320 |
| Less: Repayment loans | (111,200) | (44,200) |
| Balance as at 31 March 2020 | 524,120 | 193,120 |

Long-term credit facilities of the Company are collateral-free loans. The loan of the subsidiary is guaranteed by the Company. The loan agreements contain covenants as specified in the agreements pertaining to matters such as creating lien over assets, maintaining certain debt to equity, and debt service coverage ratios according to the agreements.



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As at 31 March 2020 and 31 December 2019, the Company and its subsidiaries had no long-term credit facilities that they have yet to draw down.

In order to manage the interest rate risks associated with the Company and its subsidiary's long-term loans from banks, the Company and the subsidiary entered into interest rate swap agreements with three commercial banks to swap interest rates as described in Note 19 b) to the financial statements.

14. Revenue from contracts with customers

(Unit: Thousand Baht)


| | For the three-month periods ended 31 March | | | |
|--------------------------------------------------------|--------------------------------------------|---------|----------------------|---------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2020 | 2019 | 2020 | 2019 |
| Type of goods or service: | | | | |
| Sale of palm oil products, palm sprouts and palm seeds | 801,438 | 810,442 | 810,386 | 840,043 |
| Sale of electricity | 33,398 | 41,747 | 2,070 | 7,971 |
| Total revenue from contracts with customers | 834,836 | 852,189 | 812,456 | 848,014 |
| Timing of revenue recognition: | | | | |
| Revenue recognised at a point in time | 801,438 | 810,442 | 810,386 | 840,043 |
| Revenue recognised over time | 33,398 | 41,747 | 2,070 | 7,971 |
| Total revenue from contracts with customers | 834,836 | 852,189 | 812,456 | 848,014 |

Set out below, is the reconciliation of the revenue from contracts with customers with the amounts disclosed in Note 18 relating to the segment information:

(Unit: Thousand Baht)

| | For the three-month periods ended 31 March | | | |
|---------------------------------------------|--------------------------------------------|-----------|----------------------|---------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2020 | 2019 | 2020 | 2019 |
| External customers | 834,836 | 852,189 | 801,818 | 617,743 |
| Inter-segment | 51,998 | 269,890 | 10,638 | 230,271 |
| | 886,834 | 1,122,079 | 812,456 | 848,014 |
| Adjustments and eliminations | (51,998) | (269,890) | - | - |
| Total revenue from contracts with customers | 834,836 | 852,189 | 812,456 | 848,014 |




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15. Income tax

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

Income tax expenses (revenue) for the three-month periods 31 March 2020 and 2019 are made up as follows:

(Unit: Thousand Baht)

| | For the three-month periods ended 31 March | | | |
|----------------------------------------------------------------------------------------|--------------------------------------------|--------------|----------------------|--------------|
| | Consolidated | | Separate | |
| | financial statements | | financial statements | |
| | 2020 | 2019 | 2020 | 2019 |
| Current income tax: | | | | |
| Interim corporate income tax charge | - | - | - | - |
| Deferred tax: | | | | |
| Relating to origination and reversal of temporary differences | 3,353 | (653) | 3,170 | (800) |
| Income tax expense (revenue) reported in the statements of comprehensive income | 3,353 | (653) | 3,170 | (800) |

16. Earnings (loss) per share

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

Basic earnings (loss) per share for the three-month periods ended 31 March 2020 and 2019 sets forth the computation below:

| | Consolidated financial statements | | | | | |
|-------------------------------------------------------------|--------------------------------------------|-----------------|--------------------------------------------|-------------------|---------------------------|--------|
| | For the three-month periods ended 31 March | | | | | |
| | Profit (loss) for the period | | Weighted average number of ordinary shares | | Earnings (loss) per share | |
| | 2020 | 2019 | 2020 | 2019 | 2020 | 2019 |
| | (Thousand Baht) | (Thousand Baht) | (Thousand shares) | (Thousand shares) | (Baht) | (Baht) |
| Basic earnings (loss) per share | | | | | | |
| Profit (loss) attributable to equity holders of the Company | (40,812) | 15,180 | 632,753 | 632,753 | (0.064) | 0.024 |




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| | Separate financial statements | | | | | |
|-------------------------------------------------------|--------------------------------------------|--------------------|-----------------------------------------------|----------------------|----------------|---------|
| | For the three-month periods ended 31 March | | | | | |
| | Loss for the period | | Weighted average number of ordinary shares | | Loss per share | |
| | 2020 | 2019 | 2020 | 2019 | 2020 | 2019 |
| | (Thousand Baht) | (Thousand Baht) | (Thousand shares) | (Thousand shares) | (Baht) | (Baht) |
| Basic loss per share | | | | | | |
| Loss attributable to equity holders of the Company | (24,096) | (9,284) | 632,753 | 632,753 | (0.038) | (0.015) |

17. Commitments and contingent liabilities

17.1 Capital commitments

As at 31 March 2020, the Group had capital commitments of Baht 2 million (the Company only: Baht 2 million) (31 December 2019: Baht 1 million, the Company only: Nil) relating to the acquisitions of machinery and equipment.

17.2 Operating service and low value of lease commitments

The Group has entered into several service and low value of lease agreements in respect of the lease of land and service agreements. The terms were 1 - 4 years.

Future minimum lease payments required were as follows.

(Unit: Million Baht)

| | Consolidated | | Separate | |
|----------------------------------|----------------------|---------------------|----------------------|---------------------|
| | financial statements | | financial statements | |
| | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| Payable: | | | | |
| In up to 1 year | 2 | 1 | 2 | 1 |
| In over 1 year and up to 5 years | 1 | 1 | 1 | 1 |

17.3 Commitments related to advanced sale agreements

The Company entered into advanced sale agreements which specified quantity and selling price with local customers. As at 31 March 2020, the Company has sale value of Baht 122 million which the goods will be delivered during April to December 2020 (31 December 2019: Baht 148 million which the goods would be delivered during January to March 2020).



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17.4 Electricity sale/purchase commitment

The Group entered into the following agreements to sell electricity at a specified quantities and prices as defined in the agreements.

| Company's name | Date of agreement | Period | Commencement date | Contracted capacity (MW) |
|---------------------------------|-------------------|-----------------------------------------|-------------------|--------------------------|
| Chumporn Palm Oil Industry Plc. | 24 December 2013 | 5 years and renewable for every 5 years | 29 September 2014 | 3 |
| CPP Co., Ltd. | 10 October 2016 | 15 years 4 months | 27 April 2017 | 4 |

17.5 Commitment in respect of uncalled investments

The Company is committed to pay the uncalled portions of their investments from the following companies:

(Unit: Million Baht)

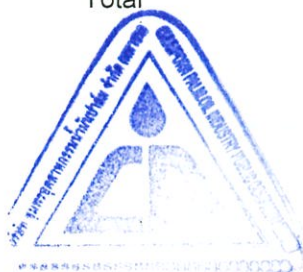
| | 31 March 2020 | 31 December 2019 |
|-----------------------|---------------|------------------|
| CPI Green Co., Ltd. | 37.50 | 37.50 |
| CPI Trading Co., Ltd. | 3.75 | 3.75 |

17.6 Bank guarantees

- As at 31 March 2020 and 31 December 2019, the Company has guaranteed bank credit facilities of its subsidiaries amounting to Baht 1,026 million and USD 27 million.
- As at 31 March 2020 and 31 December 2019, there were outstanding bank guarantees issued by banks on behalf of the Group in respect of certain performance bonds as required in the normal course of business. These included the following letters of guarantee:

(Unit: Million Baht)

| | Consolidated | | Separate | |
|-----------------------------------------------------|----------------------|---------------------|----------------------|---------------------|
| | financial statements | | financial statements | |
| | 31 March 2020 | 31 December 2019 | 31 March 2020 | 31 December 2019 |
| Letters of guarantee for electricity usage | 7 | 7 | 3 | 3 |
| Letters of guarantee for sell/ purchase electricity | 1 | 1 | 1 | 1 |
| Total | 8 | 8 | 4 | 4 |



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18. 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.

The following tables present revenue and profit information regarding the Group's operating segments for the three-month periods ended 31 March 2020 and 2019, respectively.

(Unit: Million Baht)

For the three-month period ended 31 March 2020

| | Palm oil products segment | Palm seeds, palm sprouts and coconut trees segment | Electricity sale segment | Total reportable segments | Adjustments and eliminations | Consolidated |
|---------------------------------|---------------------------------|-------------------------------------------------------------|-----------------------------|---------------------------------|------------------------------------|--------------|
| Revenue from external customers | 800 | 2 | 33 | 835 | - | 835 |
| Inter segment revenue | 52 | - | - | 52 | (52) | - |
| Finance income | 4 | - | - | 4 | (4) | - |
| Finance cost | 9 | 1 | 8 | 18 | (4) | 14 |
| Depreciation and amortisation | 34 | 3 | 12 | 49 | - | 49 |
| Income tax expense (revenue) | 3 | - | - | 3 | - | 3 |
| Segment profit (loss) | (27) | (2) | (23) | (52) | 11 | (41) |

(Unit: Million Baht)

For the three-month period ended 31 March 2019

| | Palm oil products segment | Palm seeds, palm sprouts and coconut trees segment | Electricity sale segment | Total reportable segments | Adjustments and eliminations | Consolidated |
|---------------------------------|---------------------------------|-------------------------------------------------------------|-----------------------------|---------------------------------|------------------------------------|--------------|
| Revenue from external customers | 806 | 4 | 42 | 852 | - | 852 |
| Inter segment revenue | 270 | - | - | 270 | (270) | - |
| Finance income | 3 | - | - | 3 | (3) | - |
| Finance cost | 12 | - | 9 | 21 | (3) | 18 |
| Depreciation and amortisation | 35 | 1 | 16 | 52 | (1) | 51 |
| Income tax revenue | (1) | - | - | (1) | - | (1) |
| Segment profit (loss) | (2) | (4) | 17 | 11 | 4 | 15 |

During the three-month period ended 31 March 2020, the Company had export sales amounted to Baht 9 million (2018: Baht 91 million).

During the three-month period ended 31 March 2020, the Company had revenue from one major customer in amount of Baht 145 million (2019: one major customer in amount of Baht 70 million), arising from sales by the palm oil products segment.



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19. Financial instruments

- a) As at 31 March 2020, the Group has outstanding of forward exchange contracts as below.

| Consolidated and separate financial statements as at 31 March 2020 | | | |
|--------------------------------------------------------------------|---------------------------|------------------------------------------------------------------------|---------------------------|
| Foreign currency | Sold amount (Thousand) | Contractual exchange rate - sold (Baht per 1 foreign currency unit) | Contractual maturity date |
| US Dollar | 480 | 31.55 - 32.48 | 27 May to 23 June 2020 |


As at 31 December 2019, the Group has no outstanding of forward contracts.

- b) Interest rate swap agreements outstanding as at 31 March 2020 and 31 December 2019 are summarised below.

| Consolidated financial statements as at 31 March 2020 and as at 31 December 2019 | | | | |
|----------------------------------------------------------------------------------|------------------|---------------------------------------------------|---------------------------------------------|------------------|
| | Principal amount | Interest Revenue Rate Swap agreements | Interest Expense Rate Swap agreements | Termination date |
| 1 | Baht 204 million | Floating rate MLR minus 3% per annum | Fixed rate as stipulated in swap agreement. | September 2020 |
| 2 | Baht 250 million | Floating rate 1-month THBFIX plus 2.32% per annum | Fixed rate as stipulated in swap agreement. | December 2020 |
| 3 | Baht 250 million | Floating rate 6-month THBFIX plus 2.2% per annum | Fixed rate as stipulated in swap agreement. | July 2022 |
| 4 | Baht 800 million | Floating rate AMLR minus 2.9% per annum | Fixed rate as stipulated in swap agreement. | August 2022 |

| Separate financial statements as at 31 March 2020 and as at 31 December 2019 | | | | |
|------------------------------------------------------------------------------|------------------|---------------------------------------------------|---------------------------------------------|------------------|
| | Principal amount | Interest Revenue Rate Swap agreements | Interest Expense Rate Swap agreements | Termination date |
| 1 | Baht 204 million | Floating rate MLR - 3% per annum | Fixed rate as stipulated in swap agreement. | September 2020 |
| 2 | Baht 250 million | Floating rate 1-month THBFIX plus 2.32% per annum | Fixed rate as stipulated in swap agreement. | December 2020 |
| 3 | Baht 250 million | Floating rate 6-month THBFIX plus 2.2% per annum | Fixed rate as stipulated in swap agreement. | July 2022 |




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20. Fair value hierarchy

As at 31 March 2020, the Group had the financial assets and liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

| | Consolidated financial statements | | | |
|-----------------------------------------------------|-----------------------------------|---------|---------|-------|
| | As at 31 March 2020 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Financial liabilities measured at fair value | | | | |
| Derivatives | | | | |
| Forward exchange contracts | - | 98 | - | 98 |
| Interest rate swap contracts | - | 6,573 | - | 6,573 |

(Unit: Thousand Baht)


| | Separate financial statements | | | |
|-----------------------------------------------------|-------------------------------|---------|---------|-------|
| | As at 31 March 2020 | | | |
| | Level 1 | Level 2 | Level 3 | Total |
| Financial liabilities measured at fair value | | | | |
| Derivatives | | | | |
| Forward exchange contracts | - | 98 | - | 98 |
| Interest rate swap contracts | - | 2,086 | - | 2,086 |

Valuation techniques and inputs to level 2 valuations

The fair value of derivatives have been determined by using a discounted future cash flows model and a valuation model technique. Most of the inputs used for the valuation are observable in the relevant market, such as spot rates of foreign currencies, yield curves of the respective currencies, interest rate yield curves and commodity price yield curves.

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




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21. Events after the reporting period

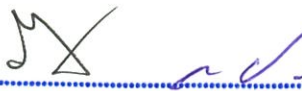
On 13 April 2020, the Board of Directors' meeting No. 2/2020 had resolutions as follows;

- 1) Approved to indefinitely postpone the Annual General Meeting of Shareholders No. 1/2020 due to the coronavirus disease 2019 pandemic. The Annual General Meeting of shareholders No. 1/2020 on 23 April 2020 together with all agenda items will be cancelled. New date of the Annual General Meeting of Shareholders together with agenda items will announce as soon as possible when the COVID-10 situation is resolved.
- 2) Approved the payment of interim dividends from the profit for the year 2019 at the rate of Baht 0.071 per share for 632,752,650 shares, totaling to Baht 44.93 million as replacement of the annual dividend payment. The dividend will be paid on 11 May 2020.
- 3) Approved the dissolution of two subsidiaries that have not been operated, which were CPI Trading Company Limited and CPI Green Company Limited. The Company holds 99.99% of its total shares of subsidiaries.

22. Approval of interim consolidated financial information

These interim consolidated financial information was authorised for issue by the Company's Board of Directors on 12 May 2020.




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