

Chumporn Palm Oil Industry Public Company Limited
and its subsidiaries

Review report and consolidated and
separate financial information

For the three-month and six-month periods ended
30 June 2024

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 financial information of Chumporn Palm Oil Industry Public Company Limited and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2024, the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Chumporn Palm Oil Industry Public Company Limited for the same periods (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*.

Pimjai Manitkajohnkit

Certified Public Accountant (Thailand) No. 4521

EY Office Limited

Bangkok: 9 August 2024

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2024

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 June 2024	31 December 2023	30 June 2024	31 December 2023
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		101,516	72,302	69,109	49,460
Trade and other receivables	2, 3	440,669	425,677	449,492	503,886
Short-term loans to related parties	2	-	-	142,000	120,000
Inventories	4	730,480	654,340	694,294	631,727
Biological assets		63,970	75,548	27,560	47,888
Other current financial assets		35,261	33,630	35,261	33,630
Other current assets		10,131	9,543	5,421	7,303
Total current assets		1,382,027	1,271,040	1,423,137	1,393,894
Non-current assets					
Investments in subsidiaries		-	-	211,000	211,000
Investment in joint venture		7,812	7,307	4,900	4,900
Investment properties		128,431	128,431	128,431	128,431
Property, plant and equipment	5	2,706,638	2,735,720	1,740,827	1,755,225
Right-of-use assets		4,474	5,366	2,379	2,888
Bearer plants	6	298,000	310,678	296,448	308,935
Intangible assets		3,348	3,422	3,186	3,256
Other non-current assets		12,962	14,392	11,854	13,097
Total non-current assets		3,161,665	3,205,316	2,399,025	2,427,732
Total assets		4,543,692	4,476,356	3,822,162	3,821,626

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

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2024

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 June 2024	31 December 2023	30 June 2024	31 December 2023
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from banks	7	1,117,000	1,135,000	1,010,000	1,030,000
Trade and other payables	2, 8	229,599	166,989	293,932	167,045
Current portion of long-term loans from banks	9	86,416	119,756	86,416	119,756
Current portion of lease liabilities		1,439	1,499	1,028	1,005
Income tax payable		6,960	-	6,295	-
Value added tax payable		31,894	26,844	18,990	24,360
Advance received for land		17,003	-	17,003	-
Other current financial liabilities		992	-	992	-
Other current liabilities		14,208	8,462	8,561	6,096
Total current liabilities		1,505,511	1,458,550	1,443,217	1,348,262
Non-current liabilities					
Long-term loans from banks, net of current portion	9	63,478	98,371	63,478	98,371
Lease liabilities, net of current portion		3,346	4,160	1,493	2,012
Provision for long-term employee benefits		56,145	53,582	53,171	50,853
Deferred tax liabilities		218,038	221,430	211,074	215,698
Other non-current financial liabilities		471	648	471	648
Total non-current liabilities		341,478	378,191	329,687	367,582
Total liabilities		1,846,989	1,836,741	1,772,904	1,715,844

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

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	(Unaudited	(Audited)	(Unaudited	(Audited)
	but reviewed)		but reviewed)	
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	56,255	56,255	56,255	56,255
Unappropriated	715,247	658,159	69,116	125,640
Other components of shareholders' equity	867,481	867,481	866,167	866,167
Total shareholders' equity	2,696,703	2,639,615	2,049,258	2,105,782
Total liabilities and shareholders' equity	4,543,692	4,476,356	3,822,162	3,821,626
	-	-	-	-

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

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Directors

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Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2024

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2024	2023	2024	2023
Profit or loss:					
Revenues					
Sales		1,545,228	1,233,273	1,592,206	1,222,198
Other income		3,602	6,912	3,795	7,555
Gain on exchange		169	41	169	41
Total revenues		<u>1,548,999</u>	<u>1,240,226</u>	<u>1,596,170</u>	<u>1,229,794</u>
Expenses					
Cost of sales		1,268,403	1,105,869	1,436,369	1,148,842
Selling and distribution expenses		31,419	31,119	30,079	30,100
Administrative expenses		69,332	59,007	62,874	53,510
Total expenses		<u>1,369,154</u>	<u>1,195,995</u>	<u>1,529,322</u>	<u>1,232,452</u>
Operating profit (loss)		<u>179,845</u>	<u>44,231</u>	<u>66,848</u>	<u>(2,658)</u>
Share of profit from investment in joint venture		207	98	-	-
Finance income		496	309	2,170	2,283
Finance cost		(11,897)	(12,288)	(10,993)	(10,761)
Gain (loss) on change in fair value of biological assets		(37,955)	160	(41,058)	(1,357)
Gain (loss) on change in fair value of derivatives		(301)	1,376	(301)	1,376
Profit (loss) before income tax		<u>130,395</u>	<u>33,886</u>	<u>16,666</u>	<u>(11,117)</u>
Income tax revenues (expenses)	10	(565)	1,264	727	1,568
Profit (loss) for the period		<u>129,830</u>	<u>35,150</u>	<u>17,393</u>	<u>(9,549)</u>
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Loss on cash flow hedges		-	(2,727)	-	(2,727)
Less: Income tax effect	10	-	545	-	545
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		-	(2,182)	-	(2,182)
Other comprehensive income for the period		<u>-</u>	<u>(2,182)</u>	<u>-</u>	<u>(2,182)</u>
Total comprehensive income for the period		<u>129,830</u>	<u>32,968</u>	<u>17,393</u>	<u>(11,731)</u>

(Unit: Baht)

Earnings per share

Basic earnings per share

Profit (loss) attributable to equity holders of the Company	0.205	0.056	0.027	(0.015)
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The accompanying notes to interim financial statements are an integral part of the financial statements.

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2024

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2024	2023	2024	2023
Profit or loss:					
Revenues					
Sales		2,775,447	2,590,136	2,821,624	2,629,043
Other income		9,150	11,899	8,117	10,269
Gain on exchange		1,577	-	1,577	-
Total revenues		<u>2,786,174</u>	<u>2,602,035</u>	<u>2,831,318</u>	<u>2,639,312</u>
Expenses					
Cost of sales		2,413,594	2,268,589	2,587,975	2,402,704
Selling and distribution expenses		63,547	67,083	61,433	65,480
Administrative expenses		140,215	121,344	126,904	109,724
Loss on exchange		-	890	-	889
Total expenses		<u>2,617,356</u>	<u>2,457,906</u>	<u>2,776,312</u>	<u>2,578,797</u>
Operating profit		<u>168,818</u>	<u>144,129</u>	<u>55,006</u>	<u>60,515</u>
Share of profit from investment in joint venture		504	670	-	-
Finance income		510	330	3,695	4,561
Finance cost		(23,012)	(26,161)	(21,240)	(22,852)
Loss on change in fair value of biological assets		(14,172)	(1,984)	(20,328)	(12,589)
Gain (loss) on change in fair value of derivatives		(855)	1,314	(855)	1,314
Profit before income tax		<u>131,793</u>	<u>118,298</u>	<u>16,278</u>	<u>30,949</u>
Income tax expenses	10	<u>(5,102)</u>	<u>(8,648)</u>	<u>(3,199)</u>	<u>(6,527)</u>
Profit for the period		<u>126,691</u>	<u>109,650</u>	<u>13,079</u>	<u>24,422</u>
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Loss on cash flow hedges		-	(2,727)	-	(2,727)
Less: Income tax effect	10	-	545	-	545
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		-	(2,182)	-	(2,182)
Other comprehensive income for the period		<u>-</u>	<u>(2,182)</u>	<u>-</u>	<u>(2,182)</u>
Total comprehensive income for the period		<u>126,691</u>	<u>107,468</u>	<u>13,079</u>	<u>22,240</u>

(Unit: Baht)

Earnings per share

Basic earnings per share

Profit attributable to equity holders of the Company	<u>0.200</u>	<u>0.173</u>	<u>0.021</u>	<u>0.039</u>
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The accompanying notes to interim financial statements are an integral part of the financial statements.

(Unaudited but reviewed)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2024

(Unit: Thousand Baht)

Consolidated financial statements									
						Other components of shareholders' equity			
	Issued and		Capital reserve	Retained earnings		Other comprehensive income		Total other	Total
	paid-up		for share-based	Appropriated -		Revaluation	Cash flows	components of	shareholders'
Note	share capital	Share premium	payment transactions	statutory reserve	Unappropriated	surplus on assets	hedge reserve	shareholders' equity	equity
Balance as at 1 January 2023	632,753	412,310	12,657	55,637	637,157	867,481	-	867,481	2,617,995
Profit for the period	-	-	-	-	109,650	-	-	-	109,650
Other comprehensive income for the period	-	-	-	-	-	-	(2,182)	(2,182)	(2,182)
Total comprehensive income for the period	-	-	-	-	109,650	-	(2,182)	(2,182)	107,468
Dividends paid	12	-	-	-	(132,878)	-	-	-	(132,878)
Balance as at 30 June 2023	632,753	412,310	12,657	55,637	613,929	867,481	(2,182)	865,299	2,592,585
Balance as at 1 January 2024	632,753	412,310	12,657	56,255	658,159	867,481	-	867,481	2,639,615
Profit for the period	-	-	-	-	126,691	-	-	-	126,691
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	126,691	-	-	-	126,691
Dividends paid	12	-	-	-	(69,603)	-	-	-	(69,603)
Balance as at 30 June 2024	632,753	412,310	12,657	56,255	715,247	867,481	-	867,481	2,696,703
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2024

(Unit: Thousand Baht)

Separate financial statements									
Note	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		Total other components of shareholders' equity	Total shareholders' equity
				Appropriated - statutory reserve	Unappropriated	Revaluation surplus on assets	Cash flows hedge reserve		
Balance as at 1 January 2023	632,753	412,310	12,657	55,637	244,076	866,167	-	866,167	2,223,600
Profit for the period	-	-	-	-	24,422	-	-	-	24,422
Other comprehensive income for the period	-	-	-	-	-	-	(2,182)	(2,182)	(2,182)
Total comprehensive income for the period	-	-	-	-	24,422	-	(2,182)	(2,182)	22,240
Dividends paid	12	-	-	-	(132,878)	-	-	-	(132,878)
Balance as at 30 June 2023	632,753	412,310	12,657	55,637	135,620	866,167	(2,182)	863,985	2,112,962
Balance as at 1 January 2024	632,753	412,310	12,657	56,255	125,640	866,167	-	866,167	2,105,782
Profit for the period	-	-	-	-	13,079	-	-	-	13,079
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	13,079	-	-	-	13,079
Dividends paid	12	-	-	-	(69,603)	-	-	-	(69,603)
Balance as at 30 June 2024	632,753	412,310	12,657	56,255	69,116	866,167	-	866,167	2,049,258
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries**Statement of cash flows****For the six-month period ended 30 June 2024**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Cash flows from operating activities				
Profit before tax	131,793	118,298	16,278	30,949
Adjustments to reconcile profit before tax				
to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	95,518	87,899	70,202	63,625
Gain on lease contracts termination	(4)	(2)	-	(2)
Reduction of cost of inventories to net realisable value (reversal)	(66)	709	21	709
Written-off bearer plants	-	495	-	495
Financial fee amortisation	67	67	67	67
Gain on sales/write-offs of equipment	(723)	(1,136)	(723)	(1,138)
Allowance for expected credit losses (reversal)	86	(190)	86	(190)
Share of profit from investment in joint venture	(504)	(670)	-	-
Long-term employee benefits expenses	2,986	2,435	2,741	2,181
Loss on change in fair value of biological assets	14,172	1,984	20,328	12,589
Loss (gain) on change in fair value of derivatives	855	(1,314)	855	(1,314)
Unrealised loss (gain) on exchange	(1,899)	779	(1,899)	779
Finance income	(510)	(330)	(3,695)	(4,561)
Finance cost	23,012	26,161	21,240	22,852
Profit from operating activities before changes in				
operating assets and liabilities	264,783	235,185	125,501	127,041
Operating assets (increase) decrease				
Trade and other receivables	(15,078)	146,456	49,991	165,721
Inventories	(76,074)	444,905	(62,588)	445,999
Biological assets	(2,594)	(917)	-	-
Other current financial assets	(1,671)	(655)	(1,671)	(655)
Other current assets	1,288	442	3,758	542
Other non-current assets	1,708	(9,424)	1,504	(7,551)
Operating liabilities increase (decrease)				
Trade and other payables	66,137	(46,851)	128,937	(113,671)
Value added tax payables	5,050	(409)	(5,370)	4,699
Other current liabilities	22,749	5,668	19,468	5,671
Provision for long-term employee benefits	(423)	(2,053)	(423)	(2,053)
Cash flows from operating activities	265,875	772,347	259,107	625,743
Cash paid for income tax	(1,811)	(1,789)	(1,789)	(1,645)
Net cash flows from operating activities	264,064	770,558	257,318	624,098

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

(Unaudited but reviewed)

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the six-month period ended 30 June 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2024	2023	2024	2023
Cash flows from investing activities				
Cash received from finance income	510	330	8,012	9,778
Decrease (increase) in short-term loans to related parties	-	-	(22,000)	55,000
Acquisitions of property, plant and equipment	(56,279)	(72,241)	(44,679)	(61,071)
Acquisitions of intangible assets	(174)	(131)	(157)	(131)
Cash received from sales of equipment	1,187	1,937	1,187	1,347
Increase in bearer plants	(237)	(2,003)	(237)	(2,003)
Net cash flows from (used in) investing activities	(54,993)	(72,108)	(57,874)	2,920
Cash flows from financing activities				
Decrease in short-term loans from banks	(18,000)	(463,000)	(20,000)	(400,000)
Cash paid for lease liabilities	(855)	(875)	(561)	(573)
Repayment of long-term loans from banks	(68,300)	(68,300)	(68,300)	(68,300)
Dividends paid	(69,603)	(132,878)	(69,603)	(132,878)
Cash paid for finance cost	(23,099)	(25,990)	(21,331)	(22,764)
Net cash flows used in financing activities	(179,857)	(691,043)	(179,795)	(624,515)
Net increase in cash and cash equivalents	29,214	7,407	19,649	2,503
Cash and cash equivalents at beginning of period	72,302	78,069	49,460	49,017
Cash and cash equivalents at end of period	101,516	85,476	69,109	51,520
	-		-	
Supplemental cash flows information:				
Non-cash transactions				
Increase (decrease) in accounts payable for acquisitions of				
property, plant and equipment which had not yet been paid	(3,304)	509	(1,871)	531

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

Chumporn Palm Oil Industry Public Company Limited and its subsidiaries

Condensed notes to interim financial statements

For the three-month and six-month periods ended 30 June 2024

1. General information

1.1 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 *Interim Financial Reporting*, with the Company 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.

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

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

1.2 Basis of consolidation

The interim consolidated financial statements include the financial statements of Chumporn Palm Oil Industry Public Company Limited ("the Company") and its subsidiary companies ("the subsidiaries") (collectively as "the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2023, with no change in shareholding structure of subsidiaries during the current period.

1.3 Accounting policies

The interim financial statements are prepared 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 Group's financial statements.

2. Related party transactions

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

Name of related parties	Relationship
CPI Agrotech Company Limited	Subsidiary
CPP Company Limited	Subsidiary
CPI Power Company Limited	Subsidiary
C K Trading (1965) Co., Ltd.	Joint venture
Khonburi Sugar Public Company Limited	Common shareholders/directors

During the periods, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business. There were no significant changes in the transfer pricing policy of transactions with related parties during the current periods.

Summary significant business transactions with related parties as follows.

	(Unit: Million Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2024	2023	2024	2023
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Sales	-	-	108.4	53.3
Rental income	-	-	0.2	0.2
Finance income	-	-	1.8	2.0
Purchase of raw materials	-	-	529.1	285.8
Purchase of spare parts	-	-	0.1	-
<u>Transactions with joint venture</u>				
Other income	0.7	0.9	0.7	0.9
Service expenses	4.0	4.2	4.0	4.2

(Unaudited but reviewed)

(Unit: Million Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2024	2023	2024	2023
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Sales	-	-	145.7	157.4
Rental income	-	-	0.5	0.4
Finance income	-	-	3.3	4.3
Purchase of raw materials	-	-	629.6	601.2
Purchase of spare parts	-	-	2.1	-
<u>Transactions with joint venture</u>				
Other income	1.4	1.9	1.4	1.9
Service expenses	8.0	8.4	8.0	8.4

The balances of the accounts as at 30 June 2024 and 31 December 2023 between the Company and those related companies are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements	
	30 June	31 December
	2024	2023
		(Audited)
Other receivables - related parties (Note 3)		
Joint venture	233	218
Other payables - related parties (Note 8)		
Joint venture	-	1,454
Deposits - related parties (presented as other current liabilities)		
Joint venture	244	218

(Unit: Thousand Baht)

	Separate financial statements	
	30 June	31 December
	2024	2023
		(Audited)
Trade accounts receivable - related parties (Note 3)		
Subsidiaries	32,236	91,809

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements	
	30 June	31 December
	2024	2023
		(Audited)
Other receivables - related parties (Note 3)		
Subsidiaries	57	100
Joint venture	233	218
Total other receivables - related parties	290	318
Accrued income - related parties (Note 3)		
Subsidiaries	-	36
Interest receivables - related parties (Note 3)		
Subsidiaries	3,296	7,613
Short-term loans to related parties		
Subsidiaries	142,000	120,000
Trade accounts payable - related parties (Note 8)		
Subsidiaries	83,144	12,245
Other payables - related parties (Note 8)		
Subsidiaries	60	395
Joint venture	-	1,454
Total other payables - related parties	60	1,849

Short-term loans to related parties

As at 30 June 2024 and 31 December 2023, the balances of loans between the Company and those related parties and the movement of such loans are as follows:

(Unit: Thousand Baht)

		Separate financial statements			
		Balance as at	During the period		Balance as at
Loans to	Relationship	1 January 2024	Increase	Decrease	30 June 2024
CPP Company Limited	Subsidiary	120,000	64,000	(42,000)	142,000
Total		120,000	64,000	(42,000)	142,000

The above loans are unsecured and due at call. Interest is charged at the rates of 4.75% per annum and interest rate charged on call borrowings from a bank plus 0.50% per annum.

(Unaudited but reviewed)

Directors and management's benefits

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

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2024	2023	2024	2023
Short-term employee benefits	5,428	5,175	5,428	5,113
Post-employment benefits	232	170	232	170
Total	5,660	5,345	5,660	5,283

	(Unit: Thousand Baht)			
	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2024	2023	2024	2023
Short-term employee benefits	15,145	15,300	15,083	15,176
Post-employment benefits	464	340	464	340
Total	15,609	15,640	15,547	15,516

Guarantee obligations with related parties

The Company has outstanding guarantee obligations with its subsidiaries, as described in Note 13.4 a).

3. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
	(Audited)		(Audited)	
Trade accounts receivable - related parties (Note 2)				
Aged on the basis of due dates				
Not yet due	-	-	1,341	14
Past due				
Up to 1 month	-	-	30,852	6,995
1 - 3 months	-	-	-	43,902
3 - 6 months	-	-	43	40,898
6 - 12 months	-	-	-	-
Total trade accounts receivable - related parties	-	-	32,236	91,809

(Unaudited but reviewed)

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
		(Audited)		(Audited)
Trade accounts receivable - unrelated parties				
Aged on the basis of due dates				
Not yet due	352,085	324,802	325,319	304,967
Past due				
Up to 1 month	81,718	89,371	81,718	89,192
1 - 3 months	2,368	5,090	2,368	4,992
3 - 6 months	59	794	59	159
6 - 12 months	162	187	162	-
Over 12 months	3,154	4,003	3,154	4,003
Total	439,546	424,247	412,780	403,313
Less: Allowance for expected credit losses	(86)	(503)	(86)	(503)
Total trade accounts receivable				
- unrelated parties - net	439,460	423,744	412,694	402,810
Total trade accounts receivable - net	439,460	423,744	444,930	494,619
Other receivables				
Other receivables - related parties (Note 2)	233	218	290	318
Accrued income - related parties (Note 2)	-	-	-	36
Interest receivables - related parties (Note 2)	-	-	3,296	7,613
Other receivables - unrelated parties	976	1,715	976	1,300
Total other receivables - net	1,209	1,933	4,562	9,267
Total trade and other receivables - net	440,669	425,677	449,492	503,886

4. Inventories

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	(Audited)		(Audited)	
Inventories - cost	730,531	654,457	694,340	631,752
Reduce cost to net realisable value	(51)	(117)	(46)	(25)
Inventories - net	730,480	654,340	694,294	631,727

5. Property, plant and equipment

Movements of property, plant and equipment for the six-month period ended 30 June 2024 are summarised below:

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2024	2,735,720	1,755,225
Acquisitions during the period - at cost	52,975	42,808
Disposals/write-offs during the period - net book value as at disposals/write-offs date	(464)	(464)
Depreciation for the period	(81,593)	(56,742)
Net book value as at 30 June 2024	<u>2,706,638</u>	<u>1,740,827</u>

6. Bearer plants

Movements of bearer plants for the six-month period ended 30 June 2024 are summarised below:

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2024	310,678	308,935
Acquisitions during the period - at cost	237	237
Amortisation during the period	(12,915)	(12,724)
Net book value as at 30 June 2024	<u>298,000</u>	<u>296,448</u>

As at 30 June 2024, palm trees with the net book value of Baht 2.3 million (31 December 2023: Baht 3.2 million) were located on land which the Company had only occupancy rights.

7. Short-term loans from banks

	(Unit: Thousand Baht)					
	Interest rates		Consolidated		Separate	
	(% per annum)		financial statements		financial statements	
	30 June	31 December	30 June	31 December	30 June	31 December
	2024	2023	2024	2023	2024	2023
				(Audited)		(Audited)
Short-term loans from banks	3.05 - 3.60	3.10 - 3.85	<u>1,117,000</u>	<u>1,135,000</u>	<u>1,010,000</u>	<u>1,030,000</u>

These short-term loans from banks are collateral-free loans. The loans repayment will due at call and within 3 months as from issuance date of promissory notes.

(Unaudited but reviewed)

8. Trade and other payables

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
	30 June 2024	31 December 2023
	(Audited)	(Audited)
Trade accounts payable - related parties (Note 2)	-	-
Trade accounts payable - unrelated parties	153,421	90,305
Accrued expenses	42,276	38,941
Other payables - related parties (Note 2)	-	1,454
Other payables - unrelated parties	33,902	36,289
Total trade and other payables	229,599	166,989

9. Long-term loans from banks

	(Unit: Thousand Baht)	
	Consolidated and separate	
	financial statements	
	30 June 2024	31 December 2023
	(Audited)	(Audited)
Long-term loans from banks	150,130	218,430
Less: Deferred financial fee	(236)	(303)
Long-term loans from banks - net	149,894	218,127
Less: Current portion	(86,416)	(119,756)
Long-term loans from banks - net of current portion	63,478	98,371

Movements of long-term loans from banks for the six-month period ended 30 June 2024 are summarised below:

	(Unit: Thousand Baht)	
	Consolidated and separate	
	financial statements	
Balance as at 1 January 2024		218,127
Repayment loans		(68,300)
Financial fee amortisation		67
Balance as at 30 June 2024		149,894

Long-term credit facilities of the Company are collateral-free loans. The loan agreements contain several covenants which, among other things, require the Company to not create lien over assets, maintain debt-to-equity ratio and debt service coverage ratio at the rates prescribed in the agreements.

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

In order to manage the interest rate risks associated with the long-term loans from banks, the Company entered into interest rate swap agreements with two commercial banks to swap interest rates as described in Note 14.1.

10. Income tax

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

Income tax expenses for the three-month and six-month periods ended 30 June 2024 and 2023 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2024	2023	2024	2023
Current income tax:				
Interim corporate income tax charge	8,494	(1,832)	7,823	(1,832)
Deferred tax:				
Deferred tax relating to origination and reversal of temporary differences	(7,929)	568	(8,550)	264
Income tax expenses (revenues) reported in profit or loss	565	(1,264)	(727)	(1,568)
Income tax reported in other comprehensive income	-	(545)	-	(545)

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	2024	2023	2024	2023
Current income tax:				
Interim corporate income tax charge	8,494	4,261	7,823	4,261
Deferred tax:				
Deferred tax relating to origination and reversal of temporary differences	(3,392)	4,387	(4,624)	2,266
Income tax expenses reported in profit or loss	<u>5,102</u>	<u>8,648</u>	<u>3,199</u>	<u>6,527</u>
Income tax reported in other comprehensive income	<u>-</u>	<u>(545)</u>	<u>-</u>	<u>(545)</u>

11. 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.

For management purposes, the Group organised into business units based on its products and services and has three major reportable segments as follows:

- The palm oil products segment, which produces and distributes palm oil products and by products.
- The palm seeds, palm sprouts and others segment, which produces and distributes palm seeds, palm sprouts and others.
- The electricity segment, which produces and distributes electricity.

The palm seeds, palm sprouts and others and the electricity segment are insignificant. The Group's revenues from these two segments accounted for 1.95 % of the total revenues amount in the interim consolidated financial statements. Therefore, such presented internal reports are classified as a single operating segment. It is reported in the same way as the interim consolidated financial statements were presented.

Major customers

During the three-month period ended 30 June 2024, the Group had revenue from one major customer in amount of Baht 299 million, arising from sales by the palm oil products segment.

During the six-month period ended 30 June 2024, the Group had revenue from one major customer in amount of Baht 461 million, arising from sales by the palm oil products segment.

12. Dividends paid

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
Final dividends for the year 2023	Annual General Meeting of the shareholders on 25 April 2024	69.6	0.11
Total dividend payment in 2024		69.6	0.11
Final dividends for the year 2022	Annual General Meeting of the shareholders on 27 April 2023	132.9	0.21
Total dividend payment in 2023		132.9	0.21

13. Commitments and contingent liabilities**13.1 Capital commitments**

As at 30 June 2024, the Group had capital commitments of Baht 5 million (the Company only: Baht 3 million) (31 December 2023: Baht 3 million (the Company only: Baht 2 million)) relating to the building construction and acquisitions of machinery.

13.2 Lease and service commitments

As at 30 June 2024 and 31 December 2023, the Group had future minimum payments required under these non-cancellable lease and service contracts as follows.

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
		(Audited)		(Audited)
Payable:				
In up to 1 year	5	4	4	3
In over 1 year and up to 5 years	2	1	1	1
Over 5 years	2	1	1	1

13.3 Electricity sale commitment

The Group entered into the following agreements to sell electricity with Provincial Electricity Authority at a specified quantities and prices as defined in the agreements which are summarised below.

Company	Date of agreement	Period	Commencement date	Contracted capacity (MW)
Chumporn Palm Oil Industry Public Company Limited	24 December 2013	5 years and renewable for every 5 years automatically	29 September 2014	3
CPP Company Limited	10 October 2016	15 years 4 months	27 April 2017	4

13.4 Guarantees

- As at 30 June 2024 and 31 December 2023, the Company had guaranteed bank credit facilities of its subsidiaries amounting to Baht 326 million.
- As at 30 June 2024 and 31 December 2023, 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:

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
		(Audited)		(Audited)
Letters of guarantee for electricity usage	7	7	3	3
Letters of guarantee for sell/purchase electricity	1	1	1	1
Letters of guarantee for area management	1	1	-	-
Total	9	9	4	4

13.5 Commitments related to sale agreements

As at 30 June 2024, the Company had commitments relating to sale agreements which specified quantity and selling price with local customers amounting to Baht 220 million which the goods will be delivered during July 2024 to December 2024 (31 December 2023: Baht 203 million which the goods would be delivered during January 2024 to December 2024).

13.6 Commitment in respect of uncalled investment

As at 30 June 2024 and 31 December 2023, the Company is committed to pay the uncalled portion of its investment in CPI Power Company Limited amounting to Baht 15 million.

14. Financial instruments

14.1 Derivatives and hedge accounting

		(Unit: Thousand Baht)	
		Consolidated and separate	
		financial statements	
		30 June 2024	31 December 2023
			(Audited)
Derivative assets			
Derivative assets not designated as hedging instruments			
Interest rate swap agreements		11	51
Total derivative assets		11	51
Derivative liabilities			
Derivatives liabilities not designated as hedging instruments			
Foreign exchange forward contracts		992	-
Interest rate swap agreements		471	648
Total derivative liabilities		1,463	648

Derivatives not designated as hedging instruments

The Group uses foreign exchange forward contracts and interest rate swap agreements to manage some of its transaction exposures. The contracts are entered into for periods consistent with foreign currency and interest rate exposure of the underlying transactions, generally from 3 months to 5 years.

Derivatives designated as hedging instruments

Cash flow hedges

Commodity price risk

The Group sells crude palm oil on an ongoing basis in the palm oil products segment. The increased volatility in palm oil price over the past has led to the decision to enter into palm oil forward contracts to hedge the price volatility of forecast palm oil sales in accordance with the risk management strategy outlined by the Board of Directors.

There is an economic relationship between the hedged items and the hedging instruments as the terms of palm oil forward contracts match those of the expected highly probable forecast transactions.

Hedge ineffectiveness can arise from:

- Differences in the timing of the cash flows of the hedged items and the hedging instruments
- Different indexes (and accordingly different curves) linked to the hedged risk of the hedged items and hedging instruments
- The counterparties' credit risk differently impacting the fair value movements of the hedging instruments and hedged items
- Changes to the forecasted amount of cash flows of hedged items and hedging instruments

Foreign exchange forward contracts

As at 30 June 2024, the Group had foreign exchange forward contracts as follows:

Consolidated and separate financial statements as at 30 June 2024			
Foreign currency	Sold amount (Thousand)	Contractual exchange rate - sold (Baht per 1 foreign currency unit)	Contractual maturity date
US Dollar	2,502	35.97 - 36.41	26 August - 25 September 2024

As at 31 December 2023, the Group had no outstanding foreign exchange forward contract.

Interest rate swap agreements

The Group entered into interest rate swap agreements in order to manage the interest rate risks associated with its long-term loans from banks. The details of the interest rate swap agreements outstanding as at 30 June 2024 and 31 December 2023 are summarised below.

Consolidated and separate financial statements				
	Principal amount	Interest revenue rate swap agreements	Interest expense rate swap agreements	Termination date
1	Baht 98 million	Floating rate THOR	Fixed rate as stipulated in swap agreement.	May 2027
2	Baht 175 million	Floating rate THOR plus 3.15% per annum	Fixed rate as stipulated in swap agreement.	December 2025
3	Baht 150 million	Floating rate THOR plus 3.30% per annum	Fixed rate as stipulated in swap agreement.	September 2024

14.2 Fair value of financial instruments

Since the majority of the Group's financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

14.3 Fair value hierarchy

As at 30 June 2024, the Group had the assets and liabilities that were measured at fair value or for which fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)			
	Consolidated financial statements			
	As at 30 June 2024			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Derivatives				
Interest rate swap agreements	-	11	-	11
Biological assets	-	-	63,970	63,970
Land	-	1,220,946	-	1,220,946
Liabilities measured at fair value				
Derivatives				
Foreign exchange forward contracts	-	992	-	992
Interest rate swap agreements	-	471	-	471
	(Unit: Thousand Baht)			
	Separate financial statements			
	As at 30 June 2024			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Derivatives				
Interest rate swap agreements	-	11	-	11
Biological assets	-	-	27,560	27,560
Land	-	1,217,754	-	1,217,754
Liabilities measured at fair value				
Derivatives				
Foreign exchange forward contracts	-	992	-	992
Interest rate swap agreements	-	471	-	471

During the current period, there were no changes in the methods and the assumptions used to estimate the fair value of financial instruments and there were no transfers between the levels of the fair value hierarchy.

14.4 Financial assets and liabilities denominated in foreign currencies

As at 30 June 2024 and 31 December 2023, the Group's balances of financial assets and liabilities denominated in foreign currencies are summarised below.

Foreign currencies	Consolidated and separate financial statements					
	Financial assets		Financial liabilities		Average exchange rate	
	30 June	31 December	30 June	31 December	30 June	31 December
	2024	2023	2024	2023	2024	2023
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	(Baht per 1 foreign currency unit)	
US Dollar	1,233	1,017	6	1	36.8497	34.2233
Euro	74	-	32	3	39.4007	38.0334

15. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 9 August 2024.