

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**  
**AND AUDITOR'S REPORT**  
**ON THE REVIEW OF INTERIM FINANCIAL INFORMATION**

## **Auditor's report on the review of interim financial information**

To the Board of Directors of Thai Film Industries Public Company Limited

I have reviewed the accompanying interim financial information of Thai Film Industries Public Company Limited. This comprises the statements of financial position as at March 31, 2022, the statements of comprehensive income, the related statement of changes in shareholders' equity and cash flows for the three-month period then ended and the condensed notes to 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 the 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".

Mrs. Sumana Senivongse

Certified Public Accountant (Registration) No. 5897

Karin Audit Company Limited

Bangkok

May 12, 2022

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**

**STATEMENT OF FINANCIAL POSITION**

**AS AT MARCH 31, 2022**

(Unit : Thousand Baht)

		March 31, 2022	December 31, 2021
		"UNAUDITED"	"AUDITED"
	Notes	"REVIEWED"	
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		71,842	200,364
Trade and other current receivables	4	198,542	120,918
Inventories - net	5	247,627	217,304
Spare parts and supplies - net		52,325	52,196
Advance for Investment - net	6	-	-
Other current assets		5,422	5,488
<b>TOTAL CURRENT ASSETS</b>		<b>575,758</b>	<b>596,270</b>
<b>NON-CURRENT ASSETS</b>			
Investments in associated companies under absolute order control of property - net	7	-	-
Other long-term investments related companies - net	8	-	-
Land used in operation - at appraised value	9	790,549	790,549
Plant and equipment used in operation - net	10	1,543,098	1,578,891
Property, plant and equipment not used in operation - net	11	218,626	221,293
Right-of-use assets - net	12	4,790	5,198
Other non-current assets		654	580
<b>TOTAL NON-CURRENT ASSETS</b>		<b>2,557,717</b>	<b>2,596,511</b>
<b>TOTAL ASSETS</b>		<b>3,133,475</b>	<b>3,192,781</b>

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2022**

(Unit : Thousand Baht)

		March 31, 2022	December 31, 2021
		"UNAUDITED"	"AUDITED"
	Notes	"REVIEWED"	
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other current payables - other		52,312	48,264
Current portion of lease liabilities	12	1,569	1,584
Current provisions for employee benefits		255	255
Other current liabilities		1,631	782
<b>TOTAL CURRENT LIABILITIES</b>		<b>55,767</b>	<b>50,885</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities - net	12	3,337	3,707
Deferred tax liabilities		404,378	411,781
Non-current provisions for employee benefits		14,280	13,261
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>421,995</b>	<b>428,749</b>
<b>TOTAL LIABILITIES</b>		<b>477,762</b>	<b>479,634</b>
<b>SHAREHOLDERS' EQUITY</b>			
<b>SHARE CAPITAL</b>			
Authorized share capital			
20,475,000,000 ordinary shares : Baht 1 per share		20,475,000	20,475,000
Issued and paid-up share capital			
16,826,223,539 ordinary shares : Baht 1 per share		16,826,224	16,826,224
Discount on shares capital		(13,264,915)	(13,264,915)
Retained earnings (Deficits) -Unappropriated		(2,165,871)	(2,136,004)
Other components of shareholders' equity		1,260,275	1,287,842
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>2,655,713</b>	<b>2,713,147</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>3,133,475</b>	<b>3,192,781</b>

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED  
 STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2022

"UNAUDITED"  
 "REVIEWED"

(Unit : Thousand Baht)

	Notes	2022	2021
Sales	17	258,294	-
Costs of sales		(261,311)	-
<b>Gross profit (loss) margin</b>		<b>(3,017)</b>	<b>-</b>
Other incomes	16	3,514	1,444
Distribution costs		(14,580)	-
Administrative expenses		(50,035)	(64,873)
Finance costs		(720)	(67)
<b>Profit (loss) before income tax expense</b>		<b>(64,838)</b>	<b>(63,496)</b>
Tax (expense) income		7,404	(570)
<b>Profit (loss) for the period</b>		<b>(57,434)</b>	<b>(64,066)</b>
<b>Other comprehensive income (expense)</b>			
<b>Components of other comprehensive incom that will not</b>			
<b>be reclassified to profit or loss</b>			
Income tax of item that will not be reclassified subsequently to profit or loss		-	6,891
<b>Other comprehensive income (expense) for the period</b>		<b>-</b>	<b>6,891</b>
<b>Total comprehensive income (expense) for the period</b>		<b>(57,434)</b>	<b>(57,175)</b>
<b>Basic earnings (loss) per share</b>			
Basic earnings (loss) per share from continuing operations (Baht per Share)	14	(0.003)	(0.004)
<b>Diluted earnings (loss) per share</b>			
Diluted earnings (loss) per share from continuing operations (Baht per Share)	15	(0.003)	(0.004)

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED  
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2022

"UNAUDITED"

"REVIEWED"

(Unit :Thousand Baht)

Notes	Share capital		Discount	Deficit			Other components of shareholders' equity			Total
				issued and paid-up	on share capital	Appropriated	Unappropriated	Total	Other comprehensive income (expense)	
	Capital surplus from revaluation of assets	Total other comprehensive income	Total other components of shareholders' equity							
<b>Balance as at January 1, 2022</b>	16,826,224	(13,264,915)	-	(2,136,004)	(2,136,004)	1,287,842	1,287,842	1,287,842	2,713,147	
Comprehensive income (expense) for the period	-	-	-	(57,434)	(57,434)	-	-	-	(57,434)	
Transfer to retained earnings (Loss) - net of income tax	-	-	-	27,567	27,567	(27,567)	(27,567)	(27,567)	-	
<b>Ending balance as at March 31, 2022</b>	<b>16,826,224</b>	<b>(13,264,915)</b>	<b>-</b>	<b>(2,165,871)</b>	<b>(2,165,871)</b>	<b>1,260,275</b>	<b>1,260,275</b>	<b>1,260,275</b>	<b>2,655,713</b>	
<b>Balance as at January 1, 2021</b>	14,332,500	(11,145,250)	-	(2,007,770)	(2,007,770)	1,399,639	1,399,639	1,399,639	2,579,119	
Increase shares capital	250,901	(213,266)	-	-	-	-	-	-	37,635	
Profit (loss) for the period	-	-	-	(64,066)	(64,066)	-	-	-	(64,066)	
Other comprehensive income (expense) for the period	-	-	-	-	-	6,891	6,891	6,891	6,891	
Depreciation on surplus on revaluation of assets	-	-	-	34,458	34,458	(34,458)	(34,458)	(34,458)	-	
<b>Ending balance as at March 31, 2021</b>	<b>14,583,401</b>	<b>(11,358,516)</b>	<b>-</b>	<b>(2,037,378)</b>	<b>(2,037,378)</b>	<b>1,372,072</b>	<b>1,372,072</b>	<b>1,372,072</b>	<b>2,559,579</b>	

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2022**

**"UNAUDITED"**  
**"REVIEWED"**

	(Unit : Thousand Baht)	
	2022	2021
<b>Cash flows from operating activities</b>		
Profit (loss) for the period	(57,434)	(64,066)
Adjustments to reconcile profit (loss) for the period to net cash		
Income tax expense (income)	(7,404)	570
(Increase) Decrease in Trade and other current receivables	(77,686)	(10,868)
(Increase) Decrease in Inventories	(31,085)	(47,798)
(Increase) Decrease in Spare parts and supplies	(129)	1,069
(Increase) Decrease in Other current assets	(2,502)	(3,077)
(Increase) Decrease in Non-current assets	(74)	(27)
Increase (Decrease) in Trade and other current payables	4,024	13,271
Increase (Decrease) in Other current liabilities	849	(272)
(Reversal of) allowance for obsoleted stock	762	-
Depreciation	44,115	42,119
Amortization expenses	2,568	329
Provision for employee benefits	1,020	760
Unrealized (gain) loss on exchange rate	94	-
Loss on written off assets and supplies	-	6
Interest expenses	68	58
Interest incomes	(44)	-
Total adjustments to reconcile profit (loss) for the period	(65,424)	(3,860)
<b>Net cash flows provided (used in) from operating activities</b>	<b>(122,858)</b>	<b>(67,926)</b>

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2022**

**"UNAUDITED"**  
**"REVIEWED"**

	(Unit : Thousand Baht)	
	2022	2021
<b>Cash flows from investing activities</b>		
Cash received from interest	36	-
Purchase of property, plant and equipment	(5,247)	(9,729)
<b>Net cash flows provided (used in) from investing activities</b>	<b>(5,211)</b>	<b>(9,729)</b>
<b>Cash flows from financing activities</b>		
Cash received from increase capital	-	37,635
Cash paid for lease liabilities	(453)	(213)
<b>Net cash flows provided (used in) from financing activities</b>	<b>(453)</b>	<b>37,422</b>
<b>Cash and cash equivalents increase (decrease) - net</b>	<b>(128,522)</b>	<b>(40,233)</b>
<b>Cash and cash equivalents as at the beginning of period</b>	<b>200,364</b>	<b>245,795</b>
<b>Cash and cash equivalents as at the end of period</b>	<b>71,842</b>	<b>205,562</b>
<b>Non cash item</b>		
Increase in right-of-use asset under lease	-	3,695
<b>Cash and cash equivalents</b>		
Consist of:		
Cash on hand	81	81
Cash at banks - current accounts	54,591	28,961
Cash at banks - savings accounts	17,159	176,509
Cash at banks - fixed deposit account	11	11
	<b>71,842</b>	<b>205,562</b>



**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**

**1. GENERAL INFORMATION**

**1.1 Corporate information**

Thai Film Industries Public Company Limited was registered in Thailand on March 3, 1983 with the registration number 882/2526. It was later registered a conversion to a public company limited on February 1, 1994 with the registration number 0107537000386. The major shareholders are Mahagitsiri family. The Company is engaged in manufacturing of packaging film. Presently, the Company has offices located at the following addresses:

- a) Head Office and Factory : 73/3 Moo 4, Bangna - Trad Road KM.13, Bangchalong, Bangplee, Sumutprakarn.
- b) Factory : 327 Moo 8, Mabkha, Nakhompanatana District, Rayong.

**1.2 Going Concern**

Due to the Company had consecutive operating losses, the Company resumed its film production since April 2021 by starting 3 production lines. However, in early phase of resuming of production, the Company could not produce at full capacity. In the second quarter of 2022, the management improved business plan to increase its sales and production potentials. As the business strategic plan from April to December 2022, the Company shall increase its production capacity and increase domestic and export in order to achieve profitable results for investment which will reflect on return to shareholders.

Furthermore, the management prepared product enhancement plans for Flexible packaging film products that will makes the Company become fully integrated production service. The Company has been prepared by applying for Board of Investment (BOI) which already approved. Thus, the product roadmap for Flexible packaging film products shall play an important role in the company's growth and strength in business. In addition, the Company would be able to use share service in management at no additional cost.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**

**2. BASIS FOR INTERIM FINANCIAL STATEMENTS PREPARATION**

**2.1 Basis for interim financial statements preparation**

These interim financial statements are prepared in accordance with Accounting Standards Pronouncement No. 34: “Interim financial reporting”, whereby the Company chooses to present condensed interim financial statements. However, additional line items are presented in the financial statements to bring them into the full format similar to the annual financial statements.

The interim financial statements are prepared to provide information in addition to those included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances to avoid repetition of information previously reported. These interim financial statements should, therefore, be read in conjunction with the financial statements for the year ended December 31, 2021.

The interim financial statements are officially prepared in Thai language. The translation of these statutory financial statements to other language must conform to the Thai financial report.

**2.2 Functional and presentation currency**

The interim financial statements are prepared and presented in Thai Baht, which is the Company’s functional currency. All financial information presented in Thai Baht has been rounded to the nearest thousand or million in the notes unless otherwise stated.

**2.3 Significant accounting policies**

These interim financial statements have been prepared by using the same accounting policies and methods of computation as were used in the preparation of the financial statements for the year ended December 31, 2021.

The revised financial reporting standards which are effective for fiscal year beginning on or after January 1, 2022, do not have any significant impact on the Company’s financial statement.

**2.4 Estimation**

When preparing the interim financial statements, management undertake judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgments, estimates and assumptions made by management.

The judgments, estimates and assumptions applied in the interim financial statements, including the key sources of estimation were the same as those applied in the preparation of annual financial statements for the year ended December 31, 2021.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**

**3. TRANSACTIONS WITH RELATED PARTIES**

Related parties are those parties linked to the Group and the Company as shareholders or by common shareholders or directors. Significant related parties’ transactions can be summarized as follows:

Related Parties	Type of Relationship
Thai Film Bangladesh Co., Ltd.	The company is a shareholder
PM Group Co., Ltd.	The same shareholders and directors

3.1 Related transactions of assets and liabilities

	(Unit : Thousand Baht)	
	March 31, 2022	December 31, 2021
<b>Loan to related companies</b>		
Thai Film Bangladesh Co., Ltd.	37,965	37,965
<u>Less</u> allowance for expected credit losses	(37,965)	(37,965)
<b>Total</b>	<u>-</u>	<u>-</u>

3.2 Related transactions of revenue and expense

For the three-month period ended March 31, 2022 and 2021 as follow:

	(Unit : Thousand Baht)	
	2022	2021
<b>Key management personnel compensation</b>		
Short-term employee benefits	4,759	4,658
Long-term employee benefits	280	477
<b>Total</b>	<u>5,039</u>	<u>5,135</u>

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**

**4. TRADE AND OTHER CURRENT RECEIVABLES**

Consist of :-

	(Unit : Thousand Baht)	
	March 31, 2022	December 31, 2021
Trade and other current receivables		
- Trade receivables	109,118	81,092
- Other current receivables	89,424	39,826
<b>Total</b>	<b>198,542</b>	<b>120,918</b>

The Company has trade accounts receivable were classified by aging as follows:

	(Unit : Thousand Baht)	
	March 31, 2022	December 31, 2021
<b>Trade accounts receivables</b>		
<u>Domestic trade accounts receivables</u>		
Trade accounts receivable within credit term	64,569	44,277
Aging of trade accounts receivables: -		
Less than 3 Months	8,361	25,574
3-6 Months	566	-
<b>Total</b>	<b>73,496</b>	<b>69,851</b>
<u>Foreign trade accounts receivables</u>		
Trade accounts receivable within credit term	22,389	6,010
Aging of trade accounts receivables:-		
Less than 3 Months	6,968	-
	29,357	6,010
Notes receivable	6,265	5,231
<b>Total trade account receivables</b>	<b>109,118</b>	<b>81,092</b>
<b>Other current receivables</b>		
Revenue department receivable	17,622	15,742
Thai customs receivable	5,197	1,866
Advance	10,751	3,210
Advance payment for raw materials	55,237	18,446
Unearned income	593	503
Other	24	59
<b>Total other current receivables</b>	<b>89,424</b>	<b>39,826</b>
<b>Total trade and other current receivables</b>	<b>198,542</b>	<b>120,918</b>

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**

**5. INVENTORIES – NET**

Consist of :-

	(Unit : Thousand Baht)	
	March 31, 2022	December 31, 2021
Finished goods	107,307	79,855
Work in process	8,903	8,055
Raw materials	86,320	89,606
Packaging	12,791	12,652
Raw materials in transit	33,361	27,429
Total	248,682	217,597
<u>Less Allowance for obsolete/damage inventories</u>	<u>(1,055)</u>	<u>(293)</u>
Net	<u>247,627</u>	<u>217,304</u>

Allowance for obsolete/damage inventories is changed during the periods as follows: -

	(Unit : Thousand Baht)	
	March 31, 2022	December 31, 2021
Beginning balance	293	66
Increase	762	227
Ending balance	<u>1,055</u>	<u>293</u>

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**

**6. ADVANCE FOR INVESTMENT – NET**

Consist of :-

	(Unit : Thousand Baht)	
	March 31, 2022	December 31, 2021
Advance for investment	45,594	45,594
<u>Less Allowance for expected credit losses</u>	<u>(45,594)</u>	<u>(45,594)</u>
Net	<u>-</u>	<u>-</u>

As required by the expansion of the manufacturing base to foreign country, the Company has to establish joint venture with local investor in foreign country. To start with the project, the Company had made cash advance for the purchase of land in the preparation for the site for the construction of the plant. However, before the construction of the plant, there was a dispute among the joint venture investors. The Company therefore, negotiated and took a litigation to claim for the refund of cash advance because of the breach of the investment agreement. The Company had already made full allowance for expected credit losses of the cash advance. Subsequently, the Company hired a local legal advisory firm in the foreign country to replace the former legal firm to follow up the progress of the claim and realized the fact that the joint venture entity referred to above had already registered its juristic entity. The cash advance of the Company had already been considered as the payment for capital and used for the purchase of land in the name of the joint venture entity. However, such joint venture entity had been declared as bankrupt entity by the local court in the foreign country. Such entity is in the process of liquidation.

**7. INVESTMENTS IN ASSOCIATED COMPANIES UNDER ABSOLUTE ORDER CONTROL OF PROPERTY – NET**

Investments in associated companies in the financial statements as at March 31, 2022 and December 31, 2021, consist of:

Company name	Country of business	Type of business	(Million Baht)		(Percent)		(Million Baht)	
			Paid up Capital		Percentage of holding		Cost Method	
			March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Thai Copper Industries Pcl.	Thailand	Pure Copper	8,010	8,010	18.96	18.96	1,518.98	1,518.98
<u>Less Allowance for impairment of investment</u>							<u>(1,518.98)</u>	<u>(1,518.98)</u>
Net							<u>-</u>	<u>-</u>

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**

Thai Copper Industries Pcl. - TCI

The Company has ceased to calculate the equity loss in Thai Copper Industries Pcl. because such associated company has lack in working capital and TCI stopped its operation and lay-off its employees. The Company' s equity recognized equally to their investment ( zero) . In the cost method, the Company set up an allowance for impairment of the investment in full (Baht 1,519 million).

On March 22, 2016, the Central Bankruptcy Court issued absolute receivership order and later on January 18, 2017, the Central Bankruptcy Court sentenced the associate company to bankruptcy.

The latest significant financial data of TCI submitted to Ministry of Commerce are as follows :-

	(Unit : Million Baht)
	As at December 31, 2007
	“Audited”
Total Assets*	23,937
Total liabilities	20,684
Total equity*	3,253

\* If TCI had recorded revaluation of assets based on the appraisal report of independent appraiser dated September 28, 2007, total assets and total equity would be decreased by approximately Baht 12,530 million.

Up to present TCI has not yet operated, therefore the mentioned company did not prepare the interim financial statements and the financial statements since year 2009 and did not obtain the audited financial statements for the year 2008.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**

**8. OTHER LONG-TERM INVESTMENTS-RELATED COMPANIES– NET**

Consist of :-

Company	Country of business	Type of business	Paid-up capital	Percentage of investments		Value of investment (Unit: Thousand Baht)	
				March	December	March	December
				31, 2022	31, 2021	31, 2022	31, 2021
Thai Film Co., Ltd.	Bangladesh	Packaging Film	Taka 112 million (Bangladesh TAKA currency)	53.57	53.57	37,487	37,487
			<u>Less</u> Allowance for expected credit losses			<u>(37,487)</u>	<u>(37,487)</u>
			Net			<u>-</u>	<u>-</u>

**9. LAND USED IN OPERATION – AT APPRAISED VALUE**

(Unit: Thousand Baht)

**Cost:**

As at December 31, 2021	<u>237,587</u>
As at March 31, 2022	<u>237,587</u>

**Differences on revaluation of assets**

As at December 31, 2021	<u>552,962</u>
As at March 31, 2022	<u>552,962</u>

**Net book value**

As at December 31, 2021	<u>790,549</u>
As at March 31, 2022	<u>790,549</u>

As at March 31, 2022, and December 31, 2021, the Company has land used in operation was re-appraised according to the report of independent appraiser (Thai Property Appraisal Lynn Phillips Co., Ltd.) at market approach value date November 24, 2020, which appraisal date was November 6, 13 and 16, 2020.



**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
**MARCH 31, 2022**

**10. PLANT AND EQUIPMENT USED IN OPERATION – NET**

Consist of :-

	<u>(Unit : Thousand Baht)</u>
<b>Cost:-</b>	
Net book value as at December 31, 2021	526,994
Purchase	5,247
Depreciation for the period	<u>(6,582)</u>
Net book value as at March 31, 2022	<u>525,659</u>
<b>Differences on revaluation of assets :-</b>	
Net book value as at December 31, 2021	1,056,840
Depreciation for the period	<u>(34,458)</u>
Net book value as at March 31, 2022	<u>1,022,382</u>
<b>Allowance for impairment :-</b>	
As at December 31, 2021	<u>(4,943)</u>
As at March 31, 2022	<u>(4,943)</u>
Total net book value as at December 31, 2021	<u>1,578,891</u>
Total net book value as at March 31, 2022	<u>1,543,098</u>

Depreciation for three-month periods ended March 31, 2022, amount to Baht 16.17 million are included in cost of sales.

Depreciation for three-month periods ended March 31, 2022 and 2021, amount to Baht 24.87 million and Baht 39.25 million, are included in selling and administrative expenses, respectively.

As at March 31, 2022 and December 31, 2021, the Company has building, machineries and equipment at book value that fully depreciated but still in use at Baht 148.33 million and 148.33 Baht million, respectively.

As at March 31, 2022 and December 31, 2021, the Company has building and machineries used in operation was re-appraised according to the report of independent appraiser (Thai Property Appraisal Lynn Phillips Co., Ltd.) at cost approach date November 24, 2020, which appraisal date was November 6 and 13, 2020 (for building), and November 9, 2020 (for machineries).

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION**  
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**11. PROPERTY, PLANT AND EQUIPMENT NOT USED IN OPERATION -NET**

Consisted of :

	(Unit : Thousand Baht)
<b>Cost :-</b>	
Net book value as at December 31, 2021	221,293
Depreciation for the period	(2,667)
Net book value as at March 31, 2022	<u>218,626</u>

As at March 31, 2022 the lands and machineries not used in operation, which cost of Baht 74.01 million and Baht 671.55 million, respectively, were re-appraised according to reports of independent appraiser (Thai Property Appraisal Lynn Phillips Co., Ltd.) date November 24, 2020, which appraisal date was November 6, 2020 (for land), and November 9, 2020 (for machineries). That using market approach and cost approach, respectively. And allowances for impairment of machineries were amount of Baht 34.87 million.

**12. RIGHT OF USE ASSETS - NET AND LEASE LIABILITIES – NET**

	(Unit : Thousand Baht)	
	March 31, 2022	December 31, 2021
<b>Right-of-use assets</b>		
Vehicles	3,915	4,164
Equipment and tools	375	478
Office equipments	500	556
Total Right-of-use assets - net	<u>4,790</u>	<u>5,198</u>
<b>Lease liabilities</b>		
Current	1,569	1,584
Non-current	3,337	3,707
Total lease liabilities- net	<u>4,906</u>	<u>5,291</u>

Movements in total right-of-use assets - net

	(Unit : Thousand Baht)
Net book value as at December 31, 2021	5,198
Less Depreciation for the period	(408)
Net book value as at March 31, 2022	<u><u>4,790</u></u>

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**13. WARRANT**

13.1 Warrant

The Stock Exchange of Thailand has granted a listing of certificates representing the rights to purchase shares (warrants) (TFI-W1) of the Company from February 3, 2021, (Trade date) with the following details:

Type of Warrant	: Warrant to buy common share of Thai Film Industries Public Company Limited No.1 (Warrant) or (TFI-W1)
Amount of right warrant proposed to sell	: 6,142,499,996 Units
Proposing price per unit	: Baht 0.00 per unit (Zero baht).
Exercise Price	: Baht 0.15 per unit, except for cases where the exercise price is adjusted in accordance with the conditions of the right adjustment.
Term of warrant	: 5 years from the date of issuance
Allocation method of warrant	: Allocated to the existing shareholders (Right Offering) of the company in proportion to their shareholding (Right Issue). And overbooking from rights (Excess Rights) in the ratio of 2 ordinary shares allocated per 1 unit of warrant (2:1) without charge. Exercise ratio: 1 unit of warrant per 1 new ordinary share. And the exercise price of the warrants is 0.15 baht per share, totaling not more than 6,142,499,996 units, in the event that there is a fraction from the calculation according to the ratio of the said warrants allocation, the whole amount shall be rounded off. And in the event that there are remaining warrants after the allocation, the company will proceed to cancel the remaining warrants.

13.2 Balance

	(Unit : Million Unit)
	March 31, 2022
The total number of rights to purchase shares	6,142
<u>Less</u> number of accumulated rights	<u>(2,494)</u>
Balance total number of rights to purchase shares	<u><u>3,648</u></u>

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**14. BASIC EARNINGS (LOSS) PER SHARE**

Basic earnings (loss) per share for the for the three-month periods ended March 31, 2022 and 2021, was based on the profit (loss) for the periods attributable to equity holders of the Company and weighted average number of ordinary shares (Basic) issued during for the period.

	(Unit : Million Baht)	
	2022	2021
Net Profit (loss) for the period	(57)	(64)
Weighted average number of ordinary shares (Basic)	(Unit : Million Shares)	
	2022	2021
Number of ordinary shares as at January 1,	16,826	14,333
Effect of shares issued during the period	-	2
Weighted average number of ordinary shares outstanding during the periods (Basic)	16,826	14,335
Basic earnings (loss) per share from continuing operations (Baht Per Share)	(0.003)	(0.004)

**15. DILUTED EARNINGS PER SHARE**

Diluted earnings (loss) per share for the three-month period ended March 31, 2022 and 2021, are calculated by dividing net income (loss) attributable to ordinary shares by weighted average number of ordinary shares Issued and paid during the period, adjusted by the effect of the right to subscribe.

	(Unit : Million Baht)	
	2022	2021
Net Profit (loss) for the period	(57)	(64)
The weighted average number of ordinary shares used to calculate diluted earnings (loss) per share	(Unit : Million Share)	
	2022	2021
The weighted average number of ordinary shares	16,826	14,335
Add Adjustment of the warrants to purchase ordinary shares	1,368	1,754
The weighted average number of ordinary shares used to calculate	18,194	16,089
Diluted earnings (loss) per share from continuing operations (Baht per Share)	(0.003)	(0.004)

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**16. OTHER INCOMES**

For the three-month periods ended March 31, 2022 and 2021 are as follows:

	(Unit : Thousand Baht)	
	2022	2021
Gain on exchange rate	538	1
Interest income	44	-
Other income	2,932	1,443
Total	<u>3,514</u>	<u>1,444</u>

**17. SEGMENT REPORTING**

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

The one main reportable operating segment of the Company is engaged in mainly in manufacturing of packaging film.

For the three-month periods ended March 31, 2022 and 2021 are as follows:

	(Unit : Thousand Baht)	
	2022	2021
Revenue from sales – Domestic	116,340	-
Revenue from sales - Overseas		
Asia	93,020	-
Europe	602	-
America	1,146	-
Others	47,186	-
Total	<u>258,294</u>	<u>-</u>

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**18. FINANCIAL INSTRUMENTS**

Financial risk management Policy

The Company possesses risk regarding to the change of market interest rate and in currency exchange rate and by not comply to the contractual obligations of counter parties. The Company will consider using derivative instruments, as and when it considers appropriating to manager such risks. However, the Company does not hold any policy to hold or issue any financial instruments for speculation or for trading.

Interest rate risk

Interest rate risk arises from the fluctuation of market interest rates, which may have an impact to current and future operations of the Thai Film Industries Public Company Limited. Thai Film Industries Public Company Limited exposure to interest rate risk relates primarily to their cash and cash equivalents which bear interest. However, since financial assets and liabilities bear floating interest rates which are close to the market rates. The management considers that the interest rate risk is minimal, hence, the Thai Film Industries Public Company Limited has no hedging agreement to protect against such risk

Exchange rate risk

Exchange rate risk mainly involve with sales of goods and imports of raw material because of business transaction are foreign currencies. As at March 31, 2022 and December 31, 2021, the Company possessed material assets and liabilities in foreign currencies as follows: -

		(Unit : Thousand )	
	Currency	March 31, 2022	December 31, 2021
Assets	US Dollar	677	43
Liabilities	US Dollar	277	236
	EURO	-	1
	YEN	190	-

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Credit Risk

The Company has risk on credit regarding to trade accounts receivable which the counter party unaffordable or unwillingly follow the agreements. However, the Company pursues conservative lending policy and the numbers of debtors are several, the Company does not anticipate any material damage from debt collections.

Carrying amount and fair value

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

- a) For financial assets and liabilities which have short-term maturity, including cash and cash equivalents, other current receivables and trade and other current payables, their carrying amounts in the statement of financial position approximate their fair value.
- b) For lease liability with carrying interest approximate to the market rate, their carrying amounts in the statement of financial position approximates their fair value.

Book value of the above financial assets and liabilities is measured at amortised cost.

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**19. FAIR VALUE HIERARCHY**

As at March 31, 2022 and December 31, 2021, the Company has assets measured at fair value. As shown the cost amount and fair value of financial assets, including their levels in the fair value hierarchy, are as follows:

(Unit : Million Baht)

Financial statement					
As at March 31, 2022					
Cost Amount (Net)	Fair Value (Net)				Total
	Level 1	Level 2	Level 3		
<u>Assets measured at fair value</u>					
Land used in operations	238	-	791	-	791
Building and machineries used in operations	403	-	-	1,426	1,426
<b>Total</b>	<b>641</b>	<b>-</b>	<b>791</b>	<b>1,426</b>	<b>2,217</b>

(Unit : Million Baht)

Financial statement					
As at December 31, 2021					
Cost Amount (Net)	Fair Value (Net)				Total
	Level 1	Level 2	Level 3		
<u>Assets measured at fair value</u>					
Land used in operations	238	-	791	-	791
Building and machineries used in operations	405	-	-	1,462	1,462
<b>Total</b>	<b>643</b>	<b>-</b>	<b>791</b>	<b>1,462</b>	<b>2,253</b>



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The company has no transaction transferred between Level 1, Level 2, and Level 3 of the fair value hierarchy during the period.

The following methods and assumptions are used in estimating fair values of financial instruments (Level 2, Level 3) as disclosed

Type	Valuation technique
Land used in operations (Level 2)	Market Approach
Building and machineries used in operations (Level 3)	Cost Approach

Fair Value Hierarchy

In applying the above-mentioned valuation techniques, the Company endeavors to use relevant observable inputs as much as possible. TFRS 13 Fair Value Measurement establishes a fair value hierarchy categorizing such inputs into three levels as follows:-

Level 1 - inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 - inputs are inputs, other than quoted prices included within Level 1, which are observable for the asset or liability, either directly or indirectly.

Level 3 - inputs are unobservable inputs for the asset or liability.

**20. APPROVAL OF THE INTERIM FINANCIAL INFORMATION**

This interim financial information were authorized for issue by the Board of Directors on May 12, 2022.