

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 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 September 30, 2022, the statements of comprehensive income for the three-month and nine month period then ended, the related statement of changes in shareholders' equity and cash flows for the nine 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

November 9, 2022

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2022

(Unit : Thousand Baht)

		September 30, 2022	December 31, 2021
		"UNAUDITED"	"AUDITED"
	Notes	"REVIEWED"	
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		173,853	200,364
Trade and other current receivables	3	173,271	120,918
Inventories - net	4	269,192	217,304
Spare parts and supplies - net		55,100	52,196
Advance for Investment - net	5	-	-
Other current assets		10,144	5,488
TOTAL CURRENT ASSETS		681,560	596,270
NON-CURRENT ASSETS			
Investments in associated companies under absolute order control of property - net	6	-	-
Other long-term investments related companies - net	7	-	-
Land used in operation - at appraised value		790,549	790,549
Plant and equipment used in operation - net	8	1,474,730	1,578,891
Property, plant and equipment not used in operation - net	9	213,204	221,293
Right-of-use assets - net	10	5,076	5,198
Other non-current assets		852	580
TOTAL NON-CURRENT ASSETS		2,484,411	2,596,511
TOTAL ASSETS		3,165,971	3,192,781

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2022

(Unit : Thousand Baht)

		September 30, 2022	December 31, 2021
		"UNAUDITED"	"AUDITED"
	Notes	"REVIEWED"	
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES			
Trade and other current payables		61,400	48,264
Current portion of lease liabilities	10	1,617	1,584
Short term loan from related party	11	200,000	-
Current provisions for employee benefits		523	255
Other current liabilities		1,613	782
TOTAL CURRENT LIABILITIES		265,153	50,885
NON-CURRENT LIABILITIES			
Lease liabilities - net	10	3,626	3,707
Deferred tax liabilities		390,296	411,781
Non-current provisions for employee benefits		16,052	13,261
TOTAL NON-CURRENT LIABILITIES		409,974	428,749
TOTAL LIABILITIES		675,127	479,634
SHAREHOLDERS' EQUITY			
SHARE CAPITAL			
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		(2,274,325)	(2,136,004)
Other components of shareholders' equity		1,203,860	1,287,842
TOTAL SHAREHOLDERS' EQUITY		2,490,844	2,713,147
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		3,165,971	3,192,781

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
 STATEMENT OF COMPREHENSIVE INCOME
 FOR THE THREE MONTH PERIOD ENDED SEPTEMBER 30, 2022

"UNAUDITED"
 "REVIEWED"

(Unit : Thousand Baht)

	Notes	2022	2021
Sales	16	180,192	79,763
Costs of sales		(244,439)	(90,355)
Gross profit (loss) margin		(64,247)	(10,592)
Other incomes	15	27,234	1,425
Distribution costs		(10,320)	(2,757)
Administrative expenses		(61,106)	(53,561)
Other expenses		-	(38)
Finance costs		(3,045)	(100)
Profit (loss) before income tax expense		(111,484)	(65,623)
Tax (expense) income		7,729	21,131
Profit (loss) for the period		(103,755)	(44,492)
Other comprehensive income (expense) for the period		-	-
Total comprehensive income (expense) for the period		(103,755)	(44,492)
Basic earnings (loss) per share			
Basic earnings (loss) per share from continuing operations (Baht per Share)	13	(0.006)	(0.003)
Diluted earnings (loss) per share			
Diluted earnings (loss) per share from continuing operations (Baht per Share)	14	(0.006)	(0.003)

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
 STATEMENT OF COMPREHENSIVE INCOME
 FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2022

"UNAUDITED"
 "REVIEWED"

(Unit : Thousand Baht)

	Notes	2022	2021
Sales	16	707,633	133,367
Costs of sales		(771,934)	(156,101)
Gross profit (loss) margin		(64,301)	(22,734)
Other incomes	15	34,892	4,418
Distribution costs		(42,168)	(4,259)
Administrative expenses		(166,911)	(171,535)
Other expenses		-	(36)
Finance costs		(5,300)	(251)
Profit (loss) before income tax expense		(243,788)	(194,397)
Tax (expense) income		21,485	20,552
Profit (loss) for the period		(222,303)	(173,845)
Other comprehensive income (expense) for the period		-	-
Total comprehensive income (expense) for the period		(222,303)	(173,845)
Basic earnings (loss) per share			
Basic earnings (loss) per share from continuing operations (Baht per Share)	13	(0.013)	(0.011)
Diluted earnings (loss) per share			
Diluted earnings (loss) per share from continuing operations (Baht per Share)	14	(0.013)	(0.010)

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2022

"UNAUDITED"

"REVIEWED"

(Unit :Thousand Baht)

	Notes	Other components of shareholders' equity								Total
		Share capital issued and paid-up	Discount on share capital	Deficit			Other comprehensive income (expense)		Total other components of shareholders' equity	
				Appropriated	Unappropriated	Total	Capital surplus from revaluation of assets	Total other comprehensive income		
Balance as at January 1, 2022		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		-	-	-	(222,303)	(222,303)	-	-	-	(222,303)
Transfer to retained earnings (Loss) - net of income tax		-	-	-	83,982	83,982	(83,982)	(83,982)	(83,982)	-
Ending balance as at September 30, 2022		<u>16,826,224</u>	<u>(13,264,915)</u>	<u>-</u>	<u>(2,274,325)</u>	<u>(2,274,325)</u>	<u>1,203,860</u>	<u>1,203,860</u>	<u>1,203,860</u>	<u>2,490,844</u>
Balance as at January 1, 2021		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		2,493,724	(2,119,665)	-	-	-	-	-	-	374,059
Profit (loss) for the period		-	-	-	(173,845)	(173,845)	-	-	-	(173,845)
Depreciation on surplus on revaluation of assets		-	-	-	83,618	83,618	(83,618)	(83,618)	(83,618)	-
Ending balance as at September 30, 2021		<u>16,826,224</u>	<u>(13,264,915)</u>	<u>-</u>	<u>(2,097,997)</u>	<u>(2,097,997)</u>	<u>1,316,021</u>	<u>1,316,021</u>	<u>1,316,021</u>	<u>2,779,333</u>

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED

"UNAUDITED"

STATEMENT OF CASH FLOWS

"REVIEWED"

FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2022

	(Unit : Thousand Baht)	
	2022	2021
Cash flows from operating activities		
Profit (loss) for the period	(222,303)	(173,845)
Adjustments to reconcile profit (loss) for the period to net cash		
Adjustment for Income tax expense (income)	(21,485)	(20,552)
Adjustment for Trade and other current receivables (Increase) Decrease	(50,286)	(86,583)
Adjustment for Inventories (Increase) Decrease	(76,982)	(200,840)
Adjustment for Spare parts and supplies (Increase) Decrease	(2,904)	42
Adjustment for Other current assets (Increase) Decrease	(14,836)	(6,197)
Adjustment for Other non-current assets (Increase) Decrease	(272)	(107)
Adjustment for Trade and other current payables Increase (Decrease)	12,970	17,484
Adjustment for Provisions for employee benefits Increase (Decrease)	(240)	(538)
Adjustment for Other current liabilities Increase (Decrease)	831	(293)
(Reversal of) allowance for obsoleted stock	25,094	37
Depreciation	134,882	130,588
Amortization expenses	10,181	2,848
Provision for employee benefits	3,299	2,389
Unrealized (gain) loss on exchange rate	(1,900)	23
(Gain) loss on sale off assets	(9)	(5)
loss on impairment of assets (Reversal)	-	(1)
Loss on written off assets	510	6
Gain on canceled lease	-	(24)
Income on reversal of allowance for expected credit loss on loans to related companies	(18,510)	-
Total adjustments to reconcile profit (loss) for the period	343	(161,723)
Net cash flows provided (used in) from operating activities	(221,960)	(335,568)
Interest expenses	3,468	213
Interest incomes	(265)	(79)
Net cash flows provided (used in) from operating activities	(218,757)	(335,434)

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE NINE MONTH PERIOD ENDED SEPTEMBER 30, 2022

"UNAUDITED"
"REVIEWED"

	(Unit : Thousand Baht)	
	2022	2021
Cash flows from investing activities		
Cash received from interest	264	42
Cash received from sales assets - net	9	5
Cash received from short term loan to related party	18,510	-
Purchase of property, plant and equipment	(21,862)	(27,022)
Net cash flows provided (used in) from investing activities	(3,079)	(26,975)
Cash flows from financing activities		
Cash paid for finance cost	(3,265)	-
Cash received from short term loan from related party	200,000	-
Cash received from increase capital	-	374,059
Cash paid for lease liabilities	(1,410)	(1,176)
Net cash flows provided (used in) from financing activities	195,325	372,883
Cash and cash equivalents increase (decrease) - net	(26,511)	10,474
Cash and cash equivalents as at the beginning of period	200,364	245,795
Cash and cash equivalents as at the end of period	173,853	256,269
Non cash item		
Increase in right-of-use asset under lease	1,158	6,477
Cash and cash equivalents		
Consist of:		
Cash on hand	82	81
Cash at banks - current accounts	171,682	18,644
Cash at banks - savings accounts	2,078	237,533
Cash at banks - fixed deposit account	11	11
	173,853	256,269

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

1. BASIS FOR INTERIM FINANCIAL INFORMATION PREPARATION

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

The interim financial information 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 information should, therefore, be read in conjunction with the financial statements for the year ended December 31, 2021.

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

1.1 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.

1.2 Financial reporting standards

The revised financial reporting standards which are effective for fiscal year beginning on or after January 1, 2022, and January 1, 2023, do not have any significant impact on the Company’s financial statements.

1.3 Going Concern

The Company is investing in improving the efficiency of machineries, including developing new alternative products in accordance with market demands and technology shift. Furthermore, the Company is negotiating with financial institutions, investors and business partners to support growth of new products, including new business which is undergoing negotiations.

On September 30, 2022, the Company has current asset amounted to Baht 681.56 million and current liabilities amounted to Baht 265.15 million. So that the Company has current asset exceeds current liabilities in total of Baht 416.41 million. Furthermore, the cash flow statement of the Company could maintain more than Baht 200 million which is sufficient to support the current operations of business.

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

1.4 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.

2. TRANSACTIONS WITH RELATED PARTIES

Related companies are other companies that are related with the Company through shareholding or joint shareholders or joint directors. during the year 2022, has changed significantly 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

During the three-month and nine-month periods ended September 30, 2022 and 2021, the Company had significant business transactions with related companies. Such business transactions are subject to commercial terms and criteria agreed between the Company and those related parties and companies. The important business transactions with related companies can be summarized as follows:

	(Unit : Thousand Baht)			
	For the three-month period ended September 30,		For the nine-month period ended September 30,	
	2022	2021	2022	2021
Interest expenses				
Related companies	2,442	-	3,265	-
Key management personnel compensation				
Short-term employee benefits	2,856	4,359	11,969	13,306
Long-term employee benefits	280	477	841	1,502
Total	3,136	4,836	12,810	14,808

“UNAUDITED”

“REVIEWED”

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

Balance with related parties have presented in the statement of financial position as at September 30, 2022 and December 31, 2021 which are significant as follows:

	(Unit : Thousand Baht)	
	September 30, 2022	December 31, 2021
Loan to related party		
Related company	-	37,965
<u>Less allowance for expected credit losses</u>	-	<u>(37,965)</u>
Total	-	-

The movement of Loan to related party

Beginning balance	37,965	37,965
Received	(18,510)	-
Write off	(19,455)	-
Ending balance	<u>-</u>	<u>37,965</u>

Allowance for expected credit loss is changed during the periods as follows: -

Beginning balance	37,965	37,965
Reversal	(18,510)	-
Write off	(19,455)	-
Ending balance	<u>-</u>	<u>37,965</u>

Short-Term Loan from related Party

Related company	<u>200,000</u>	<u>-</u>
-----------------	----------------	----------

3. TRADE AND OTHER CURRENT RECEIVABLES

Consist of :-

	(Unit : Thousand Baht)	
	September 30, 2022	December 31, 2021
Trade and other current receivables		
- Trade receivables	91,082	81,092
- Other current receivables	82,189	39,826
Total	<u>173,271</u>	<u>120,918</u>

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

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

	(Unit : Thousand Baht)	
	September 30, 2022	December 31, 2021
Trade accounts receivables		
<u>Domestic trade accounts receivables</u>		
Trade accounts receivable within credit term	28,976	44,277
Aging of trade accounts receivables: -		
Less than 3 Months	8,440	25,574
Total	37,416	69,851
<u>Foreign trade accounts receivables</u>		
Trade accounts receivable within credit term	16,565	6,010
Aging of trade accounts receivables:-		
Less than 3 Months	31,053	-
	47,618	6,010
Notes receivable	6,048	5,231
Total trade account receivables	91,082	81,092
Other current receivables		
Revenue department receivable	36,716	15,742
Thai customs receivable	6,594	1,866
Advance	32,593	3,210
Advance payment for raw materials	5,722	18,446
Unearned income	466	503
Other	98	59
Total other current receivables	82,189	39,826
Total trade and other current receivables	173,271	120,918

“UNAUDITED”

“REVIEWED”

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

4. INVENTORIES – NET

Consist of :-

	(Unit : Thousand Baht)	
	September 30, 2022	December 31, 2021
Finished goods	132,798	79,855
Work in process	8,747	8,055
Raw materials	134,669	89,606
Packaging	12,176	12,652
Raw materials in transit	6,189	27,429
Total	294,579	217,597
<u>Less Allowance for obsolete/damage inventories</u>	<u>(25,387)</u>	<u>(293)</u>
Net	<u>269,192</u>	<u>217,304</u>

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

	(Unit : Thousand Baht)	
	September 30, 2022	December 31, 2021
Beginning balance	293	66
Increase	25,094	227
Ending balance	<u>25,387</u>	<u>293</u>

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

5. ADVANCE FOR INVESTMENT – NET

Consist of :-

	(Unit : Thousand Baht)	
	September 30, 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.

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

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

Investments in associated companies in the financial statements as at September 30, 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	
			September 30, 2022	December 31, 2021	September 30, 2022	December 31, 2021	September 30, 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 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
SEPTEMBER 30, 2022

7. 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)	
				September 30, 2022	December 31, 2021	September 30, 2022	December 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 Allowance for expected credit losses</u>			<u>(37,487)</u>	<u>(37,487)</u>
			Net			<u>-</u>	<u>-</u>

8. PLANT AND EQUIPMENT USED IN OPERATION – NET

Consist of :-

	(Unit : Thousand Baht)
Cost:-	
Net book value as at December 31, 2021	526,994
Purchase	21,862
Write off	(40)
Depreciation for the period	<u>(21,004)</u>
Net book value as at September 30, 2022	<u>527,812</u>
Differences on revaluation of assets :-	
Net book value as at December 31, 2021	1,056,840
Write - off	(470)
Depreciation for the period	<u>(104,509)</u>
Net book value as at September 30, 2022	<u>951,861</u>
Allowance for impairment :-	
As at December 31, 2021	<u>(4,943)</u>
As at September 30, 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 September 30, 2022	<u>1,474,730</u>

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

Depreciation for nine-month periods ended September 30, 2022, and 2021, amount to Baht 46.15 million and Baht 19.15 million are included in cost of sales, respectively.

Depreciation for nine-month periods ended September 30, 2022, and 2021, amount to Baht 79.36 million and Baht 102.35 million, are included in selling and administrative expenses, respectively.

As at September 30, 2022 and December 31, 2021, the Company has building, machineries and equipment at book value that fully depreciated but still in use at Baht 148.32 million and Baht 148.33 million, respectively.

As at September 30, 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).

9. PROPERTY, PLANT AND EQUIPMENT NOT USED IN OPERATION -NET

Consisted of :

	<u>(Unit : Thousand Baht)</u>
Cost :-	
Net book value as at December 31, 2021	221,293
Depreciation for the period	<u>(8,089)</u>
Net book value as at September 30, 2022	<u><u>213,204</u></u>

As at September 30, 2022 the lands and machineries not used in operation, which cost of Baht 74 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.

“UNAUDITED”

“REVIEWED”

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

10. RIGHT OF USE ASSETS - NET AND LEASE LIABILITIES – NET

	(Unit : Thousand Baht)	
	September 30, 2022	December 31, 2021
Right-of-use assets		
Vehicles	4,516	4,164
Equipment and tools	171	478
Office equipments	389	556
Total Right-of-use assets - net	<u>5,076</u>	<u>5,198</u>
Lease liabilities		
Current	1,617	1,584
Non-current	3,626	3,707
Total lease liabilities- net	<u>5,243</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
Right-of-use assets - Increase	1,158
<u>Less Depreciation for the period</u>	<u>(1,280)</u>
Net book value as at September 30, 2022	<u><u>5,076</u></u>

11. SHORT TERM LOAN FROM RELATED PARTY

On September 30, 2022, the Company has a loan amounted to Baht 200 million from a related party in the form of a promissory note due at call. The promissory note has floating interest rate referring to a certain commercial bank at rate of MOR – 1%; without collateral.

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

12. WARRANT

12.1 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.

12.2 Balance

	(Unit : Million Unit)
	September 30, 2022
The total number of rights to purchase shares	6,142
<u>Less</u> number of accumulated rights	(2,494)
Balance total number of rights to purchase shares	3,648

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

13. BASIC EARNINGS (LOSS) PER SHARE

Basic earnings (loss) per share for the for the three-month and nine-month periods ended September 30, 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		
For the three-month period ended September 30	(104)	(44)
For the nine-month period ended September 30	(222)	(174)
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	-	933
Weighted average number of ordinary shares outstanding during the periods (Basic)	16,826	15,266
Basic earnings (loss) per share from continuing operations (Baht Per Share)		
For the three-month period ended September 30	(0.006)	(0.003)
For the nine-month period ended September 30	(0.013)	(0.011)

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

14. DILUTED EARNINGS PER SHARE

Diluted earnings (loss) per share for the three-month and nine-month period ended September 30, 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		
For the three-month period ended September 30	(104)	(44)
For the nine-month period ended September 30	(222)	(174)

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	15,266
Add Adjustment of the warrants to purchase ordinary shares	912	2,150
The weighted average number of ordinary shares used to calculate	17,738	17,416
Diluted earnings (loss) per share from continuing operations (Baht per Share)		
For the three-month period ended September 30	(0.006)	(0.003)
For the nine-month period ended September 30	(0.013)	(0.010)

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

15. OTHER INCOMES

For the three-month and nine-month period ended September 30, 2022 and 2021 are as follows:

(Unit : Thousand Baht)

	For the three-month		For the nine-month	
	periods ended September 30		periods ended September 30	
	2022	2021	2022	2021
Gain on exchange rate	3,681	-	5,556	-
Interest income	149	36	265	79
Income on reversal of allowance for expected credit loss from on loans to related companies	18,510	-	18,510	-
Other income	4,894	1,389	10,561	4,339
Total	27,234	1,425	34,892	4,418

16. 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 and nine-month period ended September 30, 2022 and 2021 are as follows:

(Unit : Thousand Baht)

	For the three-month		For the nine-month	
	periods ended September 30		periods ended September 30	
	2022	2021	2022	2021
Revenue from sales – Domestic	70,671	77,248	291,112	130,299
Revenue from sales - Overseas				
Asia	82,830	171	278,028	724
Europe	-	-	1,950	-
America	-	-	4,390	-
Others	26,691	2,344	132,153	2,344
Total	180,192	79,763	707,633	133,367

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

17. FINANCIAL INSTRUMENTS

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, trade and other current receivables, trade and other current payables and short-term loan, 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 amortized cost.

18. FAIR VALUE HIERARCHY

As at September 30, 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 statements					
As at September 30, 2022					
Cost	Fair Value (Net)				
Amount (Net)	Level 1	Level 2	Level 3	Total	
<u>Assets measured at fair value</u>					
Land used in operations	238	-	791	-	791
Building and machineries used in operations	398	-	-	1,350	1,350
Total	636	-	791	1,350	2,141

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
SEPTEMBER 30, 2022

(Unit : Million Baht)

	Financial statements				
	As at December 31, 2021				
	Cost	Fair Value (Net)			
	Amount (Net)	Level 1	Level 2	Level 3	Total
<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
Total	643	-	791	1,462	2,253

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.

19. APPROVAL OF THE INTERIM FINANCIAL INFORMATION

This interim financial information were authorized for issue by the Board of Directors on November 9, 2022.