

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS END JUNE 30, 2024
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 Future Incorporation Public Company Limited

I have reviewed the accompanying interim financial information of Thai Future Incorporation Public Company Limited. This comprises the statements of financial position as at June 30, 2024, the statements of comprehensive income for the three-month and six-month periods then ended, the related statement of changes in shareholders' equity and cash flows for the six-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 (Thailand) No. 5897

Karin Audit Company Limited

Bangkok

August 14, 2024

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2024

(Unit : Thousand Baht)

		June 30, 2024	December 31, 2023
		"UNAUDITED"	"AUDITED"
	Notes	"REVIEWED"	
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		65,772	29,331
Trade and other current receivables	5	118,677	78,371
Inventories - net	6	139,618	147,740
Spare parts and supplies - net		57,486	56,541
Advance for Investment - net	8	-	-
Other current assets		4,683	5,720
TOTAL CURRENT ASSETS		386,236	317,703
NON-CURRENT ASSETS			
Restricted bank deposits	7	2,000	2,000
Investments in associated companies under absolute order control of property - net	9	-	-
Other long-term investments related companies - net	10	-	-
Land used in operation - at appraised value	11	874,834	790,550
Plant and equipment used in operation - net	12	1,584,964	1,371,541
Property, plant and equipment not used in operation - net	13	120,266	199,932
Right-of-use assets - net	14	6,138	5,789
Other non-current assets		1,224	730
TOTAL NON-CURRENT ASSETS		2,589,426	2,370,542
TOTAL ASSETS		2,975,662	2,688,245

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2024

(Unit : Thousand Baht)

		June 30, 2024	December 31, 2023
		"UNAUDITED"	"AUDITED"
	Notes	"REVIEWED"	
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES			
Trade and other current payables		197,561	96,178
Short term loan from related party	4	186,622	200,000
Current portion of lease liabilities	14	2,840	2,601
Current provisions for employee benefits		1,636	1,636
Other current liabilities		832	751
TOTAL CURRENT LIABILITIES		389,491	301,166
NON-CURRENT LIABILITIES			
Lease liabilities - net	14	3,628	3,515
Deferred tax liabilities		412,957	351,875
Non-current provisions for employee benefits		12,582	11,223
TOTAL NON-CURRENT LIABILITIES		429,167	366,613
TOTAL LIABILITIES		818,658	667,779
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		(2,716,844)	(2,604,459)
Other components of shareholders' equity		1,312,539	1,063,616
TOTAL SHAREHOLDERS' EQUITY		2,157,004	2,020,466
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		2,975,662	2,688,245

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTH PERIOD ENDED JUNE 30, 2024

"UNAUDITED"
"REVIEWED"

(Unit : Thousand Baht)

	Notes	2024	2023
Sales	18	200,457	93,697
Costs of sales		(257,360)	(115,049)
Gross profit (loss) margin		(56,903)	(21,352)
Other incomes	17	27,113	3,305
Distribution costs		(8,316)	(4,442)
Administrative expenses		(60,977)	(72,651)
Other expenses		(740)	-
Finance costs		(3,409)	(2,976)
Profit (loss) before income tax expense		(103,232)	(98,116)
Tax (expense) income		9,426	8,308
Profit (loss) for the period		(93,806)	(89,808)
Other comprehensive income (expense)			
Components of other comprehensive income that will not be reclassified to profit or loss			
Gains (losses) from asset revaluation		390,972	-
Income tax of item that will not be reclassified subsequently to profit or loss		(78,194)	-
Other comprehensive income (expense) for the period - net of income tax		312,778	-
Total comprehensive income (expense) for the period		218,972	(89,808)
Basic earnings (loss) per share			
Basic earnings (loss) per share from continuing operations (Baht per Share)		(0.005)	(0.005)
Weighted average number of ordinary shares (Million Shares)		16.826	16.826
Diluted earnings (loss) per share			
Diluted earnings (loss) per share from continuing operations (Baht per Share)	16	-	-

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2024

"UNAUDITED"
"REVIEWED"

(Unit : Thousand Baht)

	Notes	2024	2023
Sales	18	402,742	204,419
Costs of sales		(488,748)	(262,592)
Gross profit (loss) margin		(86,006)	(58,173)
Other incomes	17	29,562	6,234
Distribution costs		(16,242)	(9,178)
Administrative expenses		(112,047)	(132,988)
Other expenses		(1,860)	(1,676)
Finance costs		(6,759)	(5,992)
Profit (loss) before income tax expense		(193,352)	(201,773)
Tax (expense) income		17,112	15,653
Profit (loss) for the period		(176,240)	(186,120)
Other comprehensive income (expense)			
Components of other comprehensive income that will not be reclassified to profit or loss			
Gains (losses) from asset revaluation		390,972	-
Income tax of item that will not be reclassified subsequently to profit or loss		(78,194)	-
Other comprehensive income (expense) for the period - net of income tax		312,778	-
Total comprehensive income (expense) for the period		136,538	(186,120)
Basic earnings (loss) per share			
Basic earnings (loss) per share from continuing operations (Baht per Share)		(0.010)	(0.011)
Weighted average number of ordinary shares (Million Shares)		16.826	16.826
Diluted earnings (loss) per share			
Diluted earnings (loss) per share from continuing operations (Baht per Share)	16	-	-

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
 STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
 FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2024

"UNAUDITED"
 "REVIEWED"

(Unit :Thousand Baht)

	Notes	Other components of shareholders' equity								
		Share capital issued and paid-up	Discount on share capital	Deficit			Other comprehensive income (expense)		Total other components of shareholders' equity	Total
				Appropriated	Unappropriated	Total	Capital surplus from revaluation of assets	Total other comprehensive income		
Balance as at January 1, 2024		16,826,224	(13,264,915)	-	(2,604,459)	(2,604,459)	1,063,616	1,063,616	1,063,616	2,020,466
Comprehensive income (expense) for the period		-	-	-	(176,240)	(176,240)	312,778	312,778	312,778	136,538
Transfer to retained earnings (Loss) - net of income tax		-	-	-	63,855	63,855	(63,855)	(63,855)	(63,855)	-
Ending balance as at June 30, 2024		<u>16,826,224</u>	<u>(13,264,915)</u>	<u>-</u>	<u>(2,716,844)</u>	<u>(2,716,844)</u>	<u>1,312,539</u>	<u>1,312,539</u>	<u>1,312,539</u>	<u>2,157,004</u>
Balance as at January 1, 2023		16,826,224	(13,264,915)	-	(2,349,464)	(2,349,464)	1,175,706	1,175,706	1,175,706	2,387,551
Comprehensive income (expense) for the period		-	-	-	(186,120)	(186,120)	-	-	-	(186,120)
Transfer to retained earnings (Loss) - net of income tax		-	-	-	55,812	55,812	(55,812)	(55,812)	(55,812)	-
Ending balance as at June 30, 2023		<u>16,826,224</u>	<u>(13,264,915)</u>	<u>-</u>	<u>(2,479,772)</u>	<u>(2,479,772)</u>	<u>1,119,894</u>	<u>1,119,894</u>	<u>1,119,894</u>	<u>2,201,431</u>

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2024

"UNAUDITED"
"REVIEWED"

	(Unit : Thousand Baht)	
	2024	2023
Cash flows from operating activities		
Profit (loss) for the period	(176,240)	(186,120)
Adjustments to reconcile profit (loss) for the period to net cash		
Adjustment for Income tax expense (income)	(17,112)	(15,653)
Allowance for obsoleted stock (Reverse)	(15,344)	(9,060)
Depreciation	103,809	91,472
Amortization expenses	5,466	10,142
Provision for employee benefits Increase	1,358	11,590
Unrealized (gain) loss on exchange rate	2,304	27
(Gain) loss on sale off assets	(23,113)	1,452
Loss on write-off of assets	3	-
Interest expenses	5,678	5,801
Interest incomes	(69)	(439)
Profit (loss) from operations before changes in operating assets and liabilities	(113,260)	(90,788)
Operating assets (increase) decrease		
Adjustment for trade and other current receivables (Increase) Decrease	(40,212)	13,801
Adjustment for inventories (Increase) Decrease	23,465	79,120
Adjustment for spare parts and supplies (Increase) Decrease	(945)	(696)
Adjustment for other current assets (Increase) Decrease	(4,429)	(7,621)
Adjustment for other non-current assets (Increase) Decrease	(495)	(205)
Operating liabilities increased (decreased)		
Adjustment for trade and other current payables Increase (Decrease)	100,275	(7,881)
Adjustment for provisions for employee benefits Increase (Decrease)	-	(9,417)
Adjustment for other current liabilities Increase (Decrease)	81	(798)
Net cash flows provided (used in) from operating activities	(35,520)	(24,485)

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2024

"UNAUDITED"
"REVIEWED"

	(Unit : Thousand Baht)	
	2024	2023
Cash flows from investing activities		
Cash received from interest	58	433
Cash received from sales assets - net	-	605
Cash received from sales not used in operation assets - net	97,375	-
Purchase of property, plant and equipment	(3,845)	(41,827)
Net cash flows provided (used in) from investing activities	93,588	(40,789)
Cash flows from financing activities		
Cash paid for short-term borrowings - related companies	(94,800)	-
Cash received for short-term borrowings - related companies	80,090	-
Cash paid for finance cost	(5,474)	(5,685)
Cash paid for lease liabilities	(1,443)	(879)
Net cash flows provided (used in) from financing activities	(21,627)	(6,564)
Cash and cash equivalents increase (decrease) - net	36,441	(71,838)
Cash and cash equivalents as at the beginning of period	29,331	162,622
Cash and cash equivalents as at the end of period	65,772	90,784
Cash and cash equivalents		
Consist of:		
Cash on hand	116	81
Cash at banks - current accounts	65,544	89,824
Cash at banks - savings accounts	105	868
Cash at banks - fixed deposit account	7	11
	65,772	90,784
Non cash item		
Increase in right-of-use asset under lease	1,646	3,350

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024

1. GENERAL INFORMATION

Thai Future Incorporation 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.

According to the Extraordinary General Meeting of Shareholders No. 1/2023 of the Company on September 21, 2023, there was a resolution to approve the change of the Company name from "Thai Film Industry Public Company Limited" to "Thai Future Incorporation Public Company Limited" and the company has registered the change of company name with the Ministry of Commerce on September 26, 2023.

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, Nakhompannana District, Rayong.

2. BASIS FOR INTERIM FINANCIAL INFORMATION PREPARATION

These interim financial information is 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 is 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. This interim financial information should, therefore, be read in conjunction with the financial statements for the year ended December 31, 2023.

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

2.1 Significant accounting policies

This interim financial information has been prepared by using the same accounting policies and methods of computation as used in the preparation of the financial statements for the year ended December 31, 2023.

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

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024

2.2 Functional and presentation currency

The interim financial information are prepared and presented in Thai Baht, which the Company’s functional currency.

All financial information presented in Thai Baht has been rounded to the nearest thousand in the notes unless otherwise stated.

2.3 Estimation

To prepare interim financial information Management uses judgments, estimates and assumptions about their recognition. And measurement of assets, liabilities, income, and expenses. The actual results may differ from the judgments, estimates and assumptions made by management.

Use judgments, estimates and assumptions. Including important sources used in the preparation of interim financial statements. The same as used in preparing the financial statements for the year ended December 31, 2023.

3. GOING CONCERN

As at June 30, 2024, the Company has current asset amounted to Baht 386 million and current liabilities amounted to Baht 389 million, expressed that current liabilities over current asset in total of Baht 3 million. However, the Company performance depends on feasibility according to the corporate plan.

4. RELATED PARTIES TRANSACTIONS

Related companies are other companies that are related with the Company through shareholding or joint shareholders or joint directors. during the period of year 2024, The Company has significantly transaction as follows:

Related Parties	Type of Relationship
Thai Film Bangladesh Co., Ltd.	Shareholder
PM Group Co., Ltd.	Shareholders and common directors
PM 80 Co., Ltd.	Shareholders and common directors
STROM (THAILAND) Co., Ltd	Common directors
PM GROUPWIDE USA INC	Shareholders and common directors

During the three-month and six-month periods ended June 30, 2024 and 2023, 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 significant business transactions with related companies can be summarized as follows:

“UNAUDITED”

“REVIEWED”

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024

	(Unit : Thousand Baht)			
	For the three-month period ended June 30,		For the six-month period ended June 30,	
	2024	2023	2024	2023
Rental income				
Related companies	984	984	1,967	1,967
Interest expenses				
Related companies	2,762	2,802	5,527	5,685
Key management personnel compensation				
Short-term employee benefits	2,596	2,561	4,372	5,374
Long-term employee benefits	86	300	172	600
Total key management personnel compensation (1)	2,682	2,861	4,544	5,974

(1) Key management personnel compensation expenses presented in the selling and administrative expenses.

Significant Balances with related parties have presented in the interim financial information as at June 30, 2024 and December 31, 2023 which are significant as follows:

	(Unit : Thousand Baht)	
	June 30, 2024	December 31, 2023
Short-Term Loan from related Party		
Related company	186,622	200,000

As at June 30, 2024 and December 31, 2023, the Company has a loan amounted to Baht 105.20 million and Bath 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 the average commercial bank interest rate at the rate of MOR-2%, without collateral.

As at June 30, 2024, the Company has short-term loan under promissory note amount of Baht 81.42 million (US\$ 2.2 million) due at call without any collateral and interest rate of 1% per annum.

“UNAUDITED”

“REVIEWED”

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024

5. TRADE AND OTHER CURRENT RECEIVABLES

Consist of :-

	(Unit : Thousand Baht)	
	June 30, 2024	December 31, 2023
Trade and other current receivables		
- Trade receivables	87,257	57,183
- Other current receivables	31,420	21,188
Total	118,677	78,371

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

	(Unit : Thousand Baht)	
	June 30, 2024	December 31, 2023
<u>Domestic trade accounts receivables</u>		
Trade accounts receivable within credit term	42,739	26,416
Aging of trade accounts receivables: -		
Not exceed 3 Months	10,417	11,965
More than 12 Months	981	981
Total	54,137	39,362
<u>Oversea trade account receivables</u>		
Trade accounts receivable within credit term	18,100	14,571
Aging of trade accounts receivables:-		
Not exceed 3 Months	9,878	-
Total	27,978	14,571
Note receivable	5,142	3,250
Total trade account receivables	87,257	57,183

Other current receivables

Revenue department receivable	12,776	2,414
Thai customs receivable	3,406	2,037
Advance payment	11,800	12,759
Advance payment for raw materials	1,787	2,812
Unearned income	1,232	697
Others	419	469
Total other current receivables	31,420	21,188
Total trade and other current receivables	118,677	78,371

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024

6. INVENTORIES – NET

Consist of :-

	(Unit : Thousand Baht)	
	June 30, 2024	December 31, 2023
Finished goods	77,690	83,496
Work in process	4,957	4,240
Raw materials	36,897	76,454
Packaging	10,084	9,913
Raw materials in transit	26,705	5,696
Total	156,333	179,799
<u>Less Allowance</u> for obsolete/damage inventories	(16,715)	(32,059)
Net	139,618	147,740

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

	(Unit : Thousand Baht)	
	June 30, 2024	December 31, 2023
Beginning balance	32,059	35,261
Increase (Decrease)	(15,344)	(3,202)
Ending balance	16,715	32,059

7. RESTRICTED BANK DEPOSITS

As at June 30, 2024 and December 31, 2023, the company has fixed deposit guaranteed the forward contracts of foreign currencies with a commercial bank in the amount to Baht 40 million.

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024

8. ADVANCE FOR INVESTMENT – NET

Consist of :-

	(Unit : Thousand Baht)	
	June 30, 2024	December 31, 2023
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 co-investment 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 FUTURE INCORPORATION PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024

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

Investments in associated companies in the financial statements as at June 30, 2024 and December 31, 2023, consist of:

Company name	Country of business	Type of business	(Million Baht)		(Percent)		(Million Baht)	
			Paid up Capital		Percentage of holding		Cost Method	
			June 30, 2024	December 31, 2023	June 30, 2024	December 31, 2023	June 30, 2024	December 31, 2023
Thai Copper Industries Pcl.	Thailand	Pure Copper	8,010	8,010	18.96	18.96	1,519	1,519
<u>Less Allowance for impairment of investment</u>							<u>(1,519)</u>	<u>(1,519)</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.

10. 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)		
				June 30, 2024	December 31, 2023	June 30, 2024	December 31, 2023	
				Thai Film Bangladesh Co., Ltd.	Bangladesh	Packaging Film	Taka 112 million (Bangladesh TAKA currency)	53.57
<u>Less Allowance for expected credit losses</u>							<u>(37,487)</u>	<u>(37,487)</u>
Net							<u>-</u>	<u>-</u>

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024

11. LAND USED IN OPERATION – AT APPRAISED VALUE

	<u>((Unit : Million Baht))</u>
Cost:	
As at December 31, 2023	237,587
Purchase	-
Disposal	-
As at Jun 30, 2024	<u>237,587</u>
 Differences on revaluation of assets	
As at December 31, 2023	552,963
Increase	84,284
Decrease	-
As at Jun 30, 2024	<u>637,247</u>
 Net book value	
As at December 31, 2023	<u>790,550</u>
As at Jun 30, 2024	<u>874,834</u>

As at Jun 30, 2024, 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 May 31, 2024, which appraisal date was May 14, 17 and 23, 2024.

As at December 31, 2023, 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.

“UNAUDITED”

“REVIEWED”

THAI FUTURE INCORPORATION PUBLIC COMPANY LIMITED
CONDENSED NOTES TO THE INTERIM FINANCIAL INFORMATION
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 2024

12. PLANT AND EQUIPMENT USED IN OPERATION – NET

Consist of :-

	<u>(Unit : Thousand Baht)</u>
Cost:-	
Net book value as at December 31, 2023	599,926
Purchase	3,845
Write - off	(3)
Depreciation for the period	<u>(17,288)</u>
Net book value as at June 30, 2024	<u>586,480</u>
Differences on revaluation of assets :-	
Net book value as at December 31, 2023	776,558
Increase	306,688
Depreciation for the period	<u>(79,819)</u>
Net book value as at June 30, 2024	<u>1,003,427</u>
Allowance for impairment :-	
As at December 31, 2023	<u>(4,943)</u>
As at June 30, 2024	<u>(4,943)</u>
Net book value	
as at December 31, 2023	<u>1,371,541</u>
as at June 30, 2024	<u>1,584,964</u>

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Depreciation for six-month periods ended June 30, 2024, and 2023, amount to Baht 37.53 million and Baht 51.95 million are included in cost of sales, respectively.

Depreciation for six-month periods ended June 30, 2024, and 2023, amount to Baht 59.57 million and Baht 33.26 million, are included in selling and administrative expenses, respectively.

As at June 30, 2024 and December 31, 2023, the Company has building, machineries and equipment at book value that fully depreciated but still in use at Baht 148.32 million and Baht 148.32 million, respectively.

As at June 30, 2024, 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 May 31, 2024, which appraisal date was May 14, 17 and 23, 2024 (for building), and May 17, 2024 (for machineries).

As December 31, 2023, 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).

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

Consisted of :

	(Unit : Thousand Baht)
Cost :-	
Net book value as at December 31, 2023	199,932
Sales	(74,261)
Depreciation for the period	(5,405)
Net book value as at June 30, 2024	<u>120,266</u>

As at June 30, 2024 the lands and machineries not used in operation, which cost of Baht 671.55 million. were re-appraised according to reports of independent appraiser (Thai Property Appraisal Lynn Phillips Co., Ltd.) date May 31, 2024. That using cost approach. Which allowances for impairment of machineries were amount of Baht 34.87 million.

“UNAUDITED”

“REVIEWED”

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

	(Unit : Thousand Baht)	
	June 30, 2024	December 31, 2023
Right-of-use assets		
Vehicles	3,998	2,979
Office equipments	2,140	2,810
Total Right-of-use assets - net	<u>6,138</u>	<u>5,789</u>
Lease liabilities		
Current	2,840	2,601
Non-current	3,628	3,515
Total lease liabilities- net	<u>6,468</u>	<u>6,116</u>

Movements in total right-of-use assets - net

	(Unit : Thousand Baht)
Net book value as at December 31, 2023	5,789
Right-of-use assets – increases	1,646
<u>Less</u> Depreciation for the period	<u>(1,297)</u>
Net book value as at June 30, 2024	<u>6,138</u>

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15. WARRANT

15.1 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 Future Incorporation 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.

15.2 Balance

	(Unit : Million Unit)
	June 30, 2024
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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16 DILUTED EARNINGS PER SHARE

Diluted earnings (loss) per share 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.

As at June 30, 2024 and 2023, there is no effect from the exercise of rights to purchase ordinary shares in the amount of 3,648,776,457 shares because the exercise price per unit of the warrants to buy ordinary shares is higher than the average market price of the ordinary shares of the Company.

17 OTHER INCOMES

For the three-month and six-month ended June 30, 2024 and 2023 are as follows:

	(Unit : Thousand Baht)			
	For the three-month		For the six-month	
	period ended June 30		period ended June 30	
	2024	2023	2024	2023
Gain on exchange rate	-	61	-	-
Interest income	45	208	69	439
Gain on sale off assets	23,113	-	23,113	-
Other income	3,955	3,036	6,380	5,795
Total	27,113	3,305	29,562	6,234

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18 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 six-month periods ended June 30, 2024 and 2023 are as follows:

	(Unit : Thousand Baht)			
	For the three-month		For the six-month	
	period ended June 30		period ended June 30	
	2024	2023	2024	2023
Revenue from sales – Domestic	83,350	68,587	154,617	140,659
Revenue from sales - Overseas				
Asia	105,539	15,822	213,158	37,996
Europe	1,039	3,412	2,576	7,835
America	-	-	2,260	2,192
Others	10,529	5,876	30,131	15,737
Total	200,457	93,697	402,742	204,419

Major Customer

For the six-month period ended June 30, 2024, the Company has 2 major customers amount to Baht 172.59 million accounted for 43% of the Company's total revenue

19 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.

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20 FAIR VALUE HIERARCHY

As at June 30, 2024 and December 31, 2023, 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 June 30, 2024					
	Cost	Fair Value (Net)			Total
	Amount (Net)	Level 1	Level 2	Level 3	
<u>Assets measured at fair value</u>					
Land used in operations	238	-	875	-	875
Building and machineries used in operations	416	-	-	1,420	1,420
Total	654	-	875	1,420	2,295

(Unit : Million Baht)

Financial statements					
As at December 31, 2023					
	Cost	Fair Value (Net)			Total
	Amount (Net)	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	400	-	-	1,177	1,177
Total	638	-	791	1,177	1,968

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

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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.

21 APPROVAL OF THE INTERIM FINANCIAL INFORMATION

This interim financial information has been approved by the Board of Directors on August 14, 2024