

Thai President Foods Public Company Limited
and its subsidiaries
Report and consolidated financial statements
31 December 2023

Independent Auditor's Report

To the Shareholders of Thai President Foods Public Company Limited

Opinion

I have audited the accompanying consolidated financial statements of Thai President Foods Public Company Limited and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at 31 December 2023, and the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and have also audited the separate financial statements of Thai President Foods Public Company Limited.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Thai President Foods Public Company Limited and its subsidiaries and of Thai President Foods Public Company Limited as at 31 December 2023, their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Group in accordance with the Code of Ethics for Professional Accountants including Independence Standards issued by the Federation of Accounting Professions (Code of Ethics for Professional Accountants) that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matter

Key audit matter is the matter that, in my professional judgement, was of most significance in my audit of the financial statements of the current period. This matter was addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon and I do not provide a separate opinion on this matter.

I have fulfilled the responsibilities described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report, including in relation to this matter. Accordingly, my audit included the performance of procedures designed to respond to my assessment of the risks of material misstatement of the financial statements. The results of my audit procedures, including the procedures performed to address the matters below, provide the basis for my audit opinion on the accompanying financial statements as a whole.

Key audit matter and how audit procedures respond for this matter is described below.

Revenue recognition

The Group disclosed accounting policies for revenue recognition in Note 4.1 to the financial statements. The group's revenue from sales represented significant amounts in the financial statements, and directly affect profit or loss of the Group. In addition, there are both domestic and export sales with a variety of conditions in the revenue recognition. As a result, there are risks with respect to the amount and timing of revenue recognition. I therefore gave significant attention to the revenue recognition of the Group.

I assessed and tested the Group's internal controls with respect to the revenue cycle by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls. I applied a sampling method to select sales transactions to assess whether the recognition was consistent with the conditions of the relevant agreement, and whether it was in compliance with the Group's policy. On a sampling basis, I examined supporting documents for actual sales transactions occurring during the year and near the end of the accounting period. I also reviewed of credit notes that were issued after the end of accounting period. In addition, I performed analytical procedures of disaggregated data to detect possible irregularities in sales transactions throughout the accounting period, particularly for accounting entries made through journal vouchers.

Other Information

Management is responsible for the other information. The other information comprise the information included in annual report of the Group, but does not include the financial statements and my auditor's report thereon. The annual report of the Group is expected to be made available to me after the date of this auditor's report.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated.

When I read the annual report of the Group, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance for correction of the misstatement.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

I am responsible for the audit resulting in this independent auditor's report.

Satida Ratananurak

Certified Public Accountant (Thailand) No. 4753

EY Office Limited

Bangkok: 21 February 2024

Thai President Foods Public Company Limited and its subsidiaries

Statement of financial position

As at 31 December 2023

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Assets					
Current assets					
Cash and cash equivalents	6	4,202,325,642	3,827,284,867	1,639,919,267	1,906,524,347
Trade and other receivables	7, 8	4,533,230,573	3,923,814,857	2,810,739,277	2,465,523,613
Current portion of long-term loan to related party	8	4,700,168	-	4,700,168	-
Current portion of long-term loans to unrelated parties	11	1,000,000,000	-	-	-
Inventories	9	2,203,650,107	2,685,218,690	860,976,911	886,655,652
Other current financial assets	10	10,592,769,244	8,404,899,631	4,703,781,249	3,156,972,234
Current portion of account receivable under repurchase agreement	12	500,000,000	-	500,000,000	-
Other current assets		215,113,947	229,371,542	89,469,350	95,561,878
		23,251,789,681	19,070,589,587	10,609,586,222	8,511,237,724
Assets held for sale	13	131,704,301	-	87,324,149	-
Total current assets		23,383,493,982	19,070,589,587	10,696,910,371	8,511,237,724
Non-current assets					
Long-term loan to related party	8	-	6,927,797	-	6,927,797
Long-term loans to unrelated parties	11	4,000,000	1,000,000,000	4,000,000	-
Account receivable under repurchase agreement	12	-	500,000,000	-	500,000,000
Investments in subsidiaries	14	-	-	3,636,019,305	3,644,019,305
Investments in associates	15	3,636,868,529	3,355,755,524	790,449,320	653,173,729
Investments in joint venture	16	35,644,347	34,788,362	-	-
Other non-current financial assets	10	9,682,043,012	9,895,226,387	6,270,789,626	6,517,968,673
Advance payment for investments in related party		-	-	52,999,200	52,999,200
Investment properties	17	414,428,455	411,008,396	435,288,428	431,868,369
Property, plant and equipment	18	8,266,625,713	8,335,172,658	2,684,945,154	2,876,497,121
Right-of-use assets	21	100,161,487	108,667,045	4,841,530	7,254,173
Intangible assets	19	17,291,145	19,306,083	4,818,821	4,315,933
Deferred tax assets	28	100,736,498	80,644,742	10,936,057	17,256,697
Other non-current assets		123,618,068	62,252,166	4,604,732	5,090,885
Total non-current assets		22,381,417,254	23,809,749,160	13,899,692,173	14,717,371,882
Total assets		45,764,911,236	42,880,338,747	24,596,602,544	23,228,609,606

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

Thai President Foods Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 December 2023

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	8, 20	2,276,182,192	2,239,904,956	1,333,179,570	1,269,444,929
Current portion of lease liabilities	8, 21	46,772,067	45,783,111	3,740,333	3,968,097
Income tax payable		477,236,944	343,421,583	208,712,965	119,341,974
Advance receipt from non-controlling interests for investments in subsidiaries		30,136,800	30,136,800	-	-
Accrued bonus		367,278,414	323,263,390	193,625,674	159,902,599
Other accrued expenses	8	323,212,207	345,787,848	140,875,626	159,490,315
Other current liabilities		84,457,397	81,533,492	42,192,362	39,062,364
Total current liabilities		3,605,276,021	3,409,831,180	1,922,326,530	1,751,210,278
Non-current liabilities					
Lease liabilities, net of current portion	8, 21	55,932,853	64,098,111	1,082,256	3,418,766
Provision for long-term employee benefits	22	956,628,432	961,640,643	611,446,968	627,025,764
Other non-current liabilities		4,613,562	4,402,504	-	-
Total non-current liabilities		1,017,174,847	1,030,141,258	612,529,224	630,444,530
Total liabilities		4,622,450,868	4,439,972,438	2,534,855,754	2,381,654,808

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

Thai President Foods Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 December 2023

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Liabilities and shareholders' equity (continued)					
Shareholders' equity					
Share capital					
Registered share capital					
329,704,014 ordinary shares of Baht 1 each		<u>329,704,014</u>	<u>329,704,014</u>	<u>329,704,014</u>	<u>329,704,014</u>
Issued and fully paid-up share capital					
329,704,014 ordinary shares of Baht 1 each		329,704,014	329,704,014	329,704,014	329,704,014
Share premium		712,962,638	712,962,638	712,962,638	712,962,638
Surplus of investment over fair value of					
net assets of subsidiary		(1,378,557,237)	(1,378,557,237)	-	-
Retained earnings					
Appropriated - statutory reserve	23	39,000,000	39,000,000	39,000,000	39,000,000
Unappropriated		31,851,854,628	29,800,015,759	20,570,941,263	19,379,960,672
Other components of shareholders' equity		<u>219,893,015</u>	<u>243,644,027</u>	<u>409,138,875</u>	<u>385,327,474</u>
Equity attributable to owners of the Company		31,774,857,058	29,746,769,201	22,061,746,790	20,846,954,798
Non-controlling interests of the subsidiaries		<u>9,367,603,310</u>	<u>8,693,597,108</u>	-	-
Total shareholders' equity		<u>41,142,460,368</u>	<u>38,440,366,309</u>	<u>22,061,746,790</u>	<u>20,846,954,798</u>
Total liabilities and shareholders' equity		<u>45,764,911,236</u>	<u>42,880,338,747</u>	<u>24,596,602,544</u>	<u>23,228,609,606</u>
		-	-	-	-

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

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Directors
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Thai President Foods Public Company Limited and its subsidiaries

Statement of comprehensive income

For the year ended 31 December 2023

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Profit or loss:					
Revenues					
Sales	8, 29, 31	27,663,979,264	26,481,734,752	16,610,868,396	15,832,073,257
Dividend income	8	91,950,478	91,716,919	755,571,039	726,504,691
Other income					
Exchange gain		-	87,672,084	2,091,358	21,048,857
Gain on disposals of property, plant and equipment		10,260,631	12,071,893	2,803,926	4,277,283
Others		176,870,999	170,084,431	118,105,878	129,496,906
Total other income	24	187,131,630	269,828,408	123,001,162	154,823,046
Total revenues		27,943,061,372	26,843,280,079	17,489,440,597	16,713,400,994
Expenses					
Cost of sales	8	18,707,189,336	18,876,241,590	12,851,959,057	13,113,136,573
Selling and distribution expenses	8	1,958,459,688	1,933,648,989	338,490,667	520,692,961
Administrative expenses	8	2,040,398,314	2,031,590,227	1,253,190,705	1,187,194,782
Exchange loss		32,327,359	-	-	-
Total expenses		22,738,374,697	22,841,480,806	14,443,640,429	14,821,024,316
Operating profit		5,204,686,675	4,001,799,273	3,045,800,168	1,892,376,678
Share of profit from investments in associates and joint venture	13, 15, 16	126,295,959	164,170,736	-	-
Finance income	25	591,159,389	421,660,180	271,161,460	233,863,482
Finance cost	26	(6,975,921)	(3,963,320)	(258,177)	(344,406)
Profit before income tax expenses		5,915,166,102	4,583,666,869	3,316,703,451	2,125,895,754
Income tax expenses	28	(898,723,747)	(622,821,264)	(404,483,009)	(200,398,438)
Profit for the year		5,016,442,355	3,960,845,605	2,912,220,442	1,925,497,316

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

Thai President Foods Public Company Limited and its subsidiaries
Statement of comprehensive income (continued)
For the year ended 31 December 2023

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements in foreign currency - net of income tax		(24,136,998)	(84,149,263)	-	-
Gain (loss) on investments in debt instruments designated at fair value through other comprehensive income - net of income tax	28	<u>(2,365,651)</u>	<u>(33,132,203)</u>	<u>2,289,001</u>	<u>(19,894,870)</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		<u>(26,502,649)</u>	<u>(117,281,466)</u>	<u>2,289,001</u>	<u>(19,894,870)</u>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial gain (loss) - net of income tax	28	284,241	(6,025,204)	146,087	11,703,559
Loss on investments in equity instruments designated at fair value through other comprehensive income - net of income tax	28	<u>(122,448,213)</u>	<u>(86,545,464)</u>	<u>(54,640,508)</u>	<u>(63,518,540)</u>
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		<u>(122,163,972)</u>	<u>(92,570,668)</u>	<u>(54,494,421)</u>	<u>(51,814,981)</u>
Other comprehensive income for the year		<u>(148,666,621)</u>	<u>(209,852,134)</u>	<u>(52,205,420)</u>	<u>(71,709,851)</u>
Total comprehensive income for the year		<u>4,867,775,734</u>	<u>3,750,993,471</u>	<u>2,860,015,022</u>	<u>1,853,787,465</u>
Profit attributable to:					
Equity holders of the Company		3,777,542,740	2,785,919,963	<u>2,912,220,442</u>	<u>1,925,497,316</u>
Non-controlling interests of the subsidiaries		<u>1,238,899,615</u>	<u>1,174,925,642</u>		
		<u>5,016,442,355</u>	<u>3,960,845,605</u>		
Total comprehensive income attributable to:					
Equity holders of the Company		3,673,310,887	2,638,185,240	<u>2,860,015,022</u>	<u>1,853,787,465</u>
Non-controlling interests of the subsidiaries		<u>1,194,464,847</u>	<u>1,112,808,231</u>		
		<u>4,867,775,734</u>	<u>3,750,993,471</u>		
Earnings per share					
30					
Basic earnings per share					
Profit attributable to equity holders of the Company		<u>11.46</u>	<u>8.45</u>	<u>8.83</u>	<u>5.84</u>
Weighted average number of ordinary shares (shares)		<u>329,704,014</u>	<u>329,704,014</u>	<u>329,704,014</u>	<u>329,704,014</u>

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

Thai President Foods Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the year ended 31 December 2023

(Unit: Baht)

Consolidated financial statements											
Equity attributable to the parent's shareholders											
Other components of shareholders' equity											
Other comprehensive income											
Exchange											
differences on											
translation of											
Fair value											
reserve of											
components of											
Total equity											
attributable to											
shareholders of											
Equity attributable											
to non-controlling											
interests of											
the subsidiaries											
Total											
shareholders'											
equity											
Note	Issued and paid-up share capital	Share premium	Surplus of investment over fair value of net assets of subsidiary	Retained earnings		Exchange differences on translation of financial statements in foreign currency	Fair value reserve of financial assets at FVOCI	Total other components of shareholders' equity	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
				Appropriated - statutory reserve	Unappropriated						
Balance as at 1 January 2022	329,704,014	712,962,638	(1,378,557,237)	39,000,000	28,106,865,737	(81,342,469)	448,192,284	366,849,815	28,176,824,967	8,045,714,083	36,222,539,050
Profit for the year	-	-	-	-	2,785,919,963	-	-	-	2,785,919,963	1,174,925,642	3,960,845,605
Other comprehensive income for the year	-	-	-	-	2,437,939	(48,194,489)	(101,978,173)	(150,172,662)	(147,734,723)	(62,117,411)	(209,852,134)
Total comprehensive income for the year	-	-	-	-	2,788,357,902	(48,194,489)	(101,978,173)	(150,172,662)	2,638,185,240	1,112,808,231	3,750,993,471
Increase in non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	-	-	49,259,700	49,259,700
Transfer of fair value reserve of equity instruments designated at FVOCI to retained earnings	-	-	-	-	(26,966,874)	-	26,966,874	26,966,874	-	-	-
Dividend paid	33	-	-	-	(1,068,241,006)	-	-	-	(1,068,241,006)	(514,184,906)	(1,582,425,912)
Balance as at 31 December 2022	329,704,014	712,962,638	(1,378,557,237)	39,000,000	29,800,015,759	(129,536,958)	373,180,985	243,644,027	29,746,769,201	8,693,597,108	38,440,366,309

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

Thai President Foods Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the year ended 31 December 2023

(Unit: Baht)

Consolidated financial statements												
Equity attributable to the parent's shareholders												
	Equity attributable to the parent's shareholders					Other components of shareholders' equity						
	Note	Issued and paid-up share capital	Share premium	Surplus of investment over fair value of net assets of subsidiary	Retained earnings		Exchange differences on translation of financial statements in foreign currency	Fair value reserve of financial assets at FVOCI	Total other components of shareholders' equity	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
Appropriated - statutory reserve					Unappropriated							
Balance as at 1 January 2023		329,704,014	712,962,638	(1,378,557,237)	39,000,000	29,800,015,759	(129,536,958)	373,180,985	243,644,027	29,746,769,201	8,693,597,108	38,440,366,309
Profit for the year		-	-	-	-	3,777,542,740	-	-	-	3,777,542,740	1,238,899,615	5,016,442,355
Other comprehensive income for the year		-	-	-	-	285,748	(14,935,940)	(89,581,661)	(104,517,601)	(104,231,853)	(44,434,768)	(148,666,621)
Total comprehensive income for the year		-	-	-	-	3,777,828,488	(14,935,940)	(89,581,661)	(104,517,601)	3,673,310,887	1,194,464,847	4,867,775,734
Increase in non-controlling interests of the subsidiaries		-	-	-	-	-	-	-	-	-	200	200
Transfer of fair value reserve of equity instruments designated at FVOCI to retained earnings		-	-	-	-	(80,766,589)	-	80,766,589	80,766,589	-	-	-
Dividend paid	33	-	-	-	-	(1,645,223,030)	-	-	-	(1,645,223,030)	(520,458,845)	(2,165,681,875)
Balance as at 31 December 2023		<u>329,704,014</u>	<u>712,962,638</u>	<u>(1,378,557,237)</u>	<u>39,000,000</u>	<u>31,851,854,628</u>	<u>(144,472,898)</u>	<u>364,365,913</u>	<u>219,893,015</u>	<u>31,774,857,058</u>	<u>9,367,603,310</u>	<u>41,142,460,368</u>

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

Thai President Foods Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the year ended 31 December 2023

(Unit: Baht)

Separate financial statements								
		Issued and		Retained earnings		Other components of shareholders' equity		
	Note	paid-up	Share	Appropriated -	Unappropriated	Other	Total other	
		share capital	premium	statutory reserve		comprehensive	components of	
						income	shareholders'	
							equity	
						Fair value	Total	
						reserve of	shareholders' equity	
						financial assets	equity	
						at FVOCI	equity	
							equity	
Balance as at 1 January 2022		329,704,014	712,962,638	39,000,000	18,533,929,211	445,812,476	445,812,476	20,061,408,339
Profit for the year		-	-	-	1,925,497,316	-	-	1,925,497,316
Other comprehensive income for the year		-	-	-	11,703,559	(83,413,410)	(83,413,410)	(71,709,851)
Total comprehensive income for the year		-	-	-	1,937,200,875	(83,413,410)	(83,413,410)	1,853,787,465
Transfer of fair value reserve of equity instruments designated at FVOCI to retained earnings		-	-	-	(22,928,408)	22,928,408	22,928,408	-
Dividend paid	33	-	-	-	(1,068,241,006)	-	-	(1,068,241,006)
Balance as at 31 December 2022		<u>329,704,014</u>	<u>712,962,638</u>	<u>39,000,000</u>	<u>19,379,960,672</u>	<u>385,327,474</u>	<u>385,327,474</u>	<u>20,846,954,798</u>
Balance as at 1 January 2023		329,704,014	712,962,638	39,000,000	19,379,960,672	385,327,474	385,327,474	20,846,954,798
Profit for the year		-	-	-	2,912,220,442	-	-	2,912,220,442
Other comprehensive income for the year		-	-	-	146,087	(52,351,507)	(52,351,507)	(52,205,420)
Total comprehensive income for the year		-	-	-	2,912,366,529	(52,351,507)	(52,351,507)	2,860,015,022
Transfer of fair value reserve of equity instruments designated at FVOCI to retained earnings		-	-	-	(76,162,908)	76,162,908	76,162,908	-
Dividend paid	33	-	-	-	(1,645,223,030)	-	-	(1,645,223,030)
Balance as at 31 December 2023		<u>329,704,014</u>	<u>712,962,638</u>	<u>39,000,000</u>	<u>20,570,941,263</u>	<u>409,138,875</u>	<u>409,138,875</u>	<u>22,061,746,790</u>

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

Thai President Foods Public Company Limited and its subsidiaries

Statement of cash flows

For the year ended 31 December 2023

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from operating activities				
Profit before tax	5,915,166,102	4,583,666,869	3,316,703,451	2,125,895,754
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation	1,170,927,323	1,162,626,694	501,405,600	506,194,039
Amortisation	5,886,540	5,001,106	1,380,812	2,106,491
Gain on disposals of property, plant and equipment	(10,260,631)	(12,071,893)	(2,803,926)	(4,277,283)
Loss on disposals of other non-current financial assets	20,024,977	38,440,984	13,270,011	16,586,411
Loss from write-off of property, plant and equipment and right of use assets	1,528,782	1,061,443	2,703	629,228
Gain from dissolution of the subsidiary company	-	(633,804)	-	-
Allowance for deteriorated inventories (reversal)	1,573,632	(263,872)	-	-
Allowance for impairment of investments in subsidiary company	-	-	8,000,000	4,000,000
Allowance for impairment of investments in associate	-	-	400,260	-
(Gain) loss on fair value adjustments of financial instruments	(26,102,905)	33,867,372	(22,723,324)	12,857,785
Allowance for expected credit losses	-	755,310	-	-
Impairment loss on property, plant and equipment	-	118,446	-	118,446
Reversal on impairment loss on investment property	-	(4,604,999)	-	(4,604,999)
Share of profit from investments in associates	(119,589,974)	(157,389,492)	-	-
Share of profit from investments in joint venture	(6,705,985)	(6,781,244)	-	-
Dividend received from subsidiary companies	-	-	(605,159,357)	(598,581,916)
Dividend received from associates	-	-	(78,884,613)	(60,927,130)
Dividend received from listed equity investments	(77,758,478)	(81,018,919)	(61,007,069)	(59,105,645)
Dividend income from non-listed equity investments	(14,192,000)	(10,698,000)	(10,520,000)	(7,890,000)
Interest income	(591,159,389)	(421,660,180)	(271,161,460)	(233,863,482)
Finance cost	6,975,921	3,963,320	258,177	344,406
Provision for long-term employee benefits	92,823,413	93,168,233	57,372,232	61,132,890
Profit from operating activities before changes in operating assets and liabilities	6,369,137,328	5,227,547,374	2,846,533,497	1,760,614,995
Operating assets (increase) decrease				
Trade and other receivables	(548,915,847)	(248,126,988)	(302,342,312)	(71,295,674)
Inventories	479,994,951	(777,559,047)	25,678,741	(129,307,581)
Other current assets	15,793,311	(128,398,924)	6,092,528	(59,299,028)
Other non-current assets	(61,365,902)	(39,445,503)	486,153	104,443
Operating liabilities increase (decrease)				
Trade and other payables	(16,297,320)	51,772,892	47,941,451	(34,695,801)
Other current liabilities	2,923,905	6,031,232	3,129,998	(2,154,776)
Other non-current liabilities	211,058	412,992	-	-
Provision for long-term employee benefits	(97,662,931)	(122,541,896)	(72,951,028)	(73,919,069)
Cash flows from operating activities	6,143,818,553	3,969,692,132	2,554,569,028	1,390,047,509
Cash paid for income tax	(753,649,808)	(656,256,250)	(295,557,415)	(237,796,345)
Net cash flows from operating activities	5,390,168,745	3,313,435,882	2,259,011,613	1,152,251,164

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

Thai President Foods Public Company Limited and its subsidiaries
Statement of cash flows (continued)
For the year ended 31 December 2023

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from investing activities				
Increase in other current financial assets	(14,924,838,266)	(13,160,546,317)	(6,519,565,161)	(5,114,324,215)
Decrease in other current financial assets	12,736,968,653	13,240,101,310	4,972,756,146	5,318,195,279
Decrease in long-term loan to related party	2,227,629	1,072,203	2,227,629	1,072,203
Increase in long-term loan to unrelated party	(4,000,000)	(1,000,000,000)	(4,000,000)	-
Increase in other non-current financial assets	(5,087,178,675)	(5,773,116,405)	(3,094,830,065)	(3,334,593,428)
Decrease in other non-current financial assets	5,150,422,703	5,441,351,199	3,286,023,042	2,734,653,279
Increase in investments in subsidiary companies	-	-	-	(51,270,300)
Increase in investments in associate	(375,000,000)	-	(225,000,000)	-
Dividend received from subsidiary companies	-	-	605,159,357	598,581,916
Dividend received from associates	78,884,613	60,927,130	78,884,613	60,927,130
Dividend received from joint venture	5,850,000	3,217,500	-	-
Dividend received from listed equity investments	77,253,147	80,938,872	60,591,799	59,092,314
Dividend received from non-listed equity investment	14,192,000	10,698,000	10,520,000	7,890,000
Dividend received by non-controlling interest of subsidiaries	(520,458,845)	(514,184,906)	-	-
Increase in advance payment for investments in related party	-	-	-	(52,999,200)
Purchase of property, plant and equipment	(978,217,499)	(814,541,496)	(278,512,300)	(393,035,378)
Proceeds from disposals of property, plant and equipment	11,187,508	15,188,855	2,817,680	6,028,500
Purchase of intangible assets	(3,872,222)	(2,724,488)	(1,883,700)	(60,000)
Net increase in non-controlling interests of the subsidiary	200	49,259,700	-	-
Proceed received for non-controlling interest of the subsidiary	-	30,136,800	-	-
Interest income	531,164,851	394,317,110	228,703,378	213,713,564
Net cash flows from (used in) investing activities	(3,285,414,203)	(1,937,904,933)	(876,107,582)	53,871,664

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

Thai President Foods Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the year ended 31 December 2023

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from financing activities				
Repayment of liabilities under lease agreements	(54,848,178)	(47,187,841)	(4,257,138)	(3,826,861)
Cash paid for dividend payment	(1,644,993,796)	(1,068,113,586)	(1,644,993,796)	(1,068,113,586)
Cash paid for interest expenses	(6,975,921)	(3,963,320)	(258,177)	(344,406)
Net cash flows used in financing activities	(1,706,817,895)	(1,119,264,747)	(1,649,509,111)	(1,072,284,853)
Decrease in translation adjustments	(22,895,872)	(17,567,705)	-	-
Net increase (decrease) in cash and cash equivalents	375,040,775	238,698,497	(266,605,080)	133,837,975
Cash and cash equivalents at beginning of year	3,827,284,867	3,588,586,370	1,906,524,347	1,772,686,372
Cash and cash equivalents at end of year	4,202,325,642	3,827,284,867	1,639,919,267	1,906,524,347

Supplementary disclosures of cash flows information

Non-cash related transactions

Additions to right of use assets and lease liabilities	46,136,160	70,307,779	1,692,864	-
Dividend receivable	505,331	80,047	415,270	13,331
Dividend payable	229,234	127,420	229,234	127,420
Other payables from purchase of property, plant and equipment	73,784,705	103,051,834	30,672,342	36,840,068
Transferred from land to investment properties	3,420,059	-	3,420,059	-
Classify investments in associate as held for sale	131,704,301	-	87,324,149	-

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

Thai President Foods Public Company Limited and its subsidiaries
Notes to consolidated financial statements
For the year ended 31 December 2023

1. Corporate information

Thai President Foods Public Company Limited (“the Company”) is a public company incorporated from an amalgamation on 16 October 2017 and domiciled in Thailand. Its major shareholder is Sahapatana Interholding Public Company Limited which is a public company incorporated and domiciled in Thailand. The Company is principally engaged in the manufacture and distribution of instant noodles, semi-instant foods and biscuit products. The registered office and head office of the Company is at No. 304, TF Group Building, Srinakarin Road, Huamark Sub-district, Bangkapi District, Bangkok. There are five plants, located at Chonburi Province, Lamphoon Province, Rayong Province and another 2 plants at Ratchaburi Province.

2. Basis of preparation

- 2.1 The financial statements have been prepared in accordance with Thai Financial Reporting Standards enunciated under the Accounting Professions Act B.E. 2547 and their presentation has been made in compliance with the stipulations of the Notification of the Department of Business Development, issued under the Accounting Act B.E. 2543.

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

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

2.2 Basis of consolidation

- a) The consolidated financial statements include the financial statements of Thai President Foods Public Company Limited (“the Company”) and the following subsidiary companies (“the subsidiaries”) (collectively as “the Group”).

Company's name	Nature of business	Country of incorporation	Percentage of shareholding	
			<u>2023</u> (Percent)	<u>2022</u> (Percent)
<u>Held by the Company</u>				
Thai Sun Foods Company Limited	Manufacture and distribution of fruit juice and distribution of biscuit products	Thailand	52.08	52.08
Thai Anbao Paper Products Company Limited	Manufacture and distribution of paper packaging	Thailand	51.00	51.00
Dai-Ichi Packaging Company Limited	Manufacture and distribution of packaging printing products and provide packaging service for consumable products	Thailand	50.10	50.10
Kallol Thai President Foods (BD) Limited	Manufacture and distribution of instant noodles	Bangladesh	55.00	55.00
President Flour Mills Company Limited	Manufacture and distribution of wheat flour-related products	Thailand	60.00	60.00
Thai President Foods (Hungary) Company Limited	Manufacture and distribution of instant noodles	Hungary	65.00	65.00
President Kourakuen Company Limited	Restaurant and drink	Thailand	70.00	70.00
President Bakery Public Company Limited	Manufacture and distribution of bakery products	Thailand	51.99	51.99
President D Venture Company Limited	Investing and/or lending in real estate business	Thailand	70.00	70.00
Ayeyarwaddy Success Venture Foods Co., Ltd	Manufacture and distribution of instant noodles	Myanmar	51.00	51.00
President Interfood Company Limited	Agent	Thailand	59.67	59.67
<u>Held by subsidiaries</u>				
Siam Sincere Company Limited	Trading of rice bran	Thailand	99.97	99.97
President D Venture Company Limited	Investing and/or lending in real estate business	Thailand	30.00	30.00
President Flour Mills Company Limited	Manufacture and distribution of wheat flour-related products	Thailand	10.00	10.00
PB Flour Mill Company Limited	Manufacture and distribution of wheat flour-related products	Thailand	99.99	-

- b) The Company is deemed to have control over an investee or subsidiaries if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns.
 - c) Subsidiaries are fully consolidated as from the date of acquisition, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.
 - d) The financial statements of the subsidiaries are prepared using the same significant accounting policies as the Company.
 - e) The assets and liabilities in the financial statements of overseas subsidiaries and associates are translated to Baht using the exchange rate prevailing on the end of reporting period, and revenues and expenses translated using monthly average exchange rates. The resulting differences are shown under the caption of “Exchange differences on translation of financial statements in foreign currency” in the statements of changes in shareholders’ equity.
 - f) Material balances and transactions between the Group have been eliminated from the consolidated financial statements.
 - g) Non-controlling interests represent the portion of profit or loss and net assets of the subsidiaries that are not held by the Company and are presented separately in the consolidated profit or loss and within equity in the consolidated statement of financial position.
 - h) In connection with the acquisition of additional shares of subsidiaries (repurchase of share from non-controlling interests), the excess of the cost of investment over fair value of net asset at the acquisition date has been presented in shareholders’ equity under “Surplus of investment over fair value of net assets of subsidiary”.
- 2.3 The separate financial statements present investments in subsidiaries and associates under the cost method.

3. New financial reporting standards

3.1 Financial reporting standards that became effective in the current year

During the year, the Group has adopted the revised financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2023. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The adoption of these financial reporting standards does not have any significant impact on the Group’s financial statements.

3.2 Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2024

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2024. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards

The management of the Group believes that adoption of these amendments will not have any significant impact on the Group's financial statements.

4. Significant accounting policies

4.1 Revenue and expense recognition

Sales of goods

Revenue from sale of goods is recognised at the point in time when control of the asset is transferred to the customer, generally upon delivery of the goods. Revenue is measured at the amount of the consideration received or receivable, excluding value added tax, of goods supplied after deducting returns, discounts, allowances and price promotions to customers.

When a contract provides a customer with a right to return the goods within a specified period, the Group recognises the amount ultimately expected they will have to return to customers as a refund liability and recognise the right to recover the goods expected to be returned by customers as a right of return asset in the statement of financial position. The asset is measured at the former carrying amount of the inventory, less any expected costs to recover the goods, including any potential decreases in the value of the returned goods.

Interest income

Interest income is calculated using the effective interest method and recognised on an accrual basis. The effective interest rate is applied to the gross carrying amount of a financial asset, unless the financial assets subsequently become credit-impaired when it is applied to the net carrying amount of the financial asset (net of the expected credit loss allowance).

Finance cost

Interest expense from financial liabilities at amortised cost is calculated using the effective interest method and recognised on an accrual basis.

Rental income

Rental income is recognised on an accrual basis in accordance with the terms and conditions specified in the contracts.

Dividend income

Dividends are recognised when the right to receive the dividends is established.

4.2 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and at bank and financial institutions, and all highly liquid investments with an original maturity of three months or less and not subject to withdrawal restrictions.

4.3 Inventories

Finished goods and work in process are valued at the lower of cost (under the weighted average method) and net realisable value. The cost of inventories is measured using the standard cost method, which approximates actual cost, and includes costs of raw material, labour, and attributable factory overheads.

The net realisable value of inventory is estimated from the estimated selling price in the ordinary course of business, less the costs to complete the sale.

Raw materials, supplies, spare parts and factory consumables are valued at the lower of average cost and net realisable value and are charged to production costs whenever consumed.

Allowance for deteriorated inventories will be set up for deteriorated inventories.

4.4 Non-current assets held for sale

The Group classifies non-current assets as held for sale if their carrying amounts will be recovered principally through a sale transaction rather than through continuing use. Non-current assets classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the disposal of an asset, excluding finance costs and income tax expense.

The criteria for held for sale classification is regarded as met only when the sale is highly probable, and the asset or disposal group is available for immediate sale in its present condition. Actions required to complete the sale should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the plan to sell the asset and the sale expected to be completed within one year from the date of the classification.

Assets classified as held for sale are presented separately as current items in the statement of financial position.

4.5 Investments in subsidiaries, associates and joint ventures

Investments in associates and joint ventures are accounted for in the consolidated financial statements using the equity method.

Investments in subsidiaries, associates and joint ventures are accounted for in the separate financial statements using the cost method.

4.6 Investment properties

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and allowance for loss on impairment (if any).

Depreciation of investment properties is calculated by reference to their costs on the straight-line basis over estimated useful lives of 20 years. Depreciation of the investment properties is included in determining income.

On disposal of investment properties, the difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period when the asset is derecognised.

4.7 Property, plant and equipment and depreciation

Land is stated at cost less allowance for loss on impairment of assets (if any). Buildings and equipment are stated at cost less accumulated depreciation and allowance for loss on impairment of assets (if any).

Depreciation of plant and equipment is calculated by reference to their costs over the following estimated useful lives as follows:

	The Company		The Subsidiaries
	Since 2004	Before 2004	
	<u>Method</u>	<u>Method</u>	<u>Method</u>
<u>Building acquired</u>			
<u>before 2001</u>			
Building	Straight-line 20 years	Declining 20 years	Straight-line 20 years
<u>Building and equipment</u>			
<u>acquired since 2001</u>			
Building	Straight-line 10, 20 years	Straight-line 20 years	Straight-line 20, 33, 50 years
Machinery	Straight-line 5, 10, 15 years	Straight-line 5 years	Straight-line 7, 10 years
Tools and equipment	Straight-line 3, 5, 8, 10, 15 years	Straight-line 5 years	Straight-line 2, 5, 7 years
Furniture and fixtures	Straight-line 5 years	Straight-line 5 years	Straight-line 5, 7 years
Motor vehicles	Straight-line 5 years	Straight-line 5 years	Straight-line 5 years

Depreciation is included in determining income.

No depreciation is provided on land and assets under installation and construction.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on disposal of an asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss when the asset is derecognised.

4.8 Intangible assets

Intangible assets are measured at cost on the date of acquisition. Following the initial recognition, intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses (if any).

Intangible assets with finite lives are amortised on a systematic basis over the useful life and tested for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method of such intangible assets are reviewed at least at each financial year end. The amortisation expense is charged to profit or loss.

A summary of the intangible assets with finite useful lives is as follows:

	<u>Useful lives</u>
Computer software	3 - 10 years

The amortisation is included in determining income.

4.9 Goodwill

Goodwill is initially recorded at cost, which equals to the excess of cost of business combination over the fair value of the net assets acquired. If the fair value of the net assets acquired exceeds the cost of business combination, the excess is immediately recognised as gain in profit or loss.

Goodwill is carried at cost less any accumulated impairment losses. Goodwill is tested for impairment annually and when circumstances indicate that the carrying value may be impaired.

For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of the Company's cash generating units (or group of cash-generating units) that are expected to benefit from the synergies of the combination. The Group estimates the recoverable amount of each cash-generating unit (or group of cash-generating units) to which the goodwill relates. Where the recoverable amount of the cash-generating unit is less than the carrying amount, an impairment loss is recognised in profit or loss. Impairment losses relating to goodwill cannot be reversed in future periods.

4.10 Related party transactions

Related parties comprise individuals and enterprises that control, or are controlled by, the Company, whether directly or indirectly, or which are under common control with the Company.

They also include associates and individual or enterprises which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors and officers with authority in the planning and direction of the Company's operations.

4.11 Leases

At inception of contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The Group as a lessee

The Group applied a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. At the commencement date of the lease (i.e. the date the underlying asset is available for use), the Group recognises right-of-use assets representing the right to use underlying assets and lease liabilities based on lease payments.

Right-of-use assets

Right-of-use assets are measured at cost, less accumulated depreciation, any accumulated impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities initially recognised, initial direct costs incurred, and lease payments made at or before the commencement date of the lease, and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located less any lease incentives received.

Depreciation of right-of-use assets are calculated by reference to their costs, on the straight-line basis over the shorter of their estimated useful lives and the lease term.

Land	20 years
Warehouse	2 - 3 years
Furniture, fixtures and office equipment	3 - 4 years
Motor vehicles	5 years

In case that ownership of the leased asset will be transferred to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation of right-of-use assets is calculated using the estimated useful life of the asset.

Lease liabilities

Lease liabilities are measured at the present value of the lease payments to be made over the lease term. The lease payments include fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be payable under residual value guarantees. Moreover, the lease payments include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising an option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses in the period in which the event or condition that triggers the payment occurs.

The Group discounted the present value of the lease payments by the interest rate implicit in the lease or the Group's incremental borrowing rate. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a change in the lease term, a change in the lease payments or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

A lease that has a lease term less than or equal to 12 months from commencement date or a lease of low-value assets is recognised as expenses on a straight-line basis over the lease term.

The Group as a lessor

A lease that transfers substantially all the risks and rewards incidental to ownership of an underlying asset to a lessee is classified as finance leases. As at the commencement date, an asset held under a finance lease is recognised as a receivable at an amount equal to the net investment in the lease or the present value of the lease payments receivable and any unguaranteed residual value. Subsequently, finance income is recognised over the lease term to reflect a constant periodic rate of return on the net investment in the lease.

A lease is classified as an operating lease if it does not transfer substantially all the risks and rewards incidental to ownership of an underlying asset to a lessee. Lease receivables from operating leases is recognised as income in profit or loss on a straight-line basis over the lease term. Initial direct costs incurred in obtaining an operating lease are added to the carrying amount of the underlying assets and recognised as an expense over the lease term on the same basis as the lease income.

4.12 Foreign currencies

The consolidated and separate financial statements are presented in Baht, which is also the Group's functional currency. Items of each entity included in the consolidated financial statements are measured using the functional currency of that entity.

Transactions in foreign currencies are translated into Baht at the exchange rate ruling on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Baht at the exchange rate ruling at the end of reporting period.

Gains and losses on exchange are included in determining income.

4.13 Impairment of non-financial assets

At the end of each reporting period, the Group performs impairment reviews in respect of the property, plant and equipment, right-of-use assets, investment properties and other intangible assets whenever events or changes in circumstances indicate that an asset may be impaired. The Group also carries out annual impairment reviews in respect of goodwill. An impairment loss is recognised when the recoverable amount of an asset, which is the higher of the asset's fair value less costs to sell and its value in use, is less than the carrying amount. In determining value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs to sell, an appropriate valuation model is used. These calculations are corroborated by a valuation model that, based on information available, reflects the amount that the Group could obtain from the disposal of the asset in an arm's length transaction between knowledgeable, willing parties, after deducting the costs of disposal.

An impairment loss is recognised in profit or loss.

In the assessment of asset impairment except for goodwill, if there is any indication that previously recognised impairment losses may no longer exist or may have decreased, the Group estimates the asset's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The increased carrying amount of the asset attributable to a reversal of an impairment loss shall not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in profit or loss unless the asset is carried at a revalued amount, in which case the reversal, which exceeds the carrying amount that would have been determined, is treated as a revaluation increase.

4.14 Employee benefits

Short-term employee benefits

Salaries, wages, bonuses and contributions to the social security fund are recognised as expenses when incurred.

Post-employment benefits and other long-term employee benefits

Defined contribution plans

The Group and their employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Group. The fund's assets are held in a separate trust fund and the Group's contributions are recognised as expenses when incurred.

Defined benefit plans and other long-term employee benefits

The Group has obligations in respect of the severance payments they must make to employees upon retirement under labor law and other employee benefit plans. The Group treats these severance payment obligations as a defined benefit plan. In addition, the Group provides other long-term employee benefit plan, namely long service awards.

The obligation under the defined benefit plan and other long-term employee benefit plans is determined by a professionally qualified independent actuary based on actuarial techniques, using the Projected Unit Credit Method.

Actuarial gains and losses arising from defined benefit plans are recognised immediately in other comprehensive income.

Actuarial gains and losses arising from other long-term benefits are recognised immediately in profit and loss.

Past service costs are recognised in profit or loss on the earlier of the date of the plan amendment or curtailment and the date that the Group recognises restructuring-related costs.

4.15 Provisions

Provisions are recognised when the Group has a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

4.16 Income tax

Income tax expense represents the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Group recognises deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilised.

At each reporting date, the Group reviews and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

The Group records deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

4.17 Financial instruments

The Group initially measures financial assets at its fair value plus, in the case of financial assets that are not measured at fair value through profit or loss, transaction costs. However, trade receivables, that do not contain a significant financing component, are measured at the transaction price as disclosed in the accounting policy relating to revenue recognition.

Classification and measurement of financial assets

Financial assets are classified, at initial recognition, as to be subsequently measured at amortised cost, fair value through other comprehensive income (FVOCI), or fair value through profit or loss (FVTPL). The classification of financial assets at initial recognition is driven by the Group's business model for managing the financial assets and the contractual cash flows characteristics of the financial assets.

Financial assets at amortised cost

The Group measures financial assets at amortised cost if the financial asset is held in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at amortised cost are subsequently measured using the effective interest rate (EIR) method and are subject to impairment. Gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

Financial assets at FVOCI (debt instruments)

The Group measures financial assets at FVOCI if the financial asset is held to collect contractual cash flows and to sell the financial asset and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income, foreign exchange revaluation and impairment losses or reversals are recognised in profit or loss and computed in the same manner as for financial assets measured at amortised cost. The remaining fair value changes are recognised in other comprehensive income. Upon derecognition, the cumulative fair value change recognised in other comprehensive income is recycled to profit or loss.

Financial assets designated at FVOCI (equity instruments)

Upon initial recognition, the Group can elect to irrevocably classify its equity investments which are not held for trading as equity instruments designated at FVOCI. The classification is determined on an instrument-by-instrument basis.

Gains and losses recognised in other comprehensive income on these financial assets are never recycled to profit or loss.

Dividends are recognised as other income in profit or loss, except when the dividends clearly represent a recovery of part of the cost of the financial asset, in which case, the gains are recognised in other comprehensive income.

Equity instruments designated at FVOCI are not subject to impairment assessment.

Financial assets at FVTPL

Financial assets measured at FVTPL are carried in the statement of financial position at fair value with net changes in fair value including interest income recognised in profit or loss.

These financial assets include derivatives, security investments held for trading, equity investments which the Group has not irrevocably elected to classify at FVOCI and financial assets with cash flows that are not solely payments of principal and interest.

Dividends on listed equity investments are recognised as other income in profit or loss.

Classification and measurement of financial liabilities

Except for derivative liabilities, at initial recognition the Group's financial liabilities are recognised at fair value net of transaction costs and classified as liabilities to be subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. In determining amortised cost, the Group takes into account any discounts or premiums on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance costs in profit or loss.

Regular way purchases and sales of financial assets

Regular way purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace are recognised on the settlement date, i.e., the date on which an asset is delivered.

Derecognition of financial instruments

A financial asset is primarily derecognised when the rights to receive cash flows from the asset have expired or have been transferred and either the Group has transferred substantially all the risks and rewards of the asset, or the Group has transferred control of the asset.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in profit or loss.

Impairment of financial assets

The Group recognises an allowance for expected credit losses (ECLs) for all debt instruments not held at FVTPL. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECL). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure (a lifetime ECL).

The Group considers a significant increase in credit risk to have occurred when contractual payments are more than 30 days past due, and considers a financial asset as credit impaired or default when contractual payments are 90 days past due. However, in certain cases, the Group may also consider a financial asset to have a significant increase in credit risk and to be in default using other internal or external information, such as credit rating of issuers.

For trade receivables, the Group applies a simplified approach in calculating ECLs. Therefore, the Group does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date.

ECLs are calculated based on its historical credit loss experience and adjusted for forward-looking factors specific to the debtors and the economic environment.

A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

4.18 Derivatives

The Group uses derivatives, such as forward currency contracts, to hedge its foreign currency risks.

Derivatives are initially recognised at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value. The subsequent changes are recognised in profit or loss unless the derivative is designated and effective as a hedging instrument under cash flow hedge. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Derivatives are presented as non-current assets or non-current liabilities if the remaining maturity of the instrument is more than 12 months and it is not due to be realised or settled within 12 months. Other derivatives are presented as current assets or current liabilities.

4.19 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Group applies a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Group measures fair value using valuation technique that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into three levels based on categorise of input to be used in fair value measurement as follows:

- Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities
- Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly
- Level 3 - Use of unobservable inputs such as estimates of future cash flows

At the end of each reporting period, the Group determines whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

5. Significant accounting judgements and estimates

The preparation of financial statements in conformity with financial reporting standards at times requires management to make subjective judgements and estimates regarding matters that are inherently uncertain. These judgements and estimates affect reported amounts and disclosures and actual results could differ from these estimates. Significant judgements and estimates are as follows:

5.1 Fair value of financial instruments

In determining the fair value of financial instruments recognised in the statement of financial position that are not actively traded and for which quoted market prices are not readily available, the management exercise judgement, using a variety of valuation techniques and models. The input to these models is taken from observable markets, and includes consideration of credit risk, liquidity, correlation and longer-term volatility of financial instruments. Change in assumptions about these factors could affect the fair value recognised in the statement of financial position and disclosures of fair value hierarchy.

5.2 Investment properties, property, plant and equipment/Depreciation

In determining depreciation of investment properties, and plant and equipment, the management is required to make estimates of the useful lives and residual values of the investment properties, and plant and equipment and to review estimate useful lives and residual values when there are any changes.

In addition, the management is required to review investment properties, and property, plant and equipment for impairment on a periodical basis and record impairment losses in the period when it is determined that their recoverable amount is lower than the carrying cost. This requires judgements regarding forecast of future revenues and expenses relating to the assets subject to the review.

5.3 Post-employment benefits under defined benefit plans and other long-term employee benefits

The obligation under the defined benefit plan and other long-term employee benefit plans is determined based on actuarial techniques. Such determination is made based on various assumptions, including discount rate, future salary increase rate, mortality rate and staff turnover rate.

6. Cash and cash equivalents

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash in hand	18,839	26,022	1,893	1,557
Bank deposits	3,094,386	3,341,263	588,026	1,444,967
Certificate of deposit	1,089,101	460,000	1,050,000	460,000
Total	4,202,326	3,827,285	1,639,919	1,906,524

As at 31 December 2023, bank deposits in savings accounts, fixed accounts and certificate of deposit carried interests at the rates between 0.01% and 2.45% per annum (2022: between 0.05% and 1.50% per annum).

7. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	1,666,637	1,458,563	1,780,993	1,623,579
Past due				
Not over 3 months	203,546	126,964	209,309	137,771
Total trade receivables - related parties	1,870,183	1,585,527	1,990,302	1,761,350
<u>Other receivables - related parties</u>				
Accrued income and interest receivable	846	623	8,122	8,407
Total other receivables - related parties	846	623	8,122	8,407
Total trade and other receivables - related parties (Note 8.2)	1,871,029	1,586,150	1,998,424	1,769,757
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	1,651,904	1,438,523	557,589	513,413
Past due				
Not over 3 months	842,554	776,116	161,380	125,209
3 - 6 months	33,540	34,537	265	1,225
6 - 12 months	13,459	5,281	604	81
Over 12 months	2,635	2,608	730	638
Total	2,544,092	2,257,065	720,568	640,566
Less: Allowance for expected credit losses	(3,830)	(3,830)	-	-
Total trade receivables - unrelated parties, net	2,540,262	2,253,235	720,568	640,566
<u>Other receivables - unrelated parties</u>				
Accrued income and interest receivable	121,940	84,430	91,747	55,201
Total other receivables - unrelated parties	121,940	84,430	91,747	55,201
Total trade and other receivables - unrelated parties, net	2,662,202	2,337,665	812,315	695,767
Total trade and other receivables - net	4,533,231	3,923,815	2,810,739	2,465,524

The normal credit term is 30 to 120 days.

Set out below is the movement in the allowance for expected credit losses of trade receivables.

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Beginning balance	3,830	3,075	-	-
Provision for expected credit losses	-	755	-	-
Ending balance	<u>3,830</u>	<u>3,830</u>	<u>-</u>	<u>-</u>

8. Related party transactions

8.1 Transactions incurred during the year

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

(Unit: Thousand Baht)

	Consolidated		Separate		Pricing Policy
	financial statements		financial statements		
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	
Transactions with subsidiary companies (eliminated from the consolidated financial statements)					
Sales	-	-	513,574	578,688	Cost plus margin
Dividend income	-	-	605,159	598,582	At the announced rate
Rental and other income	-	-	45,296	41,788	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	-	-	4,248,719	4,126,771	Approximately market price with reference to purchase volume
Other expenses (included in selling and administrative expenses)	-	-	155,235	164,896	Agreed price

(Unit: Thousand Baht)

	Consolidated		Separate		Pricing Policy
	financial statements		financial statements		
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	
Transactions with associates					
Sales	82,929	57,438	82,917	51,907	Cost plus margin
Dividend income	-	-	78,885	60,927	At the announced rate
Rental and other income	8,187	5,253	8,168	5,231	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	417,687	542,003	80,118	99,451	Approximately market price with reference to purchase volume
Purchase of machinery and equipment	1,799	6,514	1,799	6,514	Agreed price
Sales of machinery and equipment	234	-	-	-	Agreed price
Transactions with joint venture					
Sales	3,624	2,968	-	-	Agreed price which approximate the market price
Service income	3,425	3,473	-	-	Agreed price which approximate the market price
Dividend income	5,850	3,218	-	-	At the announced rate
Purchase of raw material	105	97	-	-	Approximately market price with reference to purchase volume
Transactions with related companies					
Sales	11,551,617	10,505,573	11,512,069	10,468,289	Cost plus margin
Dividend income	19,007	16,197	19,007	16,197	At the announced rate
Rental and other income	1,940	8,783	1,860	6,701	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	466,030	530,368	424,000	487,190	Approximately market price with reference to purchase volume
Commission and other expenses (included in selling and administrative expenses)	61,078	60,758	9,443	10,357	Contract price
Purchase of machinery and equipment	17,134	38,236	16,212	36,596	Agreed price

8.2 Outstanding balance at end of year

As at 31 December 2023 and 2022, the balances of the accounts between the Company and those related companies are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Trade and other receivables - related parties (Note 7)				
Subsidiaries	-	-	135,696	192,179
Associates	35,408	20,763	34,832	20,426
Related companies (related by common shareholders)	1,835,621	1,565,387	1,827,896	1,557,152
Total trade and other receivables - related parties	<u>1,871,029</u>	<u>1,586,150</u>	<u>1,998,424</u>	<u>1,769,757</u>
Trade and other payables - related parties (Note 20)				
Subsidiaries	-	-	462,167	424,368
Associates	79,942	124,633	6,910	9,952
Related companies (related by common shareholders)	32,002	36,796	20,318	26,741
Total trade and other payables - related parties	<u>111,944</u>	<u>161,429</u>	<u>489,395</u>	<u>461,061</u>
Liabilities under lease agreements - related parties				
<i>Related companies</i>				
Liabilities under lease agreements	61,758	66,560	-	-
Less: Current portion	(21,879)	(24,209)	-	-
Liabilities under lease agreements - net of current portion	<u>39,879</u>	<u>42,351</u>	<u>-</u>	<u>-</u>
Other accrued expenses - related parties				
<i>Related companies</i>	21,469	24,192	21,469	24,192
Total other accrued expenses - related parties	<u>21,469</u>	<u>24,192</u>	<u>21,469</u>	<u>24,192</u>

Long-term loans to related party

As at 31 December 2023 and 2022, the balance of current portion of long-term loans to related party and the movement are as follows:

Company's name	(Unit: Thousand Baht)			
	Consolidated and Separate financial statements			
	Balance as at	During the year		Balance as at
	31 December 2022	Increase	Decrease	31 December 2023
<u>Associate</u>				
Thai Instant Products Company Limited	6,928	-	(2,228)	4,700
Total	<u>6,928</u>	<u>-</u>	<u>(2,228)</u>	<u>4,700</u>

8.3 Directors and management's remuneration

During the years ended 31 December 2023 and 2022, the Group had employee benefit expenses payable to its directors and management as below.

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Short-term employee benefits	182	165	82	69
Post-employment benefits and other long-term benefits	4	4	2	-
Total	186	169	84	69

9. Inventories

(Unit: Thousand Baht)

Consolidated financial statements

	Cost		Reduced cost to net realisable value		Inventories-net	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	Finished goods	461,364	583,726	(2,595)	(1,021)	458,769
Work in process	48,567	67,536	-	-	48,567	67,536
Raw materials	1,148,514	1,385,929	-	-	1,148,514	1,385,929
Supplies	231,315	242,544	-	-	231,315	242,544
Goods in transit	170,275	277,555	-	-	170,275	277,555
Spare parts and consumables	146,210	128,950	-	-	146,210	128,950
Total	2,206,245	2,686,240	(2,595)	(1,021)	2,203,650	2,685,219

(Unit: Thousand Baht)

Separate financial statements

	Cost		Reduced cost to net realisable value		Inventories-net	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	Finished goods	241,031	294,294	-	-	241,031
Raw materials	339,662	324,935	-	-	339,662	324,935
Supplies	194,693	204,178	-	-	194,693	204,178
Goods in transit	39,845	24,839	-	-	39,845	24,839
Spare parts and consumables	45,746	38,410	-	-	45,746	38,410
Total	860,977	886,656	-	-	860,977	886,656

10. Other current financial assets

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Debt instruments at amortised cost				
Fixed deposit	2,266,609	2,268,460	640,395	739,889
Corporate bonds, certificate of deposit and notes	5,514,323	3,467,125	2,550,112	890,812
Preferred shares with fixed redemption period	281,002	200,857	-	111,587
Debt instruments at fair value through OCI				
Bank of Thailand bonds	2,857,765	2,893,396	1,162,808	1,501,184
Corporate bonds, certificate of deposit and notes or debt instruments	3,892,457	3,651,746	3,011,059	2,666,359
Equity instruments at fair value through OCI				
Listed equity instruments				
Sahapatana Interholding Public Company Limited	499,401	497,649	499,401	497,649
Saha Pathanapibul Public Company Limited	111,600	117,900	111,600	117,900
Super Energy Corporation Public Company Limited	155,800	-	-	-
Others	1,067,274	1,252,198	811,989	815,079
Non-listed equity instruments				
Kewpie (Thailand) Company Limited	386,247	313,664	386,247	313,664
Others	127,701	91,227	76,314	44,840
Foreign equity instruments	49,898	36,960	48,204	33,572
Mutual funds and unit trusts				
Digital Telecommunications Infrastructure fund	38,048	94,099	34,454	85,131
CPN Retail Growth Leasehold REIT	23,174	85,870	19,683	80,862
Lotus's Retail Growth Freehold and Leasehold Property fund	72,420	71,257	68,514	66,921
Hydrogen Freehold and Leasehold REIT	363,431	380,000	187,031	200,000
Frasers Property Thailand Industrial Freehold and Leasehold REIT	87,147	-	77,966	-
Others	299,294	337,704	269,765	305,586
Financial assets at fair value through profit or loss				
Open-end funds	239,377	280,497	162,104	146,627
Unit in trust	322,361	172,875	322,361	172,875
Subordinated bonds	1,594,014	1,958,089	509,095	862,512
Preferred shares	25,469	107,061	25,469	-
Convertible notes	-	21,492	-	21,492
Total	20,274,812	18,300,126	10,974,571	9,674,941
Classified as:				
Other current financial assets	10,592,769	8,404,900	4,703,781	3,156,972
Other non-current financial assets	9,682,043	9,895,226	6,270,790	6,517,969

Equity instruments designated at FVOCI include listed and non-listed equity investments which the Group considers these investments to be strategic in nature.

During the year 2023, the Group sold its equity interest in some listed equity investments. The fair value on the date of sale was Baht 2,012.5 million (2022: Baht 2,255.0 million) and the Company only of Baht 1,464.0 million (2022: Baht 1,418.7 million) and the accumulated loss recognised in other comprehensive income of Baht 106.4 million (2022: Baht 39.0 million) and the Company only of Baht 95.2 million (2022: Baht 28.7 million) was transferred to retained earnings.

During the year 2023, the Group received dividends in the amount of Baht 77.8 million (2022: Baht 80.6 million) and the Company only of Baht 61.0 million (2022: Baht 58.7 million) from listed equity investments.

As at 31 December 2023, the Group has pledged government bonds with maturity date over 1 year of approximately Baht 58 million (2022: Baht 53 million) and the Company only of Baht 51 million (2022: Baht 47 million) as a guarantee for electricity and steam use of the Group.

During the year 2023, preferred shares held by the Company and subsidiaries of Hua Hin Alpha 71 Company Limited was redeemed, amounting to Baht 100 million and Baht 80 million, respectively. The Company and subsidiaries received dividend of Baht 14.4 million and Baht 11.5 million, respectively, from the preferred shares.

In July 2023, the three subsidiaries purchased totaling of 2,700,000 additional preferred shares of Phraram 9 Alliance Company Limited, with a par value of Baht 100 per share, amounting to Baht 270 million. The Group classify the investment as an investment in debt instruments at amortised cost.

11. Long-term loan to unrelated party

On 23 December 2022, a subsidiary company entered into a loan agreement for specific purpose with an unrelated party (“borrower”) amounting to Baht 1,000 million. Such agreement carries an interest at 7 percent per annum which is payable on a quarterly basis. The loan is due for repayment within 18 months from the utilisation date, and the borrower has right to extend the final repayment date for 8 months, the date falling 26 months from the utilisation date. The loan was secured by mortgages of the subsidiary company’s land and construction thereon of the borrower and mortgages of the subsidiary company’s common share of the borrower. The loan agreement contains several conditions which, among other things, require the borrower to maintain interest reserve account at the amount prescribed in the agreement.

On 15 July 2023, the Company entered into a long-term loan agreement with an unrelated party amounting to Baht 4 million. Such agreement carries an interest at 5 percent per annum, which is payable on a monthly basis. The loan is due for final repayment in August 2025.

12. Account receivable under repurchase agreement

In June 2021, the Company and its three related companies (“buyer”) entered into an asset repurchase agreement with a company (“seller”) amounting to Baht 2,000 million with the Company’s portion being Baht 500 million. Such agreement carries an interest at 12 percent per annum which is payable on an annual basis. The seller can redeem the assets within 3 years from the date the asset repurchase is registered with the Land Registry and with other conditions as specified in the agreement. In case of default on payment of interest, the seller shall deliver the assets to the buyer according to the conditions as specified in the agreement. The buyer and the seller registered the asset repurchase with the Land Registry in June 2021.

13. Assets held for sale

On 15 November 2023, a meeting of the Board of Directors of the Company approved to sell ordinary shares of Anbao Environmental Science & Technology Company Limited which is an associate of the Company. The sale of such associated company is expected to be completed within a year from the reporting date. At 31 December 2023, Anbao Environmental Science & Technology Company Limited was classified as an asset held for sale and no longer presented in Note 15 regarding investment in associate. Share of profit from investment in associate of Baht 2.3 million and dividend income of Baht 77.8 million are included in consolidated and separate statement of comprehensive income for the year ended 31 December 2023, respectively.

The cumulative loss from exchange differences on translation of financial statements in foreign currency directly recognised in other comprehensive income relating to the assets classified as held for sale as at 31 December 2023 was amounting to Baht 5.4 million.

14. Investments in subsidiaries

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

Company's name (Nature of business)	Paid up capital		Shareholding percentage		Cost		(Unit: Thousand Baht) Dividend received during the year	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
			(Percent)	(Percent)				
Thai Sun Foods Company Limited (Manufacture and distribution of fruit juice and distribution of biscuit products)	Baht 50 million	Baht 50 million	52.08	52.08	26,038	26,038	781	781
Thai Anbao Paper Products Company Limited (Manufacture and distribution of paper packaging)	Baht 20 million	Baht 20 million	51.00	51.00	10,200	10,200	10,200	15,300
Dai-Ichi Packaging Company Limited (Manufacture and distribution of packaging printing products and provide packaging service for consumable products)	Baht 150 million	Baht 150 million	50.10	50.10	75,721	75,721	48,847	54,484
Kallol Thai President Foods (BD) Limited (Manufacture and distribution of instant noodles)	Taka 630 million	Taka 630 million	55.00	55.00	142,150	142,150	-	-
President Flour Mills Company Limited (Manufacture and distribution of wheat flour-related products)	Baht 600 million	Baht 600 million	60.00	60.00	360,000	360,000	45,900	35,100
Thai President Foods (Hungary) Company Limited (Manufacture and distribution of instant noodles)	Forint 2,350 million	Forint 2,350 million	65.00	65.00	209,185	209,185	-	13,953
President Kourakuen Company Limited (Restaurant and drink)	Baht 25 million	Baht 25 million	70.00	70.00	17,500	17,500	1,750	-
President Bakery Public Company Limited (Manufacture and distribution of bakery products)	Baht 450 million	Baht 450 million	51.99	51.99	1,925,529	1,925,529	467,923	449,206
President D Venture Company Limited (Investing and/or lending in real estate business)	Baht 1,105 million	Baht 1,105 million	70.00	70.00	773,500	773,500	27,073	27,073
Ayeyarwaddy Success Venture Foods Co., Ltd (Manufacture and distribution of instant noodles)	USD 10 million	USD 10 million	51.00	51.00	211,721	211,721	-	-
President Interfood Company Limited (Agent)	Baht 3 million	Baht 3 million	59.67	59.67	9,622	9,622	2,685	2,685
					<u>3,761,166</u>	<u>3,761,166</u>	<u>605,159</u>	<u>598,582</u>
Less: Allowance for loss on impairment of investments					<u>(125,146)</u>	<u>(117,146)</u>		
Total					<u>3,636,020</u>	<u>3,644,020</u>		

In April 2022, Ayeyarwaddy Success Ventures Foods Co., Ltd. called the second additional share capital amounting to USD 3.0 million and the Company paid the share subscription of USD 1.5 million (equivalent to Baht 53.0 million) in May 2022 to maintain the same shareholding proportion and included in “Advance payment for investments in related party” in the statement of financial position as at 31 December 2023.

On 18 September 2023, the meeting of the Board of Directors of a subsidiary passed a resolution approving the establishment of a new subsidiary company in Thailand, namely PB Flour Mill Co., Ltd. This new subsidiary is primarily engaged in the production and distribution of wheat flour with a registered share capital of Baht 500 million (5,000,000 ordinary shares at par value Baht 100 per share). The subsidiary holds a 99.99 percent interest. This company called up 25 percent of its share capital and the subsidiary paid the share subscription of Baht 125 million in October 2023. This company registered as a limited company with the Ministry of Commerce on 8 November 2023.

14.2 Details of investments in subsidiaries that have material non-controlling interests

(Unit: Million Baht)

Company's name	Proportion of equity interest held by non-controlling interests		Accumulated balance of non-controlling interests		Profit allocated to non-controlling interests during the year		Dividend paid to non-controlling interests during the year	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
	(Percent)	(Percent)						
President Bakery Public Company Limited	48.01	48.01	5,938	5,567	820	820	432	415
Dai-Ichi Packaging Company Limited	49.90	49.90	2,412	2,149	227	154	49	54

14.3 Summarised financial information that based on amounts before inter-company elimination about subsidiaries that have material non-controlling
Summarised information about financial position

(Unit: Million Baht)

	President Bakery Public		Dai-Ichi Packaging	
	Company Limited		Company Limited	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Current assets	7,202	6,597	3,128	1,699
Non-current assets	5,715	5,604	2,231	3,184
Current liabilities	1,061	1,144	497	393
Non-current liabilities	113	123	135	126

Summarised information about comprehensive income

(Unit: Million Baht)

For the years ended 31 December

	President Bakery Public		Dai-Ichi Packaging	
	Company Limited		Company Limited	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Revenue	7,710	7,627	2,812	2,644
Profit	1,708	1,707	479	325
Other comprehensive income	-	(49)	(19)	(8)
Total comprehensive income	1,708	1,658	460	317

Summarised information about cash flows

(Unit: Million Baht)

For the years ended 31 December

	President Bakery Public		Dai-Ichi Packaging	
	Company Limited		Company Limited	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash flows from operating activities	1,864	1,972	587	160
Cash flows from (used in) investing activities	(1,029)	(837)	3	(43)
Cash flows used in financing activities	(915)	(876)	(104)	(114)
Net increase (decrease) in cash and cash equivalents	<u>(80)</u>	<u>259</u>	<u>486</u>	<u>3</u>

15. Investments in associates

15.1 Details of investments in associates are as follows:

(Unit: Thousand Baht)

Company's name (Nature of business)	Country of incorporation	Paid up capital	Shareholding percentage		Consolidated financial statements				Separate financial statements					
			2023	2022	Carrying amount based on cost method		Carrying amount based on equity method		Share of profit (loss) from investments in associates during the years		Cost		Dividend received during the year	
					2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
			(Percent)	(Percent)										
Kerry Flour Mills Company Limited (Manufacture of wheat flour)	Thailand	Baht 200 million	39.00	39.00	92,630	92,630	1,910,685	1,813,620	97,065	149,707	92,630	92,630	-	50,700
Anbao Environmental Science & Technology Company Limited (Manufacture of paper products)	China	RMB 50 million	35.00	35.00	-	87,324	-	212,649	-	(132)	-	87,324	-	9,177
Thai-Myanmar Success Venture Company Limited (Investment holding)	Thailand	Baht 100 million	35.00	35.00	35,040	35,040	37,407	36,846	561	390	35,040	35,040	-	-
Sanko Machinery (Thailand) Company Limited (Assembly of automatic packaging machines)	Thailand	Baht 15 million	35.00	35.00	5,587	5,587	87,833	85,628	3,255	4,487	5,587	5,587	1,050	1,050
President Foods (Cambodia) Company Limited (Manufacture of instant noodles)	Cambodia	USD 1.5 million	30.00	30.00	19,692	19,692	91,514	82,567	8,947	(1,517)	19,692	19,692	-	-

(Unit: Thousand Baht)

Company's name (Nature of business)	Country of incorporation	Paid up capital	Shareholding percentage		Consolidated financial statements				Separate financial statements					
			2023 (Percent)	2022 (Percent)	Carrying amount based on cost method		Carrying amount based on equity method		Share of profit (loss) from investments in associates during the years		Cost		Dividend received during the year	
					2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Thai Instant Products Company Limited (Manufacturing and sales of products from tapioca, corn and other agriculture crops)	Thailand	Baht 240 million	25.00	25.00	21,500	21,500	2,929	4,109	(1,180)	(993)	21,500	21,500	-	-
Ideo Mobi Rangnam Company Limited (Real estate development and lending)	Thailand	Baht 795.99 million	49.00	49.00	390,035	390,035	460,347	446,239	14,108	8,723	-	-	-	-
KingBridge Tower Company Limited (formerly known as Saha Capital Tower Company Limited (Property rental and development business))	Thailand	Baht 4,250 million	25.00	25.00	1,062,500	687,500	1,051,409	681,851	(5,442)	(3,275)	637,500	412,500	-	-
					<u>1,626,984</u>	<u>1,339,308</u>	<u>3,642,124</u>	<u>3,363,509</u>	<u>117,314</u>	<u>157,390</u>	<u>811,949</u>	<u>674,273</u>	<u>1,050</u>	<u>60,927</u>
Less: Allowance for loss on impairment of investments							-	-			(21,500)	(21,099)		
Translation adjustments							(5,255)	(7,753)			-	-		
Total investments in associates - net							<u>3,636,869</u>	<u>3,355,756</u>			<u>790,449</u>	<u>653,174</u>		

Share of loss from investments in 4 associates (2022: 4 associates) accounted for under the equity method for the year ended 31 December 2023, totaling approximately Baht 4.6 million or 0.09% of consolidated net profit for the year (2022: Share of profit Baht 5.9 million or 0.2%) was calculated from financial statements which had not been audited by the auditors of these associates.

In February 2023, KingBridge Tower Co., Ltd. called up 25 percent of its additional share capital according to the shareholding, the Company and a subsidiary paid the share subscription of Baht 112.5 million and Baht 75.0 million, respectively. In August 2023, such company called up 25 percent of its additional share capital, the Company and a subsidiary paid the share subscription of Baht 112.5 million and Baht 75.0 million, respectively.

15.2 Summarised financial information about material associates

Summarised information about financial position

	(Unit: Million Baht)	
	Kerry Flour Mills Company Limited	
	<u>2023</u>	<u>2022</u>
Current assets	2,112	2,849
Non-current assets	2,944	2,447
Current liabilities	107	599
Non-current liabilities	31	27
Net assets	4,918	4,670
Shareholding percentage (%)	39	39
Share of net assets	1,918	1,821
Adjustment transactions in consolidated financial statements	(7)	(7)
Carrying amounts of associates based on equity method	<u>1,911</u>	<u>1,814</u>

Summarised information about comprehensive income

	(Unit: Million Baht)	
	Kerry Flour Mills Company Limited	
	<u>2023</u>	<u>2022</u>
Revenue	3,838	4,071
Profit	249	384
Total comprehensive income	249	384

16. Investment in joint venture

Investment in joint venture represents investment in entity which is jointly controlled by a subsidiary company and other companies. Details of this investment are as follows:

(Unit: Thousand Baht)

		Consolidated financial statements												
Joint venture	Nature of business	Paid up capital (Million Baht)	Shareholding percentage		Carrying amount based on cost method		Carrying amount based on equity method		Share of profit from investment in joint venture during the year		Share of other comprehensive income from investment in joint venture during the year		Dividend received during the year	
			2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
President Green House Foods Co., Ltd.	Operating the Japanese restaurant	15	39	39	5,850	5,850	35,644	34,788	6,706	6,781	-	(121)	5,850	3,218
Total investment in joint venture					<u>5,850</u>	<u>5,850</u>	<u>35,644</u>	<u>34,788</u>	<u>6,706</u>	<u>6,781</u>	<u>-</u>	<u>(121)</u>	<u>5,850</u>	<u>3,218</u>

In May 2008, a subsidiary company, together with a foreign company and a local company, jointly established President Green House Foods Company Limited to operate a Japanese restaurant. A subsidiary company had invested in 585,000 ordinary shares of this company at par value Baht 10 per share, amounting to Baht 5.85 million, or equivalent to 39% interest, and has treated this investment as investment in joint venture.

17. Investment properties

The net book value of investment properties as at 31 December 2023 and 2022 is presented below.

	(Unit: Thousand Baht)				
	Consolidated		Separate		
	financial statements		financial statements		
	Land	Total	Land	Plant	Total
31 December 2023					
Cost	415,368	415,368	436,228	35,300	471,528
<u>Less</u> Accumulated depreciation	-	-	-	(35,300)	(35,300)
<u>Less</u> Allowance for impairment loss	(940)	(940)	(940)	-	(940)
Net book value	<u>414,428</u>	<u>414,428</u>	<u>435,288</u>	<u>-</u>	<u>435,288</u>
31 December 2022					
Cost	411,948	411,948	432,808	35,300	468,108
<u>Less</u> Accumulated depreciation	-	-	-	(35,300)	(35,300)
<u>Less</u> Allowance for impairment loss	(940)	(940)	(940)	-	(940)
Net book value	<u>411,008</u>	<u>411,008</u>	<u>431,868</u>	<u>-</u>	<u>431,868</u>

A reconciliation of the net book value of investment properties for the years 2023 and 2022 is presented below.

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Net book value at beginning of year	411,008	406,404	431,868	427,264
Transfers	3,420	-	3,420	-
Reversal of allowance for impairment loss on investment properties	-	4,604	-	4,604
Net book value at end of year	<u>414,428</u>	<u>411,008</u>	<u>435,288</u>	<u>431,868</u>

Based on the latest valuation performed by an independent valuer, using the market approach, the fair value of an investment properties in respect of land amounted to approximately Baht 450 million (the Company only: 550 million). The Company believed that the fair value as at the end of reporting period did not materially differ from the latest valuation. The fair value of an investment property regarding plant held for rent did not materially differ from the book value.

18. Property, plant and equipment

(Unit: Thousand Baht)

Consolidated financial statements									
	Land				Tool and plant and office equipment	Motor vehicles	Assets under installation and under construction	Total	
	Land	improvement	Buildings	Machinery					
Cost:									
1 January 2022	1,606,353	22,690	5,159,176	11,583,797	3,889,807	1,299,820	633,466	24,195,109	
Additions	29,000	-	2,859	8,599	87,207	7,016	782,912	917,593	
Transfer in (out)	-	-	85,917	207,671	246,742	87,030	(627,360)	-	
Transfer	-	-	-	1,309	-	13,243	-	14,552	
Disposals and write-off	-	-	-	(54,923)	(82,579)	(44,600)	-	(182,102)	
Translation adjustment	(6,081)	-	(11,525)	(18,287)	(3,071)	(392)	(34,652)	(74,008)	
31 December 2022	1,629,272	22,690	5,236,427	11,728,166	4,138,106	1,362,117	754,366	24,871,144	
Additions	127,038	-	4,738	15,173	113,058	24,662	767,333	1,052,002	
Transfer in (out)	-	-	358,424	344,952	291,359	154,513	(1,149,248)	-	
Transfer	(3,420)	-	-	-	-	31,179	-	27,759	
Disposals and write-off	-	-	-	(59,393)	(58,746)	(39,642)	(1,072)	(158,853)	
Translation adjustment	(281)	-	3,830	5,500	(164)	40	(3,356)	5,569	
31 December 2023	1,752,609	22,690	5,603,419	12,034,398	4,483,613	1,532,869	368,023	25,797,621	
Accumulated depreciation:									
1 January 2022	-	10,316	2,600,432	8,595,339	3,155,873	1,238,229	-	15,600,189	
Depreciation for the year	-	618	221,954	577,813	290,554	27,668	-	1,118,607	
Accumulated depreciation on disposals and write-off	-	-	-	(54,662)	(80,198)	(44,600)	-	(179,460)	
Transfer	-	-	-	675	-	13,124	-	13,799	
Translation adjustment	-	-	(2,245)	(12,458)	(2,187)	(392)	-	(17,282)	
31 December 2022	-	10,934	2,820,141	9,106,707	3,364,042	1,234,029	-	16,535,853	
Depreciation for the year	-	618	227,747	523,703	315,435	51,654	-	1,119,157	
Accumulated depreciation on disposals and write-off	-	-	-	(59,389)	(57,830)	(39,632)	-	(156,851)	
Transfer	-	-	-	-	-	28,762	-	28,762	
Translation adjustment	-	-	221	3,825	(130)	40	-	3,956	
31 December 2023	-	11,552	3,048,109	9,574,846	3,621,517	1,274,853	-	17,530,877	
Allowance for impairment loss:									
1 January 2022	-	-	-	-	-	-	-	-	
Increase during the year	118	-	-	-	-	-	-	118	
31 December 2022	118	-	-	-	-	-	-	118	
31 December 2023	118	-	-	-	-	-	-	118	
Net book value:									
31 December 2022	1,629,154	11,756	2,416,286	2,621,459	774,064	128,088	754,366	8,335,173	
31 December 2023	1,752,491	11,138	2,555,310	2,459,552	862,096	258,016	368,023	8,266,626	
Depreciation for the year									
2022 (Baht 993 million included in manufacturing cost, and the balance in administrative expenses)									1,118,607
2023 (Baht 10,448 million included in manufacturing cost, and the balance in administrative expenses)									1,119,157

(Unit: Thousand Baht)

Separate financial statements

	Land		Buildings	Machinery	Tool and	Assets under	Total	
	Land	improvement			office	Motor		installation
	Land	improvement	Buildings	Machinery	equipment	vehicles	and under construction	
Cost:								
1 January 2022	217,616	4,224	1,857,449	4,451,295	2,447,782	72,559	282,880	9,333,805
Additions	-	-	1,324	8,599	29,489	5,990	384,473	429,875
Disposals	-	-	-	(44,235)	(62,795)	(12,687)	-	(119,717)
Transfer in (out)	-	-	69,917	158,574	201,149	-	(429,640)	-
31 December 2022	217,616	4,224	1,928,690	4,574,233	2,615,625	65,862	237,713	9,643,963
Additions	-	-	-	4,223	28,361	13,898	262,703	309,185
Disposals and write-off	-	-	-	(42,253)	(24,437)	(10,821)	-	(77,511)
Transfer in (out)	-	-	12,462	124,813	137,213	39	(274,527)	-
Transfer	(3,420)	-	-	-	-	-	-	(3,420)
31 December 2023	214,196	4,224	1,941,152	4,661,016	2,756,762	68,978	225,889	9,872,217
Accumulated depreciation:								
1 January 2022	-	4,224	1,195,474	3,222,383	1,900,322	59,908	-	6,382,311
Depreciation for the year	-	-	68,826	246,459	183,008	4,080	-	502,373
Depreciation on disposals and write-off	-	-	-	(43,975)	(60,675)	(12,686)	-	(117,336)
31 December 2022	-	4,224	1,264,300	3,424,867	2,022,655	51,302	-	6,767,348
Depreciation for the year	-	-	66,656	223,319	201,435	5,891	-	497,301
Depreciation on disposals and write-off	-	-	-	(42,250)	(24,424)	(10,821)	-	(77,495)
31 December 2023	-	4,224	1,330,956	3,605,936	2,199,666	46,372	-	7,187,154
Allowance for impairment loss:								
1 January 2022	-	-	-	-	-	-	-	-
Increase during the year	118	-	-	-	-	-	-	118
31 December 2022	118	-	-	-	-	-	-	118
31 December 2023	118	-	-	-	-	-	-	118
Net book value:								
31 December 2022	217,498	-	664,390	1,149,366	592,970	14,560	237,713	2,876,497
31 December 2023	214,078	-	610,196	1,055,080	557,096	22,606	225,889	2,684,945
Depreciation for the year								
2022 (Baht 463 million included in manufacturing cost, and the balance in administrative expenses)								502,373
2023 (Baht 455 million included in manufacturing cost, and the balance in administrative expenses)								497,301

As at 31 December 2023 and 2022, certain machinery and equipment of the Group have been fully depreciated but are still in use. The gross carrying amount before deducting accumulated depreciation of those assets amounted to Baht 11,235 million and Baht 10,616 million, respectively (the Company only: Baht 4,946 million and Baht 4,574 million, respectively).

19. Intangible assets

Details of intangible assets which are computer software are as follows:

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Cost:		
1 January 2022	125,045	61,380
Additions	2,725	60
Translation adjustment	(2)	-
31 December 2022	127,768	61,440
Additions	3,872	1,884
Disposals and write-off	(122)	(122)
31 December 2023	131,518	63,202
Accumulated amortisation:		
1 January 2022	103,461	55,018
Amortisation for the year	5,001	2,106
31 December 2022	108,462	57,124
Amortisation on disposals	(122)	(122)
Amortisation for the year	5,887	1,381
31 December 2023	114,227	58,383
Net book value:		
31 December 2022	19,306	4,316
31 December 2023	17,291	4,819

A reconciliation of the net book value of intangible asset is presented below.

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Net book value at the beginning of the year	19,306	21,584	4,316	6,362
Additions	3,872	2,725	1,884	60
Amortisation for the year	(5,887)	(5,001)	(1,381)	(2,106)
Translation adjustments	-	(2)	-	-
Net book value at the end of the year	<u>17,291</u>	<u>19,306</u>	<u>4,819</u>	<u>4,316</u>

20. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Trade payables - related parties	102,805	145,673	465,600	427,237
Other payables - related parties	9,139	15,756	23,795	33,824
Total trade and other payables - related parties (Note 8.2)	<u>111,944</u>	<u>161,429</u>	<u>489,395</u>	<u>461,061</u>
Trade payables - unrelated parties	1,792,441	1,711,636	678,297	668,224
Other payables - unrelated parties	371,797	366,840	165,488	140,160
Total trade and other payables - unrelated parties	<u>2,164,238</u>	<u>2,078,476</u>	<u>843,785</u>	<u>808,384</u>
Total trade and other payables	<u>2,276,182</u>	<u>2,239,905</u>	<u>1,333,180</u>	<u>1,269,445</u>

21. Leases

The Group as a lessee

The Group has lease contracts for various items of property, plant, and equipment used in its operations. Leases generally have lease terms between 1 - 6 years.

Lease contracts have restriction that the underlying asset must not be subleased or used by others and several lease contracts specify the option to extend or end the lease terms.

21.1 Right-of-use assets

Movement of right-of-use assets for the year ended 31 December 2023 are summarised below:

(Unit: Thousand Baht)

	Consolidated financial statements			
	Furniture, fixtures and office			Total
	Warehouse	equipment	Motor vehicles	
Net book value as at 1 January 2022	12,204	3,503	68,328	84,035
Additions	33,604	3,934	32,769	70,307
Transfer	-	-	(119)	(119)
Disposals	(432)	-	(1,105)	(1,537)
Depreciation for the year	(14,633)	(2,847)	(26,539)	(44,019)
Net book value as at 31 December 2022	30,743	4,590	73,334	108,667
Additions	14,198	9,471	22,467	46,136
Transfer	-	-	(2,417)	(2,417)
Disposals	-	(454)	-	(454)
Depreciation for the year	(18,534)	(4,137)	(29,100)	(51,771)
Net book value as at 31 December 2023	26,407	9,470	64,284	100,161

(Unit: Thousand Baht)

	Separate financial statements			
	Furniture, fixtures and office			Total
	Warehouse	equipment	Motor vehicles	
Net book value as at 1 January 2022	-	-	11,075	11,075
Depreciation for the year	-	-	(3,821)	(3,821)
Net book value as at 31 December 2022	-	-	7,254	7,254
Additions	-	-	1,693	1,693
Depreciation for the year	-	-	(4,105)	(4,105)
Net book value as at 31 December 2023	-	-	4,842	4,842

21.2 Lease liabilities

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Lease payments	107,393	114,969	5,008	7,647
Less: Deferred interest expenses	(4,688)	(5,088)	(186)	(260)
Total	102,705	109,881	4,822	7,387
Less: Portion due within one year	(46,772)	(45,783)	(3,740)	(3,968)
Lease liabilities - net of current portion	<u>55,933</u>	<u>64,098</u>	<u>1,082</u>	<u>3,419</u>

Movements of the lease liability account during the years ended 31 December 2023 and 2022 are summarised below:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Balance at beginning of year	109,881	84,424	7,387	11,214
Additions	47,672	72,645	1,693	-
Accretion of interest	4,080	3,238	258	344
Repayments	(58,928)	(50,426)	(4,516)	(4,171)
Balance at end of year	<u>102,705</u>	<u>109,881</u>	<u>4,822</u>	<u>7,387</u>

A maturity analysis of lease payments is disclosed in Note 36 under the liquidity risk.

21.3 Expenses relating to leases that are recognised in profit or loss

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Depreciation expense of right-of-use assets	51,771	44,019	4,105	3,821
Expense relating to short-term leases	6,232	6,489	2,385	2,973
Expense relating to leases of low-value assets	973	904	582	463
Expense relating to variable lease payments that do not depend on an index or a rate	13,173	13,544	-	-

The Group has lease contracts for office building space that contains variable payments based on sales. The lease term is 1 year.

21.4 Others

The Group had total cash outflows for leases for the year ended 31 December 2023 of Baht 75.2 million (2022: Baht 65.0 million) (the Company only: Baht 7.2 million, 2022: Baht 7.3 million), including the cash outflow related to short-term lease, leases of low-value assets and variable lease payments that do not depend on an index or a rate.

22. Provision for long-term employee benefits

Provision for long-term employee benefits was as follows:

(Unit: Thousand Baht)

	Consolidated financial statements					
	2023			2022		
	Post employment employee benefits	Other long-term employee benefits	Total	Post employment employee benefits	Other long-term employee benefits	Total
Provision for long-term employee benefits at beginning of year	881,577	80,064	961,641	905,706	76,814	982,520
Included in profit or loss:						
Current service cost	56,627	8,050	64,677	58,005	5,191	63,196
Interest cost	26,327	1,819	28,146	15,396	1,031	16,427
Actuarial (gain) loss arising from						
Demographic assumptions changes	-	-	-	-	1,490	1,490
Financial assumptions changes	-	-	-	-	(2,860)	(2,860)
Experience adjustments	-	-	-	-	14,916	14,916
Included in other comprehensive income:						
Actuarial (gain) loss arising from						
Demographic assumptions changes	3,166	-	3,166	5,889	-	5,889
Financial assumptions changes	(4,338)	-	(4,338)	(96,857)	-	(96,857)
Experience adjustments	999	-	999	99,462	-	99,462
Benefits paid during the year	(83,489)	(14,174)	(97,663)	(106,024)	(16,518)	(122,542)
Provision for long-term employee benefits at end of year	880,869	75,759	956,628	881,577	80,064	961,641

(Unit: Thousand Baht)

	Separate financial statements					
	2023			2022		
	Post employment employee benefits	Other long-term employee benefits	Total	Post employment employee benefits	Other long-term employee benefits	Total
Provision for long-term employee benefits at beginning of year	570,214	56,812	627,026	599,404	53,920	653,324
Included in profit or loss:						
Current service cost	34,998	3,175	38,173	34,775	3,046	37,821
Interest cost	17,878	1,321	19,199	10,091	715	10,806
Actuarial (gain) loss arising from						
Demographic assumptions changes	-	-	-	-	989	989
Financial assumptions changes	-	-	-	-	(2,483)	(2,483)
Experience adjustments	-	-	-	-	14,000	14,000
Included in other comprehensive income:						
Actuarial (gain) loss arising from						
Demographic assumptions changes	-	-	-	5,664	-	5,664
Financial assumptions changes	-	-	-	(63,862)	-	(63,862)
Experience adjustments	-	-	-	44,686	-	44,686
Benefits paid during the year	(61,691)	(11,260)	(72,951)	(60,544)	(13,375)	(73,919)
Provision for long-term employee benefits at end of year	561,399	50,048	611,447	570,214	56,812	627,026

The Group expects to pay Baht 101 million of long-term employee benefits during the next year (the Company only: Baht 80 million) (2022: Baht 116 million (Separate financial statements: Baht 81 million)).

As at 31 December 2023, the weighted average duration of the liabilities for long-term employee benefit is 4 - 21 years (the Company only: 4 - 11 years) (2022: 4 - 14 years (Separate financial statements: 4 - 11 year)).

Significant actuarial assumptions are summarised below:

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Discount rate	1.77 - 4.44	1.40 - 4.44	2.56 - 3.44	2.56 - 3.44
Salary increase rate	2.60 - 7.00	2.60 - 7.00	3.00 - 6.00	3.00 - 6.00
Turnover rate	0 - 51.57	0 - 51.57	1.43 - 51.57	1.43 - 51.57

The result of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligation as at 31 December 2023 and 2022 are summarised below:

(Unit: Million Baht)

	As at 31 December 2023					
	Consolidated financial statements			Separate financial statements		
	Salary			Salary		
	Discount rate	increase rate	Turnover rate	Discount rate	increase rate	Turnover rate
Increase 0.5%	(6)	3	-	-	-	-
Increase 1%	(58)	67	(1)	(36)	43	-
Increase 10%	-	-	(8)	-	-	-
Increase 20%	-	-	(49)	-	-	(32)
Decrease 0.5%	6	(3)	-	-	-	-
Decrease 1%	66	(60)	1	41	(39)	-
Decrease 10%	-	-	9	-	-	-
Decrease 20%	-	-	57	-	-	38

(Unit: Million Baht)

As at 31 December 2022

	Consolidated financial statements			Separate financial statements		
	Discount rate	Salary increase rate	Turnover rate	Discount rate	Salary increase rate	Turnover rate
Increase 0.5%	(6)	3	-	-	-	-
Increase 1%	(59)	61	(1)	(38)	39	-
Increase 10%	-	-	9	-	-	-
Increase 20%	-	-	(44)	-	-	(28)
Decrease 0.5%	7	(3)	-	-	-	-
Decrease 1%	67	(55)	1	43	(35)	-
Decrease 10%	-	-	12	-	-	-
Decrease 20%	-	-	51	-	-	33

23. Statutory reserve

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside a statutory reserve at least 5 percent of its net income after deducting accumulated deficit brought forward (if any), until the reserve reaches 10 percent of the registered share capital. The statutory reserve is not be available for dividend distribution. At present, the statutory reserve has fully been set aside.

24. Other income

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Gain arising on FVTPL debt/equity instruments	27,386	23,111	26,100	22,875
Gain on sales of FVOCI debt instruments	2,445	917	-	-
Gain on exchange	-	87,672	2,091	21,049
Gain on disposals of property, plant and equipment	10,261	12,072	2,804	4,277
Others	147,040	146,056	92,006	106,622
Total	<u>187,132</u>	<u>269,828</u>	<u>123,001</u>	<u>154,823</u>

25. Finance income

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Interest income on bank deposits	73,861	28,458	60,775	16,170
Interest income on loans	135,638	70,856	63,144	68,911
Interest income on debt instruments measured at amortised cost	95,097	42,492	7,875	8,878
Interest income on debt instruments measured at FVOCI	141,019	108,077	93,389	67,655
Interest received from debt instruments measured at FVTPL	145,544	171,777	45,978	72,250
Total	591,159	421,660	271,161	233,864

26. Finance cost

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Interest expenses on lease liabilities	4,080	3,238	258	344
Interest expenses on borrowings	2,896	725	-	-
Total	6,976	3,963	258	344

27. Expenses by nature

Significant expenses by nature are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Raw materials and consumables used	16,524,515	14,112,672	10,270,014	10,576,247
Changes in finished goods and work in process	(142,905)	153,811	(53,263)	49,328
Salary wages and other employee benefits	4,102,817	3,964,243	1,898,189	1,819,231
Depreciation	1,119,157	1,118,607	501,406	506,194
Export expenses	368,196	274,700	87,502	273,939
Advertising and promotion expenses	206,125	187,346	127,553	119,865
Transportation expenses	139,123	137,368	64,618	62,016
Commission expenses	143,192	107,994	102,422	104,738

28. Income tax

Income tax expenses for the years ended 31 December 2023 and 2022 are made up as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Current income tax:				
Current income tax charge	887,523	629,145	384,928	198,263
Deferred tax:				
Relating to origination and reversal of temporary differences	11,201	(6,324)	19,555	2,136
Income tax expense reported in the statement of comprehensive income	898,724	622,821	404,483	200,399

The amounts of income tax relating to each component of other comprehensive income for the years ended 31 December 2023 and 2022 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Deferred tax on gain from the change in value of financial assets measured at FVOCI	31,203	29,919	13,088	20,853
Deferred tax a relating to actuarial gain (losses)	112	2,621	146	(1,809)
Total	31,315	32,540	13,234	19,044

Reconciliation between accounting profit and income tax expenses is shown below:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Accounting profit before tax	5,915,166	4,583,667	3,316,703	2,125,896
Applicable tax rate	9%, 20%, 32.50%	9%, 20%, 32.50%	20%	20%
Accounting profit before tax multiplied by applicable tax rate	1,309,477	1,030,482	663,341	425,179
Effects of:				
Promotional privileges (Note 29)	(228,713)	(215,332)	(106,531)	(68,708)
Non-deductible expenses	25,021	7,931	19,060	4,815
Additional expense deductions allowed	(30,410)	(30,787)	(23,871)	(23,455)
Dividend income not subject to tax	(136,561)	(146,379)	(125,221)	(130,657)
Other	(40,090)	(23,094)	(22,295)	(6,775)
Total	(410,753)	(407,661)	(258,858)	(224,780)
Income tax expenses reported in the statement of comprehensive income	898,724	622,821	404,483	200,399

The components of deferred tax assets and deferred tax liabilities are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Deferred tax assets				
Provision for long-term employee benefits	156,662	150,427	96,636	93,235
Allowance for loss on impairment of investments	19,559	19,559	19,559	19,559
Accumulated depreciation	295	58	-	-
Allowance for expected credit losses	352	352	-	-
Allowance for asset impairment	211	211	212	212
Lease	1,058	940	-	-
Others	868	477	-	-
Total	179,005	172,024	116,407	113,006
Deferred tax liabilities				
Unrealised fair value gain on investments	78,269	91,380	104,686	94,983
Others	-	-	785	766
Total	78,269	91,380	105,471	95,749
Deferred tax assets - net	100,736	80,644	10,936	17,257

Deferred tax assets and liabilities in statement of financial position were as follows:

(Unit: Thousand Baht)

	Statements of financial position			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Deferred tax assets	100,736	80,644	10,936	17,257

29. Promotional privileges

The Group has been granted promotional privileges under the Investment Promotion Act B.E. 2520 as approved by the Board of Investment under certain significant conditions. Significant tax privileges are as follows:

Details	The Company			
1. Certificate No.	60-1165-0-00-1-2	60-1169-0-00-1-2	60-1167-0-00-1-2	60-1168-0-00-1-2
Dated	16 October 2017	16 October 2017	16 October 2017	16 October 2017
Transferred from certificate No.	1045(2)/2555	1782(2)/2556	1780(2)/2556	1781(2)/2556
Dated	19 January 2012	6 June 2013	6 June 2013	6 June 2013
2. Promotional privileges for	Manufacturing of instant noodles	Manufacturing of instant noodles	Manufacturing of wafers with stuff	Manufacturing of instant noodles
3. The significant conditions to follow are				
3.1 Plant to be located at	Chonburi	Rayong	Rayong	Chonburi
4. The granted significant privileges are				
4.1 Exemption of corporate income tax on net income from the promoted operation, but not over 100 percent of investment and exemption of income tax on dividends paid from the promoted operations in which the corporate income tax is exempted.	Until 1 July 2021 (Stop on 10 April 2019)	Until 30 June 2023	Until 30 September 2024	8 years
4.2 Exemption of import duty on machinery as approved by the board.	Granted	Granted	Granted	Granted
4.3 Exemption of import duty on raw materials and significant supplies used in export production from the first import date.	1 year	1 year	1 year	1 year
5. Date of first earning operating income	2 July 2013	1 July 2015	1 October 2016	1 November 2019

Details	The Company (continued)			
1. Certificate No.	60-1171-0-00-1-2	60-1172-0-00-1-2	60-1173-0-00-1-2	61-0769-1-00-1-0
Dated	16 October 2017	16 October 2017	16 October 2017	3 July 2018
Transferred from certificate No.	1017(2)/2558	1018(2)/2558	58-2216-0-00-1-0	
Dated	6 January 2015	6 January 2015	22 September 2015	
2. Promotional privileges for	Manufacturing of instant noodles	Manufacturing of instant noodles	Manufacturing of semi-instant noodles and dried noodles	Manufacturing of instant foods
3. The significant conditions to follow are				
3.1 Plant to be located at	Rayong	Lamphun	Ratchaburi	Ratchaburi
4. The granted significant privileges are				
4.1 Exemption of corporate income tax on net income from the promoted operation, but not over 100 percent of investment and exemption of income tax on dividends paid from the promoted operations in which the corporate income tax is exempted.	Until 31 August 2024	Until 31 January 2024 (stop on 4 January 2023)	Until 6 May 2024	5 years
4.2 Reduction of 50% of corporate income tax on net income, commencing from the date which the privilege in 4.1 expire.	5 years	5 years	-	-
4.3 Exemption of import duty on machinery as approved by the board.	Granted	Granted	Granted	Granted
4.4 Exemption of import duty on raw materials and significant supplies used in export production from the first import date.	1 year	-	-	-
4.5 Reduction of 75% of import duty on raw materials and significant supplies used in domestic sales from the first import date	-	1 year	-	-
5. Date of first earning operating income	1 September 2016	1 February 2016	7 May 2016	3 January 2020

Details	The Company (continued)			
1. Certificate No.	62-0858-1-04-1-0	64-0246-1-04-1-0	66-0398-1-00-1-0	66-1573-2-00-1-0
Dated	13 August 2019	5 March 2021	22 March 2023	9 November 2023
Transferred from certificate No.		-		
Dated		-		
2. Promotional privileges for	Manufacturing of rice product	Manufacturing of rice product	Manufacturing of rice product	Manufacturing of instant foods
3. The significant conditions to follow are				
3.1 Plant to be located at	Ratchaburi	Ratchaburi	Ratchaburi	Chonburi
4. The granted significant privileges are				
4.1 Exemption of corporate income tax on net income from the promoted operation, but not over 100 percent of investment and exemption of income tax on dividends paid from the promoted operations in which the corporate income tax is exempted.	-	-	5 years	6 years
4.2 Exemption of corporate income tax on net income from the promoted operation, but not over 50 percent of investment for Improve production efficiency and exemption of income tax on dividends paid from the promoted operations in which the corporate income tax is exempted.	3 years (stop on 31 May 2020)	3 years (stop on 11 February 2022)	-	-
4.3 Exemption of import duty on machinery as approved by the board.	Granted	Granted	Granted	Granted
4.4 Exemption of import duty on raw materials and significant supplies used in export production from the first import date.	-	-	1 year	1 year
5. Date of first earning operating income	1 October 2019	6 March 2021	Not yet commenced	Not yet commenced

Details	A subsidiary - Thai Anbao Paper Products Co., Ltd.	
1. Certificate No.	1611(2)/2552	2438(2)/2556
Dated	14 August 2009	15 October 2013
2. Promotional privileges for	Manufacturing of packaging and carton	Manufacturing of pulp or paper material
3. The significant conditions to follow are		
3.1 Plant to be located at	Lamphun	Rayong
4. The granted significant privileges are		
4.1 Exemption of corporate income tax for net income from promotional privileges and exemption of income tax on dividends paid from the promoted operations in which the corporate income tax is exempted.	8 years (Expired in 5 January 2018) (not over 100 percent of investment excluding land and working capital)	3 years (Expired in 1 April 2022) (not over 100 percent of investment excluding land and working capital)
4.2 Reduction of 50% of corporate income tax on net income, commencing from the date which the privilege in 4.1 expire	5 years (Expired in 5 January 2023)	
4.3 Exemption of import duty on machinery as approved by the Board.	Granted	Granted
5. Date of first earning operating income	6 January 2010	2 April 2019

Details	A subsidiary - Dai-Ichi Packaging Co., Ltd.
<p>1. Certificate No. Dated</p> <p>2. Promotional privileges for</p> <p>3. The significant conditions to follow are</p> <p>3.1 Plant to be located at</p> <p>4. The granted significant privileges are</p> <p>4.1 Exemption from corporate net income tax on income from the promoted operation and exemption of income tax on dividends paid from the promoted operations in which the corporate income tax is exempted.</p> <p>4.2 Exemption from corporate net income from the promoted operation, but not over 50 percent of investment for improving production efficiency.</p> <p>4.3 Exemption of import duty on machinery as approved by the Board.</p> <p>5. Date of first earning operating income</p>	<p>62-0295-1-04-1-0 22 March 2019</p> <p>Manufacturing of film and more 3 layers plastic packaging</p> <p>Chachoengsao</p> <p>3 years</p> <p>3 years</p> <p>Granted</p> <p>23 March 2019</p>

Details	A subsidiary - President Bakery Public Co., Ltd.		
1. Certificate No.	1343(2)/2555	66-1455-2-00-1-0	66-1637-2-04-1-0
Dated	22 March 2012	20 October 2023	20 November 2023
2. Promotional privileges for	Manufacture of bakery products	Manufacture of sliced bread	Manufacture of whole grain products
3. Significant privileges			
3.1 Exemption from import duty on machinery as approved by the Board	Granted	Granted	Granted
3.2 Exemption from corporate income tax on net income from promoted operation (commencing from the date of earning operating income) and exemption from income tax on dividend paid from the income of the operations on which the corporate income tax is exempted throughout the corporate income tax exemption period	8 years (not over 100 percent of investment excluding land and working capital)	6 years (not over 100 percent of investment excluding land and working capital)	3 years (not over Baht 8.8 million or equivalent to 50 percent of investment in the impairment the production efficiency for the use of alternative energy excluding land and working capital)
3.3 Allowance to deduct operating loss incurred during the corporate income tax exemption period from net income incurred thereafter (after exemption period in 3.2)	5 years	5 years	5 years
4. Date of first earning operating income	1 June 2017	Not yet commenced	Not yet commenced

The Group has to comply with certain conditions specified under the promotion certificates.

The Group's operating revenues for the years ended 31 December 2023 and 2022, divided between promoted and non-promoted operations, are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements							
	Promoted operations				Non-promoted operations		Total	
	Exemption of corporate income tax		Reduction of 50% of corporate income tax					
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Sales								
Domestic sales	4,486,135	6,001,036	753,103	71,585	16,431,056	14,374,643	21,670,294	20,447,264
Export sales	1,065,294	1,372,928	-	-	4,928,391	4,661,543	5,993,685	6,034,471
Total sales	<u>5,551,429</u>	<u>7,373,964</u>	<u>753,103</u>	<u>71,585</u>	<u>21,359,447</u>	<u>19,036,186</u>	<u>27,663,979</u>	<u>26,481,735</u>

Separate financial statements

	Promoted operations									
	Exemption of corporate income tax				Reduction of 50% of corporate income tax		Non-promoted operations		Total	
	2023	2022	2023	2022	2023	2022	2023	2022		
Sales										
Domestic sales	2,143,832	3,171,448	753,103	-	9,266,488	7,954,763	12,163,423	11,126,211		
Export sales	1,065,294	1,372,927	-	-	3,382,151	3,332,935	4,447,445	4,705,862		
Total sales	<u>3,209,126</u>	<u>4,544,375</u>	<u>753,103</u>	<u>-</u>	<u>12,648,639</u>	<u>11,287,698</u>	<u>16,610,868</u>	<u>15,832,073</u>		

30. Earnings per share

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

31. Segment information

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance. The Chief Operating Decision Makes has been identified as Executive Committee.

For management purposes, the Group is organised into business units based on their products and services and have six reportable segments as follows:

1. Instant noodles and semi-instant foods
2. Biscuits
3. Bakery
4. Packaging
5. Fruit Juice
6. Others

No operating segments have been aggregated to form the above reportable operating segments.

The chief operating decision maker monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and assessing performance. Segment performance is measured based on operating profit or loss and on a basis consistent with that used to measure operating profit or loss in the financial statements.

The Group's has applied the pricing policies described in Note 8.1 to set the transfer price. Inter-segment revenues are eliminated on consolidation.

The following table presents revenue and profit and total assets/ total liabilities information regarding the Group' operating segments for the years ended 31 December 2023 and 2022:

(Unit: Thousand Baht)

For the year ended 31 December 2023									
	Instant noodles and semi-instant foods	Biscuits	Bakery	Packaging	Fruit Juice	Others	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue from external customers	16,893,511	670,113	7,540,341	1,251,256	991,585	317,173	27,663,979	-	27,663,979
Inter-segment revenue	194,005	319,568	102	2,221,682	691	2,012,850	4,748,898	4,748,898	-
Finance income	264,782	10,507	105,608	136,003	291	73,968	591,159	-	591,159
Depreciation and amortisation	503,446	31,977	372,175	182,668	40,103	40,885	1,171,254	(326)	1,170,928
Share of profit accounted for under the equity method	-	-	-	-	-	126,296	126,296	-	126,296
Income tax	413,723	(6,160)	269,420	146,804	11,082	64,118	898,987	(263)	898,724
Segment profit	2,947,874	22,530	1,701,065	627,541	41,666	378,092	5,718,768	(702,326)	5,016,442

(Unit: Thousand Baht)

	Instant noodles and semi-instant foods	Biscuits	Bakery	Packaging	Fruit Juice	Others	Unallocated assets	Total reportable segments	Adjustments and eliminations	Consolidated
Assets held for sale	-	-	-	-	-	-	131,704	131,704	-	131,704
Investment in associates and joint venture accounted for under the equity method	-	-	-	-	-	-	3,672,513	3,672,513	-	3,672,513
Additions (decrease) to non-current assets other than deferred tax assets	233,427	(22,553)	(100,664)	(758,005)	39,699	(324,012)	(364,946)	(1,297,054)	(151,369)	(1,448,423)

(Unit: Thousand Baht)

For the year ended 31 December 2022

	Instant noodles and semi-instant foods	Biscuits	Bakery	Packaging	Fruit Juice	Others	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue from external customers	15,603,951	788,263	7,528,760	1,181,847	1,055,980	322,934	26,481,735	-	26,481,735
Inter-segment revenue	186,400	392,287	100	2,239,488	1,311	1,866,192	4,685,778	(4,685,778)	-
Finance income	224,492	11,312	55,781	59,668	158	70,249	421,660	-	421,660
Depreciation and amortisation	495,905	36,430	377,531	180,301	33,893	39,771	1,163,831	(1,204)	1,162,627
Share of profit accounted for under the equity method	-	-	-	-	-	164,171	164,171	-	164,171
Income tax	212,337	(20,127)	241,488	92,105	24,565	72,400	622,768	53	622,821
Segment profit	1,946,439	(41,500)	1,700,191	471,926	92,667	447,052	4,616,775	(655,929)	3,960,846

(Unit: Thousand Baht)

	Instant noodles and semi-instant foods	Biscuits	Bakery	Packaging	Fruit Juice	Others	Unallocated assets	Total reportable segments	Adjustments and eliminations	Consolidated
Investment in associates and joint venture accounted for under the equity method	-	-	-	-	-	-	3,390,544	3,390,544	-	3,390,544
Additions (decrease) to non-current assets other than deferred tax assets	(88,757)	(19,178)	31,160	382,976	29,594	35,361	701,041	1,072,197	(67,118)	1,005,079

Geographic information

Revenue from external customers is based on locations of the customers.

	(Unit: Thousand Baht)	
	<u>2023</u>	<u>2022</u>
Revenue from external customers		
Thailand	21,670,295	20,447,264
Others	<u>5,993,684</u>	<u>6,034,471</u>
Total	<u>27,663,979</u>	<u>26,481,735</u>
Non-current assets (other than deferred tax assets)		
Thailand	21,711,396	23,218,383
Others	<u>569,285</u>	<u>510,721</u>
Total	<u>22,280,681</u>	<u>23,729,104</u>

Major customers

For the year 2023, the Group has revenue from a major customer which is a related party and principally engaged in distribution service in amount of Baht 11,504 million, arising from sales by the instant noodles, semi-instant foods and biscuits (2022: Baht 10,465 million).

32. Provident fund

The Group, and their employees jointly established a provident fund in accordance with the Provident Fund Act B.E. 2530. The fund is contributed by both employees and the Company or the subsidiary companies at the rates of 3 - 5 percent of their basic salaries and is managed by Tisco Asset Management Co., Ltd.

Total contributions of the Group for the year 2023 amounting to approximately Baht 67 million (2022: Baht 66 million) and the Company only: Baht 29 million (2022: Baht 27 million) were recognised as expenses.

33. Dividend

	Dividend for 2023		
	Per share (Baht)	Total (Thousand Baht)	Paid date
The second-half period of 2022			
(Approved by the Annual General Meeting of the Company's shareholders No. 6/2023 on 27 April 2023)			
BOI-promoted operation	0.60	197,822	
BOI-non promoted operation	2.14	705,567	
	<u>2.74</u>	<u>903,389</u>	25 May 2023
The first-half period of 2023			
(Approved by the Meeting of the Company's Board of Directors No. 9/2023 on 20 September 2023)			
BOI-promoted operation	0.60	197,822	
BOI-non promoted operation	1.65	544,012	
	<u>2.25</u>	<u>741,834</u>	18 October 2023
Total dividend declared in 2023	<u>4.99</u>	<u>1,645,223</u>	
Dividend for 2022			
	Per share (Baht)	Total (Thousand Baht)	Paid date
The second-half period of 2021			
(Approved by the Annual General Meeting of the Company's shareholders No. 5/2022 on 27 April 2022)			
BOI-promoted operation	0.95	313,219	
BOI-non promoted operation	0.95	313,219	
	<u>1.90</u>	<u>626,438</u>	26 May 2022
The first-half period of 2022			
(Approved by the Meeting of the Company's Board of Directors No. 9/2022 on 14 September 2022)			
BOI-promoted operation	0.40	131,881	
BOI-non promoted operation	0.94	309,922	
	<u>1.34</u>	<u>441,803</u>	12 October 2022
Total dividend declared in 2022	<u>3.24</u>	<u>1,068,241</u>	

34. Commitments and contingent liabilities

34.1 Capital commitments

As at 31 December 2023, the Group had capital commitments in respect of procurement agreements for production machinery and equipment of approximately Baht 8.3 million, AUD 0.03 million, USD 0.15 million and EUR 9.82 million, totaling approximately Baht 391.1 million (2022: AUD 0.03 million and USD 0.07 million, totaling approximately Baht 5.4 million), electrical and factory equipment installation agreements of approximately Baht 50.3 million (the Company only: Baht 35.2 million) (2022: Baht 34.4 million (the Company only: Baht 9.5 million)).

34.2 Short-term lease and other service commitments

The Company, its subsidiaries and the joint venture have entered into several lease agreements in respect of the lease of warehouse and other services. The terms of the agreements are generally 1 to 5 years.

As at 31 December 2023, future lease and service fees payables under these lease and service contracts were as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Payable within:				
Less than 1 year	32	30	20	12
1 to 5 years	4	6	3	2
Total	<u>36</u>	<u>36</u>	<u>23</u>	<u>14</u>

34.3 Long-term service commitments

The joint venture entered into the license and technical assistance agreement with an overseas related company for the use of a trademark and the receipt of information related to operation and management of restaurants. Under the conditions of the agreement, the joint venture is to pay an annual license fee as stipulated in the agreement. The license fees for the year 2023 amounted to approximately Baht 2.9 million (2022: Baht 2.4 million).

34.4 Long-term purchase commitments

A subsidiary has commitments under natural gas purchase agreement for a period of 1 - 7 years. Under the agreement, a subsidiary is committed to purchase natural gas at a minimum quantity at the price stipulated in the agreement.

No.	Period (Years)	Expired date	Average minimum quantity purchase (Million BTU)
1.	1	31 December 2024	269 per day
2.	7	30 November 2029	22,211 per annum
3.	7	30 November 2029	43,859 per annum

34.5 Guarantees

34.5.1 As at 31 December 2023, there were outstanding bank guarantees of approximately Baht 36 million (2022: Baht 33 million), issued by banks on behalf of the Company, and the subsidiaries and the Company only of Baht 1 million (2022: Baht 1 million) in respect of certain performance bonds as required in the normal course of business of the Company, and the subsidiaries. These included letters of guarantee as follows:

(Unit: Million Baht)

Type of guarantee	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Payment due to creditors	35	32	-	-
Custom duty	1	1	1	1
	<u>36</u>	<u>33</u>	<u>1</u>	<u>1</u>

34.5.2 On 17 July 2023, the meeting of the Board of Directors of the subsidiary resolved to approve the loan guarantee for King Square Development Co., Ltd. of Baht 80.5 million according to shareholding proportion of 5 percent from a credit line from a bank in the amount of Baht 1,610 million and a guarantee period of 4 years.

34.6 Investment commitments

As at 31 December 2023, the Company and a subsidiary have commitment to invest in newly-issued ordinary shares of KingBridge Tower Co., Ltd. (formerly known as "Saha Capital Tower Company Limited") in proportion to the Group's shareholding in total balance of Baht 112.5 million (2022: Baht 337.5 million) and Baht 75.0 million (2022: Baht 225.0 million), respectively.

35. Fair value hierarchy

As at 31 December 2023 and 2022, the Group had the assets and liabilities that were measured at fair value or disclosed fair value using different levels of inputs as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			
	As at 31 December 2023			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
Open-end funds	-	239,377	-	239,377
Investments in unit trusts	-	322,361	-	322,361
Subordinated bonds	-	1,594,014	-	1,594,014
Preferred shares	-	25,469	-	25,469
Financial assets measured at FVOCI				
Investments in listed equity instruments	1,834,074	-	-	1,834,074
Investments in non-listed equity instruments	-	-	513,948	513,948
Foreign equity instruments	-	49,898	-	49,898
Investments in debt instruments	-	6,750,222	-	6,750,222
Investments in mutual funds and unit trusts	-	883,515	-	883,515
Assets for which fair value is disclosed				
Investment properties	-	-	449,641	449,641

(Unit: Thousand Baht)

Consolidated financial statements				
As at 31 December 2022				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
Open-end funds	-	280,497	-	280,497
Investments in unit trusts	-	172,875	-	172,875
Subordinated bonds	-	1,958,089	-	1,958,089
Preferred shares	-	-	107,061	107,061
Convertible notes	-	21,492	-	21,492
Financial assets measured at FVOCI				
Investments in listed equity instruments	1,867,747	-	-	1,867,747
Investments in non-listed equity instruments	-	-	404,891	404,891
Foreign equity instruments	-	36,960	-	36,960
Investments in debt instruments	-	6,545,142	-	6,545,142
Investments in mutual funds and unit trusts	-	968,930	-	968,930
Liabilities measured at fair value				
Financial liabilities measured at FVTPL				
Derivatives liabilities				
Foreign currency forward contracts	-	151	-	151
Assets for which fair value is disclosed				
Investment properties	-	-	543,623	543,623

(Unit: Thousand Baht)

	Separate financial statements			
	As at 31 December 2023			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Financial assets measured at FVTPL				
Open-end funds	-	162,104	-	162,104
Investments in unit trusts	-	322,361	-	322,361
Subordinated bonds	-	509,095	-	509,095
Preferred shares	-	25,469	-	25,469
Financial assets measured at FVOCI				
Investments in listed equity instruments	1,422,990	-	-	1,422,990
Investments in non-listed equity instruments	-	-	462,561	462,561
Foreign equity instruments	-	48,204	-	48,204
Investments in debt instruments	-	4,173,867	-	4,173,867
Investments in mutual funds and unit trusts	-	657,413	-	657,413
Assets for which fair value is disclosed				
Investment properties	-	-	550,434	550,434

(Unit: Thousand Baht)

	Separate financial statements			
	As at 31 December 2022			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Financial assets measured at FVTPL				
Open-end funds	-	146,627	-	146,627
Investments in unit trusts	-	172,875	-	172,875
Subordinated bonds	-	862,512	-	862,512
Convertible notes	-	21,492	-	21,492
Financial assets measured at FVOCI				
Investments in listed equity instruments	1,430,628	-	-	1,430,628
Investments in non-listed equity instruments	-	-	358,504	358,504
Foreign equity instruments	-	33,572	-	33,572
Investments in debt instruments	-	4,167,543	-	4,167,543
Investments in mutual funds and unit trusts	-	738,900	-	738,900
Assets for which fair value is disclosed				
Investment properties	-	-	543,623	543,623

36. Financial instruments

36.1 Financial risk management objectives and policies

The Group's financial instruments principally comprise cash and cash equivalents, trade accounts receivable, loans, investments. The financial risks associated with these financial instruments and how they are managed is described below.

Credit risk

The Group is exposed to credit risk primarily with respect to trade accounts receivable, loans, deposits with banks and financial institutions and other financial instruments. The maximum exposure to credit risk is limited to the carrying amounts as stated in the statement of financial position.

Trade receivables

The Group manages the risk by adopting appropriate credit control policies and procedures and therefore does not expect to incur material financial losses. Outstanding trade receivables are regularly monitored.

An impairment analysis is performed at each reporting date to measure expected credit losses. The provision rates are based on days past due for groupings of various customer segments with similar credit risks. The Group classifies customer segments by customer type and rating. The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions. Generally, trade receivables are past due not more than one year.

Financial instruments and cash deposits

The Group manages the credit risk from balances with banks and financial institutions by making investments only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Group's Board of Directors on a monthly basis, and may be updated throughout the year subject to approval of the Group's Executive Committee. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through a counterparty's potential failure to make payments.

The credit risk on debt instruments and derivatives is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

Market risk

There are two types of market risk comprising interest rate risk and foreign currency risk. The Group enters into derivatives to manage its risk exposure that are foreign exchange forward contracts to hedge the foreign currency risk arising on the import or export of goods and equipment.

Foreign currency risk

The Group's exposure to the foreign currency risk relates primarily to its trading transactions that are denominated in foreign currencies. The Group seeks to reduce this risk by entering into foreign exchange forward contracts when it considers appropriate. Generally, the forward contracts mature within one year.

The balances of financial assets and liabilities denominated in foreign currencies are summarised below.

As at 31 December 2023					
Currency	Consolidated		Separate		Average exchange rate as at 31 December 2023 (Baht per one foreign currency unit)
	financial statements		financial statements		
	Assets	Liabilities	Assets	Liabilities	
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	
US dollar	14,505	4,725	14,200	2,408	34.2233
Singapore dollar	-	27	-	27	25.9733
Australia dollar	-	29	-	-	23.4595
Euro	299	190	299	179	38.0334
Japanese Yen	-	92,534	-	53,212	0.2423
Ringgit	399	360	399	360	7.4168
Yuan	-	917	-	-	4.8071
Kenyan Shilling	469	-	469	-	0.2187

As at 31 December 2022					
Currency	Consolidated		Separate		Average exchange rate as at 31 December 2022 (Baht per one foreign currency unit)
	financial statements		financial statements		
	Assets	Liabilities	Assets	Liabilities	
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	
US dollar	12,719	5,317	12,330	1,781	34.5624
Singapore dollar	-	31	-	31	25.7206
Australia dollar	-	29	-	-	23.3791
Euro	1,551	56	1,551	56	36.8274
Japanese Yen	-	68,342	-	55,890	0.2609
Ringgit	293	207	293	207	7.8304
Yuan	-	1,249	-	-	4.9664

As at 31 December 2023 and 2022, the Group had outstanding foreign exchange contracts as summarised below.

As at 31 December 2023			
Foreign currency	Bought amount	Contractual exchange rate	Contractual maturity date
	(Thousand)	(Baht per 1 foreign currency unit)	
<u>Consolidated financial statements</u>			
Japanese Yen	560,010	0.2474 - 0.2507	29 March - 23 December 2024
US dollar	11,963	33.6500 - 35.8500	3 January - 3 July 2024
Yuen	229	4.9400	4 January 2024
<u>Separate financial statements</u>			
Japanese Yen	560,010	0.2474 - 0.2507	29 March - 23 December 2024

As at 31 December 2023

Foreign currency	Sold amount (Thousand)	Contractual exchange rate (Baht per 1 foreign currency unit)	Contractual maturity date
<u>Consolidated financial statements</u>			
US dollar	7,466	34.0275 - 36.7800	8 January - 2 May 2024
<u>Separate financial statements</u>			
US dollar	7,466	34.0275 - 36.7800	8 January - 2 May 2024

As at 31 December 2022

Foreign currency	Bought amount (Thousand)	Contractual exchange rate (Baht per 1 foreign currency unit)	Contractual maturity date
<u>Consolidated financial statements</u>			
US dollar	4,764	34.5134 - 37.7248	3 January - 27 February 2023
Euro	200	36.7200	28 February 2023
<u>Separate financial statements</u>			
US dollar	4,764	34.5134 - 37.7248	3 January - 27 February 2023
Euro	200	36.7200	28 February 2023

Foreign currency	Sold amount (Thousand)	Contractual exchange rate (Baht per 1 foreign currency unit)	Contractual maturity date
<u>Consolidated financial statements</u>			
US dollar	21,581	34.1500 - 37.7100	3 January - 29 June 2023

Foreign currency sensitivity

The following tables demonstrate the sensitivity of the Group's profit before tax to a reasonably possible change in Japanese yen, US dollar and Euro exchange rates, with all other variables held constant. The impact on the Group's profit before tax is due to changes in the fair value of monetary assets and liabilities including non-designated foreign currency derivatives as at 31 December 2023 and 2022. The Group's exposure to foreign currency changes for all other currencies is not material.

Consolidated financial statements				
2023			2022	
Currency	Change in	Effect on profit	Change in	Effect on profit
	FX rate (Increase / (decrease))	before tax (Increase / (decrease))	FX rate (Increase / (decrease))	before tax (Increase / (decrease))
	(%)	(Thousand Baht)	(%)	(Thousand Baht)
Japanese yen	10	(2,242)	10	(1,783)
	(10)	2,242	(10)	1,783
US dollar	10	33,470	10	25,583
	(10)	(33,470)	(10)	(25,583)
Euro	10	415	10	5,508
	(10)	(415)	(10)	(5,508)

Separate financial statements				
2023			2022	
Currency	Change in	Effect on profit	Change in	Effect on profit
	FX rate (Increase / (decrease))	before tax (Increase / (decrease))	FX rate (Increase / (decrease))	before tax (Increase / (decrease))
	(%)	(Thousand Baht)	(%)	(Thousand Baht)
Japanese yen	10	(1,289)	10	(1,458)
	(10)	1,289	(10)	1,458
US dollar	10	40,356	10	36,460
	(10)	(40,356)	(10)	(36,460)
Euro	10	456	10	5,508
	(10)	(456)	(10)	(5,508)

The information is not a forecast or prediction of future market conditions.

Interest rate risk

The Group's exposure to interest rate risk relates primarily to its cash at banks. Most of the Group's financial assets and liabilities bear floating interest rates or fixed interest rates which are close to the market rate.

As at 31 December 2023 and 2022, significant financial assets and liabilities classified by type of interest rate are summarised in the table below, with those financial assets and liabilities that carry fixed interest rates further classified based on the maturity date, or the repricing date if this occurs before the maturity date.

(Unit: Million Baht)

	Consolidated financial statements					Effective interest rate (% per annum)
	As at 31 December 2023					
	Fixed interest rates		Floating interest rate	Non- interest bearing	Total	
	Within 1 year	1-5 years				
Financial assets						
Cash and cash equivalents	1,933	-	1,821	448	4,202	0.01 - 2.45
Other current financial assets	10,183	-	343	67	10,593	0.13 - 5.14
Trade and other receivables	-	-	-	4,533	4,533	-
Other non-current financial assets	-	5,880	-	3,802	9,682	0.95 - 9.60
Long-term loan to related party	5	-	-	-	5	5.00
Long-term loans to unrelated parties	1,000	4	-	-	1,004	5.00 - 7.00
	<u>13,121</u>	<u>5,884</u>	<u>2,164</u>	<u>8,850</u>	<u>30,019</u>	
Financial liabilities						
Trade and other payables	-	-	-	2,276	2,276	-
Liabilities under lease agreements	47	56	-	-	103	5.24 - 7.25
	<u>47</u>	<u>56</u>	<u>-</u>	<u>2,276</u>	<u>2,379</u>	

(Unit: Million Baht)

Consolidated financial statements						
As at 31 December 2022						
Fixed interest rates						
Within 1 year	1-5 years	Floating interest rate	Non- interest bearing	Total	Effective interest rate	
						(% per annum)
Financial assets						
Cash and cash equivalents	1,112	-	2,356	359	3,827	0.05 - 1.50
Other current financial assets	8,050	-	258	97	8,405	0.15 - 5.35
Trade and other receivables	-	-	-	3,924	3,924	-
Other non-current financial assets	-	6,131	-	3,764	9,895	0.45 - 8.50
Long-term loan to related party	-	7	-	-	7	5.00
Long-term loan to unrelated party	-	1,000	-	-	1,000	7.00
	9,162	7,138	2,614	8,144	27,058	
Financial liabilities						
Trade and other payables	-	-	-	2,240	2,240	-
Liabilities under lease agreements	46	64	-	-	110	4.00 - 6.01
	46	64	-	2,240	2,350	

(Unit: Million Baht)

Separate financial statements						
As at 31 December 2023						
Fixed interest rates						
Within 1 year	1-5 years	Floating interest rate	Non- interest bearing	Total	Effective interest rate	
						(% per annum)
Financial Assets						
Cash and cash equivalents	1,050	-	520	70	1,640	0.01 - 2.45
Other current financial assets	4,472	-	232	-	4,704	0.75 - 2.75
Trade and other receivables	-	-	-	2,811	2,811	-
Other non-current financial assets	-	3,170	-	3,101	6,271	0.95 - 8.50
Long-term loan to related party	5	-	-	-	5	5.00
Long-term loan to unrelated party	-	4	-	-	4	5.00
	5,527	3,174	752	5,982	15,435	
Financial liabilities						
Trade and other payables	-	-	-	1,333	1,333	-
Liabilities under lease agreements	4	1	-	-	5	6.56 - 7.25
	4	1	-	1,333	1,338	

(Unit: Million Baht)

Separate financial statements						
As at 31 December 2022						
	Fixed interest rates				Total	Effective interest rate (% per annum)
	Within 1 year	1-5 years	Floating interest rate	Non- interest bearing		
Financial Assets						
Cash and cash equivalents	565	-	1,315	27	1,907	0.01 - 0.90
Other current financial assets	2,969	-	188	-	3,157	0.15 - 1.78
Trade and other receivables	-	-	-	2,466	2,466	-
Other non-current financial assets	-	3,637	-	2,881	6,518	0.45 - 8.50
Long-term loan to related party	-	7	-	-	7	5.00
	<u>3,534</u>	<u>3,644</u>	<u>1,503</u>	<u>5,374</u>	<u>14,055</u>	
Financial liabilities						
Trade and other payables	-	-	-	1,269	1,269	-
Liabilities under lease agreements	4	3	-	-	7	4.00
	<u>4</u>	<u>3</u>	<u>-</u>	<u>1,269</u>	<u>1,276</u>	

Liquidity risk

The Group manages liquidity risk to meet its obligations and maintain cash balances to cover the liquidity needs. The Group has assessed that the Group has sufficient working capital to settle financial liabilities and concluded the risk to be low.

The table below summarises the maturity profile of the Group's non-derivative financial liabilities as at 31 December 2023 and 2022 based on contractual undiscounted cash flows:

(Unit: Thousand Baht)

	Consolidated financial statements		
	As at 31 December 2023		
	Less than 1 year	1 to 5 years	Total
Non-derivatives			
Trade and other payables	2,276,182	-	2,276,182
Lease liabilities	49,530	57,863	107,393
Total non-derivatives	2,325,712	57,863	2,383,575

(Unit: Thousand Baht)

	Consolidated financial statements		
	As at 31 December 2022		
	Less than 1 year	1 to 5 years	Total
Non-derivatives			
Trade and other payables	2,239,905	-	2,239,905
Lease liabilities	45,783	64,098	109,881
	2,285,688	64,098	2,349,786

(Unit: Thousand Baht)

	Separate financial statements		
	As at 31 December 2023		
	Less than 1 year	1 to 5 years	Total
Non-derivatives			
Trade and other payables	1,333,180	-	1,333,180
Lease liabilities	3,851	1,157	5,008
Total non-derivatives	1,337,031	1,157	1,338,188

(Unit: Thousand Baht)

	Separate financial statements		
	As at 31 December 2022		
	Less than 1 year	1 to 5 years	Total
Non-derivatives			
Trade and other payables	1,269,445	-	1,269,445
Lease liabilities	3,968	3,419	7,387
Total non-derivatives	1,273,413	3,419	1,276,832

36.2 Fair values of financial instruments

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

The methods and assumptions used by the Grouping estimating the fair value of financial instruments are as follows:

- a) For financial assets and liabilities which have short-term maturities, including cash and cash equivalents, accounts receivable and long-term loans, accounts payable, the carrying amounts in the statement of financial position approximate their fair value.
- b) The fair value of debt securities is generally derived from quoted market prices or by using the yield curve announced by the Thai Bond Market Association or by other relevant bodies.
- c) The fair value of equity securities is generally derived from quoted market prices, or based on generally accepted pricing models when no market price is available.
- d) The fair value of derivatives has been determined using a discounted future cash flow model and a valuation model technique. Most of the inputs used for the valuation are observable in the relevant market, such as spot rates of foreign currencies, yield curves of the respective currencies, interest rate yield curves and commodity price yield curves. The Group considers to counterparty credit risk when determining the fair value of derivatives.

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

36.3 Reconciliation of recurring fair value measurements, of assets categorised within Level 3 of the fair value hierarchy

(Unit: Thousand Baht)

	Non-listed equity instrument	
	Consolidated financial statements	Separate financial statements
Balance as of 1 January 2022	373,915	360,009
Acquired during the year	35,387	-
Net loss recognised into other comprehensive income	(4,411)	(1,505)
Balance as of 31 December 2022	404,891	358,504
Acquired during the year	19,750	14,750
Net gain recognised into other comprehensive income	89,307	89,307
Balance as of 31 December 2023	513,948	462,561

Key assumptions used in the valuation are summarised below.

Financial instrument	Valuation technique	Significant unobservable output	Rates
Non-listed equity instrument	Discounted cash flow	Weighted average cost of capital	7.94%, 9.53%, 10.57%, 11.45%

(Unit: Million Baht)

	Sensitivity of the input to fair value							
	Consolidated financial Statements				Separate financial Statements			
	Increase 0.05%	Decrease 0.05%	Increase 0.10%	Decrease 0.10%	Increase 0.05%	Decrease 0.05%	Increase 0.10%	Decrease 0.10%
Fair value	(1.6)	1.7	(3.3)	3.3	(1.6)	1.7	(3.3)	3.4

37. Capital management

The primary objective of the Company's capital management is to ensure that it has appropriate capital structure in order to support its business and maximise shareholder value. As at 31 December 2023, the Group's debt-to-equity ratio was 0.11:1 (2022: 0.12:1) and the Company's was 0.11:1 (2022: 0.11:1).

38. Approval of financial statements

These financial statements were authorised for issue by the Company's Board of Directors on 21 February 2024.