

REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

**TO THE SHAREHOLDERS AND BOARD OF DIRECTORS
THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED**

Opinion

We have audited the consolidated financial statements of Thai Central Chemical Public Company Limited and its subsidiaries (the “Group”) and the separate financial statements of Thai Central Chemical Public Company Limited (the “Company”), which comprise the consolidated and separate statements of financial position as at December 31, 2022, and the related consolidated and separate statements of comprehensive income, changes in shareholders’ equity, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the aforementioned consolidated and separate financial statements present fairly, in all material respects, the financial position of Thai Central Chemical Public Company Limited and its subsidiaries and of Thai Central Chemical Public Company Limited as at December 31, 2022, and its financial performance and its cash flows for the year then ended in accordance with Thai Financial Reporting Standards (“TFRSs”).

Basis for opinion

We conducted our audit in accordance with Thai Standards on Auditing (“TSAs”). Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of our report. We are 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 our audit of the consolidated and separate financial statements, and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of our audit of the consolidated and separate financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	Key Audit Responses
<p>Revenue recognition</p> <p>As described in Note 15 to the financial statements, sales of fertilizer under the fertilizer notes are recorded as “deferred sales” and it will be reclassified as “advance received from customers” upon receiving payments from customers. Revenue from sales will be recognized when the Company delivers fertilizer to customers. Therefore, there is a risk that sale transactions recorded during the year did not yet occur and revenue from sales are not recorded in the proper period at year end.</p>	<p>Our key audit procedures included:</p> <ul style="list-style-type: none"> • Understanding and assessing the appropriateness of the Company’s revenue recognition accounting policies and compliance with TFRSs. • Evaluating the Company’s design and implementation of controls and testing the operating effectiveness of such controls over recording of sales during the year and the revenue recognition as of year end. • Performing substantive analytical procedures on revenue. • Performing substantive tests of details of deferred sales and advance received from customers balances with the related supporting documents. • Testing sales transactions occurring near the end of accounting period with the related supporting documents.

Other Information

Management is responsible for the other information. The other information comprises information in the annual report, but does not include the consolidated and separate financial statements and our auditor’s report thereon, which is expected to be made available to us after the date of this auditor’s report.

Our opinion on the consolidated and separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated and separate financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to management and those charged with governance for correction of the misstatement.

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

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

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company'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 and the Company 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 Responsibility for the Audit of the Consolidated and Separate Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated and separate 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 our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs 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 consolidated and separate financial statements.

As part of an audit in accordance with TSAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated and separate 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 our 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 and the Company'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 and the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate 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. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We 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 we identify during our audit.

We also provide those charged with governance with a statement that we 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 our independence, and where applicable, related safeguards.

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

Sophaphan Saptipayarattana
Certified Public Accountant (Thailand)
Registration No. 6523

BANGKOK
February 27, 2023

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2022

UNIT : BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2022	2021	2022	2021
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4.1	5,518,937,104	4,504,540,390	5,368,250,175	4,064,826,527
Trade and other current receivables	5	472,911,197	373,395,142	457,888,417	565,966,332
Inventories	6 and 15	3,566,351,672	1,918,953,505	3,267,560,230	1,784,578,808
Other current financial assets	7	470,890,005	3,592,012,905	300,304,207	3,451,133,027
Other current assets		1,898,978	2,078,815	1,160,851	929,262
Total Current Assets		<u>10,030,988,956</u>	<u>10,390,980,757</u>	<u>9,395,163,880</u>	<u>9,867,433,956</u>
NON-CURRENT ASSETS					
Investment in an associate	24.1.1	136,852,084	136,977,953	98,000,000	98,000,000
Investments in subsidiaries	24.1.2	-	-	383,854,981	383,854,981
Investment properties	8	29,212,697	29,212,697	39,527,022	39,527,022
Property, plant and equipment	9	1,489,155,608	1,525,601,568	1,287,770,513	1,306,276,358
Right-of-use assets	10	128,060,020	126,940,912	46,433,130	44,930,889
Other intangible assets other than goodwill	11	545,900,757	545,900,757	545,900,757	545,900,757
Deferred tax assets	12	50,142,151	45,851,184	44,897,720	41,157,812
Other non-current assets		8,523,109	8,366,314	7,083,064	6,985,536
Total Non-current Assets		<u>2,387,846,426</u>	<u>2,418,851,385</u>	<u>2,453,467,187</u>	<u>2,466,633,355</u>
TOTAL ASSETS		<u><u>12,418,835,382</u></u>	<u><u>12,809,832,142</u></u>	<u><u>11,848,631,067</u></u>	<u><u>12,334,067,311</u></u>

Notes to the financial statements form an integral part of these statements

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT DECEMBER 31, 2022

UNIT : BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2022	2021	2022	2021
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank overdrafts and short-term borrowings					
from financial institutions	13	301,792,605	198,220,617	-	-
Trade and other current payables	14	428,927,644	744,323,167	354,374,168	680,756,937
Current portion of lease liabilities	10	16,866,953	16,257,768	15,897,241	14,820,962
Current income tax payable		122,228,751	147,639,258	117,852,045	141,214,407
Current provision for employee benefits	16	4,888,068	12,959,623	3,653,401	7,331,173
Other current financial liabilities	7	6,081,862	11,200,467	5,745,311	11,137,046
Other current liabilities		37,258,173	38,403,873	26,524,081	23,518,175
Total Current Liabilities		918,044,056	1,169,004,773	524,046,247	878,778,700
NON-CURRENT LIABILITIES					
Lease liabilities	10	33,523,003	33,132,406	32,101,974	31,480,496
Deferred tax liabilities	12	116,608,579	116,608,579	109,180,151	109,180,151
Non-current provision for employee benefit	16	167,361,195	158,472,814	143,891,555	141,582,954
Other non-current liabilities		19,445,429	17,529,529	15,793,429	15,889,529
Total Non-current Liabilities		336,938,206	325,743,328	300,967,109	298,133,130
TOTAL LIABILITIES		1,254,982,262	1,494,748,101	825,013,356	1,176,911,830

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT DECEMBER 31, 2022

UNIT : BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2022	2021	2022	2021
LIABILITIES AND SHAREHOLDERS' EQUITY					
(CONTINUED)					
SHAREHOLDERS' EQUITY					
SHARE CAPITAL					
Authorized share capital					
584,716,118 ordinary shares of Baht 3 each		1,754,148,354	1,754,148,354	1,754,148,354	1,754,148,354
Issued and paid-up share capital					
584,714,068 ordinary shares of Baht 3 each, fully paid		1,754,142,204	1,754,142,204	1,754,142,204	1,754,142,204
DISCOUNT ON ORDINARY SHARES	20	(43,570,340)	(43,570,340)	(43,570,340)	(43,570,340)
RETAINED EARNINGS					
Appropriated - Legal reserve	22	175,414,835	175,414,835	175,414,835	175,414,835
Unappropriated		9,220,691,994	9,375,980,716	9,137,631,012	9,271,168,782
OTHER COMPONENTS OF SHAREHOLDERS' EQUITY		(41,352,152)	(46,725,712)	-	-
TOTAL ATTRIBUTIONS TO OWNERS OF THE PARENT		11,065,326,541	11,215,241,703	11,023,617,711	11,157,155,481
NON-CONTROLLING INTERESTS		98,526,579	99,842,338	-	-
TOTAL SHAREHOLDERS' EQUITY		11,163,853,120	11,315,084,041	11,023,617,711	11,157,155,481
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		12,418,835,382	12,809,832,142	11,848,631,067	12,334,067,311

Notes to the financial statements form an integral part of these statements

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED DECEMBER 31, 2022

UNIT : BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2022	2021	2022	2021
Revenues from sales		12,753,093,414	11,953,435,680	12,273,524,862	11,518,916,115
Revenues from services		132,726,837	133,789,347	-	-
Costs of the sales of goods		(11,353,357,372)	(9,604,935,321)	(11,045,555,898)	(9,278,651,987)
Costs of the rendering of services		(40,232,613)	(35,666,172)	-	-
Gross profit		1,492,230,266	2,446,623,534	1,227,968,964	2,240,264,128
Interest income		30,795,752	33,385,134	28,632,121	31,562,284
Other income	18	111,109,364	90,664,340	214,782,300	158,448,224
Profit before expenses		1,634,135,382	2,570,673,008	1,471,383,385	2,430,274,636
Selling expenses		(212,693,506)	(216,430,142)	(165,339,166)	(163,868,336)
Administrative expenses		(291,699,415)	(289,516,399)	(200,894,632)	(202,526,097)
Loss on impairment of investment in subsidiary	24.1.2	-	-	-	(169,000,000)
Managements and Directors' remuneration	24.2.2	(46,854,808)	(46,574,788)	(46,240,808)	(45,956,788)
Total Expenses		(551,247,729)	(552,521,329)	(412,474,606)	(581,351,221)
Profit from operating activities		1,082,887,653	2,018,151,679	1,058,908,779	1,848,923,415
Finance costs		(11,343,968)	(4,304,119)	(1,808,959)	(2,282,697)
Share of (loss) profit from investment in an associate	24.1.1	(125,869)	170,757	-	-
PROFIT BEFORE INCOME TAX EXPENSE		1,071,417,816	2,014,018,317	1,057,099,820	1,846,640,718
Income tax expense	12	(214,606,102)	(410,953,651)	(202,075,618)	(395,244,232)
PROFIT FOR THE YEAR		856,811,714	1,603,064,666	855,024,202	1,451,396,486

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022

UNIT : BAHT

	Notes	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		2022	2021	2022	2021
OTHER COMPREHENSIVE INCOME (LOSS)					
Item that will be reclassified subsequently to profit or loss					
Exchange differences on translation of financial statements of foreign subsidiary		5,373,560	12,592,443	-	-
Items that will not be reclassified subsequently to profit or loss					
Gains (losses) on remeasurements of defined benefit plans	16	5,989,489	4,316,351	6,814,930	(127,008)
Income tax relating to items that will not be reclassified subsequently to profit or loss	12	(1,197,898)	(863,270)	(1,362,986)	25,402
OTHER COMPREHENSIVE INCOME (LOSS)					
FOR THE YEAR - NET OF INCOME TAX		<u>10,165,151</u>	<u>16,045,524</u>	<u>5,451,944</u>	<u>(101,606)</u>
TOTAL COMPREHENSIVE INCOME					
FOR THE YEAR		<u><u>866,976,865</u></u>	<u><u>1,619,110,190</u></u>	<u><u>860,476,146</u></u>	<u><u>1,451,294,880</u></u>
PROFIT ATTRIBUTABLE TO					
Owners of the parent		833,765,385	1,578,673,755		
Non-controlling interests		23,046,329	24,390,911		
		<u><u>856,811,714</u></u>	<u><u>1,603,064,666</u></u>		
TOTAL COMPREHENSIVE INCOME					
ATTRIBUTABLE TO					
Owners of the parent		844,098,754	1,595,047,251		
Non-controlling interests		22,878,111	24,062,939		
		<u><u>866,976,865</u></u>	<u><u>1,619,110,190</u></u>		
BASIC EARNINGS PER SHARE					
	BAHT	1.43	2.70	1.46	2.48
WEIGHTED AVERAGE NUMBER					
OF ORDINARY SHARES	SHARES	584,714,068	584,714,068	584,714,068	584,714,068

Notes to the financial statements form an integral part of these statements

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

UNIT : BAHT

	Note	Attributions to owners of the parent					Non-	Total	
		Issued and paid-up share capital	Discount on ordinary shares	Retained earnings		Other components of shareholders' equity	Total attributions to owners of parent	controlling interests	shareholders' equity
				Appropriated Legal reserve	Unappropriated	Exchange differences on translation of financial statements of foreign subsidiary			
Beginning balances as at January 1, 2021		1,754,142,204	(43,570,340)	175,414,835	8,846,011,230	(59,318,155)	10,672,679,774	93,541,935	10,766,221,709
Dividends	23	-	-	-	(1,052,485,322)	-	(1,052,485,322)	-	(1,052,485,322)
Dividend paid to non-controlling interests of subsidiaries	23	-	-	-	-	-	-	(17,762,536)	(17,762,536)
Profit for the year		-	-	-	1,578,673,755	-	1,578,673,755	24,390,911	1,603,064,666
Other comprehensive income (loss) for the year		-	-	-	3,781,053	12,592,443	16,373,496	(327,972)	16,045,524
Ending balances as at December 31, 2021		1,754,142,204	(43,570,340)	175,414,835	9,375,980,716	(46,725,712)	11,215,241,703	99,842,338	11,315,084,041
Beginning balances as at January 1, 2022		1,754,142,204	(43,570,340)	175,414,835	9,375,980,716	(46,725,712)	11,215,241,703	99,842,338	11,315,084,041
Dividends	23	-	-	-	(994,013,916)	-	(994,013,916)	-	(994,013,916)
Dividend paid to non-controlling interests of subsidiaries	23	-	-	-	-	-	-	(24,193,870)	(24,193,870)
Profit for the year		-	-	-	833,765,385	-	833,765,385	23,046,329	856,811,714
Other comprehensive income (loss) for the year		-	-	-	4,959,809	5,373,560	10,333,369	(168,218)	10,165,151
Ending balances as at December 31, 2022		1,754,142,204	(43,570,340)	175,414,835	9,220,691,994	(41,352,152)	11,065,326,541	98,526,579	11,163,853,120

Notes to the financial statements form an integral part of these statements

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

UNIT : BAHT

	Note	Issued and paid-up share capital	Discount on ordinary shares	Retained Earnings		Total shareholders' equity
				Appropriated Legal reserve	Unappropriated	
Beginning balances as at January 1, 2021		1,754,142,204	(43,570,340)	175,414,835	8,872,359,224	10,758,345,923
Dividends	23	-	-	-	(1,052,485,322)	(1,052,485,322)
Profit for the year		-	-	-	1,451,396,486	1,451,396,486
Other comprehensive loss for the year		-	-	-	(101,606)	(101,606)
Ending balances as at December 31, 2021		<u>1,754,142,204</u>	<u>(43,570,340)</u>	<u>175,414,835</u>	<u>9,271,168,782</u>	<u>11,157,155,481</u>
Beginning balances as at January 1, 2022		1,754,142,204	(43,570,340)	175,414,835	9,271,168,782	11,157,155,481
Dividends	23	-	-	-	(994,013,916)	(994,013,916)
Profit for the year		-	-	-	855,024,202	855,024,202
Other comprehensive income for the year		-	-	-	5,451,944	5,451,944
Ending balances as at December 31, 2022		<u>1,754,142,204</u>	<u>(43,570,340)</u>	<u>175,414,835</u>	<u>9,137,631,012</u>	<u>11,023,617,711</u>

Notes to the financial statements form an integral part of these statements

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2022

UNIT : BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2022	2021	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES					
Profit for the year		856,811,714	1,603,064,666	855,024,202	1,451,396,486
Adjusted by					
Income tax expense	12	214,606,102	410,953,651	202,075,618	395,244,232
Reversal of expected credit losses	19	(452,132)	(886,987)	(557,567)	(909,796)
Loss on diminution in value of inventories (reversal)	19	(7,456,883)	19,411,026	(7,432,173)	19,386,316
Loss on impairment of investment in subsidiary		-	-	-	169,000,000
Depreciation and amortization	9 and 10	265,120,964	278,229,224	232,590,786	246,517,342
Gain on disposal of property, plant and equipment		(3,168,129)	(3,532,372)	(2,552,633)	(2,857,469)
Employee benefit obligations expense	16	14,318,782	14,124,048	12,958,226	12,245,831
Share of loss (profit) from investment in an associate	24.1.1	125,869	(170,757)	-	-
Unrealized (gain) loss on exchange rate		(2,234,625)	33,370,881	(7,770,029)	10,590,146
Dividend income	18	-	-	(35,181,130)	(21,487,464)
Interest income		(30,795,752)	(33,385,134)	(28,632,121)	(31,562,284)
Finance costs		11,343,968	4,304,119	1,808,959	2,282,697
Total adjustments from reconciliation of profit		1,318,219,878	2,325,482,365	1,222,332,138	2,249,846,037
Changes in operating assets and liabilities					
Operating assets (increase) decrease					
Trade and other current receivables		(94,666,331)	256,719,542	112,814,405	81,828,098
Inventories		(1,639,941,284)	(284,282,874)	(1,475,549,249)	(333,292,616)
Other current assets		179,837	(1,361,531)	(231,589)	(328,876)
Other non-current assets		(156,795)	(2,057,814)	(97,528)	(1,945,976)
Operating liabilities increase (decrease)					
Trade and other current payables		(295,163,273)	85,719,239	(306,154,556)	70,847,904
Other current liabilities		(1,145,700)	14,283,895	3,005,906	12,007,291
Other non-current liabilities		1,915,900	(320,950)	(96,100)	(120,950)
Cash paid for employee benefit obligations	16	(7,512,467)	(8,068,660)	(7,512,467)	(4,342,488)
Net cash provided by (used in) operations		(718,270,235)	2,386,113,212	(451,489,040)	2,074,498,424
Cash paid for income tax		(245,505,474)	(464,872,945)	(230,540,874)	(451,726,463)
Net cash provided by (used in) operating activities		(963,775,709)	1,921,240,267	(682,029,914)	1,622,771,961

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2022

UNIT : BAHT

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2022	2021	2022	2021
CASH FLOWS FROM INVESTING ACTIVITIES					
Decrease in time deposit	7.2	3,117,997,912	907,709,955	3,148,000,000	902,000,000
Cash paid for purchases of property, plant and equipment	4.2	(223,636,027)	(170,811,284)	(218,794,283)	(165,197,775)
Cash received from disposal of property, plant and equipment		6,594,214	5,536,101	5,921,141	5,449,727
Dividend received from subsidiaries	23	-	-	35,181,130	21,487,464
Interest received		29,609,366	36,574,010	27,667,087	34,586,780
Net cash provided by investing activities		<u>2,930,565,465</u>	<u>779,008,782</u>	<u>2,997,975,075</u>	<u>798,326,196</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Cash received from bank overdrafts and short-term borrowings from financial institutions	4.3	98,372,268	19,873,174	-	-
Cash repayment for lease agreements	4.2	(18,667,870)	(20,449,678)	(16,753,975)	(18,337,804)
Cash payment for dividend		(993,958,579)	(1,052,319,085)	(993,958,579)	(1,052,319,085)
Cash payment for dividend - subsidiaries	23	(24,193,870)	(17,762,536)	-	-
Interest paid		(10,553,425)	(7,140,946)	(1,808,959)	(2,282,698)
Net cash used in financing activities		<u>(949,001,476)</u>	<u>(1,077,799,071)</u>	<u>(1,012,521,513)</u>	<u>(1,072,939,587)</u>
Effect of exchange rate changes on cash and cash equivalents		<u>(3,391,566)</u>	<u>(20,653,738)</u>	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents		1,014,396,714	1,601,796,240	1,303,423,648	1,348,158,570
Cash and cash equivalents as at January 1,		4,504,540,390	2,902,744,150	4,064,826,527	2,716,667,957
Cash and cash equivalents as at December 31,	4.1	<u><u>5,518,937,104</u></u>	<u><u>4,504,540,390</u></u>	<u><u>5,368,250,175</u></u>	<u><u>4,064,826,527</u></u>

Notes to the financial statements form an integral part of these statements

THAI CENTRAL CHEMICAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022

1. OPERATIONS AND GENERAL INFORMATION

1.1 The operation of the Company

Thai Central Chemical Public Company Limited (the “Company”) is a listed company in The Stock Exchange of Thailand with its head office located at 944 Mitrtown Office Tower, 8th Floor, Room No. 801-806 and 809-810, Rama 4 Road, Wangmai, Pathumwan, Bangkok.

The Company is a manufacturer, importer, exporter and distributor of various chemical fertilizer compound. The major shareholders of the Company are Sojitz Corporation holding 43.92% and ISTS (Thailand) Co., Ltd. holding 39.53%.

The major principal business operations of the Company and its subsidiaries (the “Group”) are summarized as follows:

1.2 The operations of subsidiaries

- 1.2.1 N.I.M. Company Limited was registered in Thailand with its office located at 284 Moo 1, Pakklong Bangplakod Sub-district, Prasadutjedi District, Samutprakan Province. The company’s main business is to lease out tank yard for containing liquid chemicals.
- 1.2.2 MC Agro-Chemicals Company Limited was registered in Thailand with its office located at 581 Moo 4, Bangpoo Industrial Estate Soi 12, Sukhumvit Road, Samutprakarn Province. The company’s main business is to manufacture, import and distribute chemical products.
- 1.2.3 TCCC Myanmar Limited was registered in the republic of the union of Myanmar with its office located at Lot No. C-15 & C-18 Thilawa SEZ zone A, Yangon Region, the republic of the union of Myanmar. The company’s main business is to manufacture, import and distribute various chemical fertilizer compound.

2. BASIS FOR PREPARATION AND PRESENTATION OF THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

- 2.1 The Group maintain its accounting records in Thai Baht and prepares its statutory financial statements in the Thai language in conformity with Thai Financial Reporting Standards and General Accepted Accounting Principle in Thailand.

- 2.2 The Group's financial statements have been prepared in accordance with the Thai Accounting Standard (TAS) No. 1 "Presentation of Financial Statements", which was effective for financial periods beginning on or after January 1, 2022 onward, and the Regulation of The Stock Exchange of Thailand (SET) dated October 2, 2017, regarding the preparation and submission of financial statements and reports for the financial position and results of operations of the listed companies B.E. 2560 and the Notification of the Department of Business Development regarding "The Brief Particulars in the Financial Statement (No.3) B.E. 2562" dated December 26, 2019.
- 2.3 The financial statements have been prepared under the historical cost convention except as disclosed in the significant accounting policies. (see Note 3)
- 2.4 Thai Financial Reporting Standards affecting the presentation and disclosure in the current period financial statements.

During the year, the Group has adopted the revised financial reporting standards issued by the Federation of Accounting Professions which are effective for fiscal years beginning on or after January 1, 2022. These financial reporting standards were aimed at alignment with the corresponding Thai Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology and accounting requirements for interest rate reform - Phrase 2. The adoption of these financial reporting standards does not have any significant impact on the Group's financial statements.

- 2.5 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective.

On August 19, 2022, Thai Financial Reporting Standard No.17 "Insurance Contracts" has been announced in the Royal Gazette and will be effective for the financial statements for the period beginning on or after January 1, 2025 onwards.

On September 26, 2022, the revised TFRSs have been announced in the Royal Gazette which will be effective for the financial statements for the period beginning on or after January 1, 2023 onwards. TFRSs which have been amended and relevant to the Group are as follows:

Thai Accounting Standard No.16 "Property, Plant and Equipment"

The amendments require an entity recognises any proceeds from selling items produced before that asset is available for use in profit or loss, instead of deducting from the cost of such asset. The amendments are applied retrospectively, but only to items of property, plant and equipment that are brought to the location and condition necessary for them to be capable of operating in the manner intended by management on or after the beginning of the earliest period presented in the financial statements in which the entity first applies the amendments. The entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings (or other component of equity, as appropriate) at the beginning of that earliest period presented.

Thai Accounting Standard No.37 “Provisions, Contingent Liabilities and Contingent Assets”

The amendments specify that the “cost of fulfilling a contract” comprises the “costs that relate directly to the contract”. Costs that relate directly to a contract consist of both the incremental costs of fulfilling that contract (examples would be direct labor or materials) and an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The amendments apply to contracts for which the entity has not yet fulfilled all its obligations at the beginning of the annual reporting period in which the entity first applies the amendments. Comparatives are not restated. Instead, the entity shall recognize the cumulative effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or other component of equity, as appropriate.

Thai Financial Reporting Standard No.3 “Business Combinations”

The amendments update TFRS 3 so that it refers to the Conceptual Framework which is currently effective. In addition, they also add to TFRS 3 a requirement that, for obligations within the scope of TAS 37, an acquirer applies TAS 37 to determine whether at the acquisition date a present obligation exists as a result of past events. For a levy that would be within the scope of TFRIC 21 “Levies”, the acquirer applies TFRIC 21 to determine whether the obligating event that gives rise to a liability to pay the levy has occurred by the acquisition date. The amendments also add an explicit statement that an acquirer does not recognize contingent assets acquired in a business combination.

Thai Financial Reporting Standard No.9 “Financial Instruments”

The amendment clarifies that in applying the “10 per cent” test to assess whether to derecognize a financial liability, an entity includes only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other’s behalf. The amendment is applied prospectively to modifications and exchanges that occur on or after the date the entity first applies the amendment.

The Group’s management will adopt such TFRS in the preparation of the Group’s financial statements when they become effective. The Group’s management considered that such TFRS does not have material impacts on the Group’s financial statements in the period of initial application.

- 2.6 The consolidated financial statements include the account balances of the Company and its subsidiaries, after eliminating intercompany transactions and balances for the years ended December 31, The Company’s holdings in subsidiaries are as follows:

	2022	2021
	% holding	% holding
N.I.M. Company Limited	51.00	51.00
MC Agro-Chemicals Company Limited	99.99	99.99
TCCC Myanmar Limited	99.99	99.99

- 2.7 The consolidated and separate financial statements are prepared in English version from the consolidated and separate financial statements followed the laws which is in Thai. In the event of any conflict or be interpreted in two different languages, the Thai version consolidated and separate financial statements in accordance with Thailand law will be superseded.

3. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared under the measurement basis of historical cost except as disclosed in the significant accounting policies as follows:

3.1 Cash and cash equivalents

Cash and cash equivalents are cash on hand, deposits at banks' savings accounts and current accounts, and short-term highly liquid investments with maturities within three months from the date of acquisition, excluding cash at banks used as collateral (if any).

3.2 Trade receivables

Trade receivables are presented at original invoice amount less allowance for expected credit losses.

Allowance for expected credit losses ("ECL") has recognized for trade receivables. The amount of expect credit losses is updated at each reporting period date to reflect changes in credit risk since initial recognition of the respective financial instrument.

The Group always recognizes lifetime ECL for trade receivables. The expected credit losses on trade receivables are estimated using a provision matrix based on the Group's historical credit loss experience, adjusted for factors that are specific to the debtors, general economic conditions and an assessment of both the current as well as the forecast direction of conditions at the reporting date, including time value of money where appropriate.

3.3 Inventories

Inventories are stated at the lower of cost or net realizable value. Cost is determined on a weighted average method. Except for a subsidiary, MC Agro-Chemicals Company Limited, which cost is determined on a first-in, first-out method. If the inventories of such subsidiary have been determined on the same basis as that of the parent company, the difference would not be materially affected to the consolidated financial statements.

Net realizable value is the estimate of the selling price in the ordinary course of business, less the estimated costs necessary to make sale. Allowance is made by the Group, where necessary, for obsolete and slow-moving inventories (if any).

3.4 Financial instruments

Financial assets and financial liabilities are recognized in the Group's consolidated and separate statement of financial position when the Group becomes a party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value.

Financial assets

The Group's financial asset represents time deposits with maturity date over 3 months but less than 1 year which is measured subsequently in their amortized costs.

The Group derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity.

Derivative financial instruments

The Group enters into derivative financial instruments including foreign exchange forward contracts to manage its exposure foreign exchange rate risks. Derivatives are recognized initially at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognized in profit or loss immediately.

A derivative with a positive fair value is recognized as a financial asset whereas a derivative with a negative fair value is recognized as a financial liability. Derivatives are not offset in the financial statements unless the Group has both legal right and intention to offset. A derivative is presented as a non-current asset or non-current liability if the remaining maturity of the instrument is more than 12 months and it is not expected to be realized or settled within 12 months. Other derivatives are presented as current assets or current liabilities.

3.5 Investments in an associate and subsidiaries

Investments in an associate and subsidiaries are presented by the cost method for the separate financial statements.

Investment in an associate is presented by the equity method for the consolidated financial statements.

If impairment in value of investment has occurred, the resultant loss on investment in all classifications is recognized in the statement of comprehensive income immediately.

3.6 Investment properties

Investment properties consist of land held to earn rentals and non-operating land which are stated at cost less allowance for impairment.

The Group test impairment of investment properties and allowance for impairment has to be made by comparing the fair value which is determined by an independent appraiser who has been approved by the Office of the Securities and Exchange Commission (Thailand) using comparative market price method to assess the value of land held to earn rentals and non-operating land.

3.7 Property, plant and equipment

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

Depreciation is calculated by reference to their costs on the straight-line method, based on the estimated useful lives of the assets as follows:

Land improvement	10 years
Buildings	20 years
Machinery and equipment	5 - 20 years
Furniture and office equipment	3 - 20 years
Vehicles	5 - 10 years

Dismantling, moving and renovating assets location cost in which the Group obligates when receiving such asset. The Group recognizes them at the cost of assets and depreciated them.

In case of impairment in value of property, plant and equipment has occurred, the resultant loss on impairment is recognized by the Group as expense in the statement of comprehensive income.

3.8 Leases

The Group as lessee

The Group assesses whether a contract is or contains a lease, at inception of the contract. The Group recognizes a right-of-use asset and corresponding lease liability with respect to all lease arrangements in which it is the lease, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low-value assets i.e. personal computers. For these leases, the Group recognizes the lease payments in the statement of comprehensive income on a straight-line basis over the term of the lease.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted by using the rate implicit in the lease. If this rate cannot be readily determined, the Group uses its incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise:

- Fixed lease payments (including in-substance fixed payments), less any lease incentive receivables;
- Variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- The amount expected to be payable by the lease under residual value guarantees;
- The exercise price of purchase options, if the lease is reasonably certain to exercise the options; and
- Payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The lease liability is presented as a separate line in the statement of financial position.

The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and decrease in book value to reflect the lease payments made.

The right-of-use assets comprise the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day, less any lease incentives received and any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Group expects to exercise a purchase option, the related right-of-use is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

The right-of-use assets are presented as a separate line in the statement of financial position.

The Group applies TAS 36 to determine whether a right-of-use asset is impaired and recognizes the identified impairment loss as described in the “Property, plant and equipment” policy.

Variable rents that do not depend on an index or rate are not included in the measurement the lease liability and the right-of-use asset. The related payments are recognized as an expense in the period in which the event or condition that triggers those payments occurs and are included in the statement of comprehensive income.

As a practical expedient, TFRS 16 permits a lessee not to separate non-lease components and recognized the lease and associated non-lease components as a single arrangement instead. The Group has used this practical expedient.

The right-of-use assets of the Group including leasehold right for land of a subsidiary in the Republic of the union of Myanmar, which is stated at cost less accumulated amortization. Amortization of leasehold right for land is calculated by using the straight-line method over the lease periods.

The Group as lessor

The Group enters into lease agreements as a lessor with respect to some of its investment properties.

Leases for which the Group is a lessor are classified as capital or operating leases. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a capital lease. All other leases are classified as operating leases.

Rental income from operating leases is recognized on a straight-line basis over the term of the relevant lease.

When a contract includes both lease and non-lease components, the Group applies TFRS 15 to allocate the consideration under the contract to each component.

3.9 Impairment

The carrying amounts of the assets are reviewed at the end of each reporting period to determine whether there is any indication of impairment loss. If any such indication exists, the recoverable amounts of asset is estimated.

The Group recognizes impairment loss when the recoverable amount of an asset is lower than its carrying amount. The recoverable amount is the higher of the asset's fair value less cost to sell and its value in use. The Group determines the value by estimating the present value of future cash flows generated by the asset, discounted using a pre-tax discount rate which reflects current market assessments of the time value of money and the risk specific to the asset. In determining fair value less costs to sell, an appropriate valuation model is used. The calculation 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.

The Group recognizes an impairment loss as expense in the statement of comprehensive income.

Reversal of an impairment loss

The Group will reverse impairment loss of asset (if any), which had been recognized in the prior periods, if there is an indicator for impairment may no longer exist or may have decreased which the recoverable amount must be estimated.

3.10 Other intangible assets other than goodwill

Intangible assets with definite life consist of right and license for other operations which are stated at cost less accumulated amortization.

Amortization is calculated by reference to their costs on the straight-line method, based on the estimated useful lives of the assets over the period of 5 - 10 years.

Intangible asset with indefinite life consists of right for use of trademarks is stated at cost, net of allowance for impairment (if any) which tested for impairment annually and allowance for impairment (if any) will be made and recorded as expense in the statement of comprehensive income.

The Group test for impairment of intangible assets annually and allowance for impairment has to be made (if any). The Group engages an independent appraiser to determine the fair value of the right to use the trademarks in accordance with the Notification of the Stock Exchange Commission dated April 30, 2004 regarding the opinion for accounting treatment for intangible assets by using the Discounted Cash Flow Approach.

3.11 Provision for employee benefit

Provision for employee benefit is the provision for benefit obligation for employees who are entitled to receive it upon retirement under the Thai Labor Protection Act. The provision is assessed by an independent actuary and based on actuarial assumptions using Projected Unit Credit Method to determine the present value of cash flows of employee benefit to be paid in the future. Under this method, the determination is based on actuarial calculations which include the employee's salaries, turnover rate, mortality rate, years of service, discount rate and compensation increase.

The Group recognizes all actuarial gains and losses arising from defined benefit plans in other comprehensive income and all expenses related to defined benefit plans in the statement of comprehensive income.

3.12 Foreign currency transactions

Transactions denominated in foreign currencies are translated into Baht at rates of exchange prevailing at the transaction dates. All balances of monetary assets and liabilities in foreign currencies at the end of reporting period are converted into Baht at the reference exchange rates established by the Bank of Thailand on that date.

Gains or losses on foreign exchange rate are recognized as an income or expense in the statement of comprehensive income.

The assets and liabilities of foreign entities are translated to Thai Baht at the foreign exchange rates ruling at the reporting date.

The revenues and expenses of foreign entities are translated to Thai Baht at average of the foreign exchange rates.

Foreign exchange differences arising on translation of foreign entities are recognized as other comprehensive income in the statement of comprehensive income and presented as the foreign currency translation reserve in equity until a disposal of the investment in foreign entities.

3.13 Revenue recognition

Revenue from sales is recognized when the Group have transferred the control of the goods to the customer.

Revenue from services is recognized when the Group have satisfied a performance obligation in the contract.

Interest income and rental income are recognized as income on an accrual basis.

Dividend income is recognized as income when dividend is declared.

Other income is recognized as income on an accrual basis.

3.14 Expense recognition

Expenses are recognized on an accrued basis.

3.15 Finance costs

Finance costs comprise interest expense on borrowings and contingent consideration.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognized in the statement of comprehensive income using the effective interest method.

3.16 Provident Fund

The contribution for employee provident fund is recorded as expense when incurred.

3.17 Taxation

Tax expense comprises the sum amount of current tax in respect of the current year and deferred tax.

3.17.1 Current income tax

Current income tax represents tax currently payable which is based on taxable profit for the period. Taxable profit differs from profit as reported in the statement of comprehensive income because it excludes items of income or expense that are taxable or deductible in other periods and it further excludes items that are never taxable or deductible. Current income tax is calculated using tax rates that have been enacted or substantively enacted at the end of reporting period.

Foreign subsidiary applied the tax rate of each country for calculating corporate income tax expense and deferred income tax.

3.17.2 Deferred tax

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit (tax base). Deferred tax liabilities are generally recognized for all taxable temporary differences, and deferred tax assets are generally recognized for temporary differences to the extent that it is probable that taxable profits will be available against which those temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed by the Group at each of the end of reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Any such reduction shall be reversed to the extent that it becomes probable that sufficient taxable profit will be available.

Deferred tax assets and liabilities are measured by the Group at the tax rates that are expected to apply in the period in which the asset is recognized or the liability is settled, based on tax rates that have been enacted or substantively enacted at the end of reporting period.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off the current tax asset against current tax liabilities and the Group intend to settle such current tax liability and asset on a net basis or intends to recognize the asset and settle the liability simultaneously.

3.18 Basic earnings per share

Basic earnings per share are computed by dividing net profit for the year which attributed to the Company's shareholders (excluded other comprehensive income) by the weighted average number of ordinary shares outstanding at the end of the reporting period. In case of a capital increase, the number of shares is weighted average according to time of registration of issued and paid-up share capital.

3.19 Fair value measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. The fair value for measurement and/or disclosure purposes in the financial statements is determined on such a basis.

In addition, fair value measurements are categorized into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 inputs are inputs, other than quoted prices included within Level 1, which are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

3.20 Accounting estimated and source of estimation uncertainty

The preparation of financial statements in conformity with Thai Financial Reporting Standards also requires the management of the Group to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Although these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

4. SUPPLEMENTARY DISCLOSURES OF CASH FLOWS INFORMATION

4.1 Cash and cash equivalents

Cash and cash equivalents as at December 31, consist of the following:

	Consolidated		Unit : Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
Cash on hand	1,568,086	26,304,252	560,000	560,000
Bank deposits in savings and current accounts	2,447,367,002	4,028,015,497	2,297,688,159	3,614,045,886
Cheque on hand	-	218,625	-	218,625
Time deposits with maturity not more than 3 months (2022: interest rates 0.90-1.50% p.a., 2021: interest rates 0.50% p.a.)	3,070,002,016	450,002,016	3,070,002,016	450,002,016
	<u>5,518,937,104</u>	<u>4,504,540,390</u>	<u>5,368,250,175</u>	<u>4,064,826,527</u>

4.2 Purchases of property, plant and equipment for the years ended December 31, are as follows:

	Consolidated		Unit : Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
Payables - acquisitions of property, plant and equipment as at January 1,	45,891,753	12,837,689	45,891,753	12,837,689
<u>Add</u> Purchases of property, plant and equipment	205,345,704	203,865,348	200,503,960	198,251,839
<u>Less</u> Cash payments	<u>(223,636,027)</u>	<u>(170,811,284)</u>	<u>(218,794,283)</u>	<u>(165,197,775)</u>
Payables - acquisitions of property, plant and equipment as at December 31,	<u>27,601,430</u>	<u>45,891,753</u>	<u>27,601,430</u>	<u>45,891,753</u>
Lease liabilities as at January 1, (including current portion)	49,390,174	64,790,719	46,301,458	62,354,763
<u>Add</u> Lease liabilities during the years	19,667,652	5,049,133	18,451,732	2,284,499
<u>Less</u> Cash payments	<u>(18,667,870)</u>	<u>(20,449,678)</u>	<u>(16,753,975)</u>	<u>(18,337,804)</u>
Lease liabilities as at December 31, (including current portion)	<u>50,389,956</u>	<u>49,390,174</u>	<u>47,999,215</u>	<u>46,301,458</u>

4.3 The cash flows from bank overdrafts and short-term borrowings from financial institutions for the years ended December 31, are as follows:

	Consolidated		Unit : Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
Bank overdrafts and short-term borrowings from financial institutions as at January 1,	198,220,617	162,261,868	-	-
<u>Add</u> Cash received - net	98,372,268	19,873,174	-	-
<u>Add</u> Unrealized loss on translation of financial statements of foreign subsidiary	<u>5,199,720</u>	<u>16,085,575</u>	<u>-</u>	<u>-</u>
Bank overdrafts and short-term borrowings from financial institutions as at December 31,	<u>301,792,605</u>	<u>198,220,617</u>	<u>-</u>	<u>-</u>

5. TRADE AND OTHER CURRENT RECEIVABLES

5.1 Trade and other current receivables as at December 31, consist of the following:

	Consolidated		Unit : Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
Trade receivables (see Note 5.2)	412,916,664	314,952,044	403,912,527	515,542,254
Other receivables	5,583,039	4,953,814	8,473,943	5,879,241
Prepaid expenses	48,314,110	48,853,947	39,912,181	40,441,282
Accrued income	5,836,748	4,182,686	5,469,766	4,037,055
Advance payments	260,636	452,651	120,000	66,500
	<u>472,911,197</u>	<u>373,395,142</u>	<u>457,888,417</u>	<u>565,966,332</u>

5.2 Trade receivables as at December 31, are classified by aging as follows:

	Consolidated		Unit : Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
Number of trade receivables	<u>328</u>	<u>314</u>	<u>119</u>	<u>107</u>
Other companies				
Current	392,890,938	306,057,544	316,315,864	234,261,627
Overdue				
Less than or up to 3 months	23,629,853	14,271,560	19,717,781	14,079,960
More than 3 months up to 6 months	1,542,750	-	1,542,750	-
More than 6 months up to 12 months	-	1,253,812	-	961,613
More than 12 months	20,790,204	19,758,341	19,608,910	18,869,247
	<u>438,853,745</u>	<u>341,341,257</u>	<u>357,185,305</u>	<u>268,172,447</u>
Related companies				
Current	-	-	71,348,406	272,548,558
	<u>-</u>	<u>-</u>	<u>71,348,406</u>	<u>272,548,558</u>
	438,853,745	341,341,257	428,533,711	540,721,005
<u>Less</u> Allowance for expected credit losses	<u>(25,937,081)</u>	<u>(26,389,213)</u>	<u>(24,621,184)</u>	<u>(25,178,751)</u>
	<u>412,916,664</u>	<u>314,952,044</u>	<u>403,912,527</u>	<u>515,542,254</u>

Movements of allowance for expected credit loss of trade receivables for the year ended December 31, 2022 as follows:

	Consolidated	Unit : Baht
	Financial	Separate
	Statements	Financial
		Statements
Beginning balance as at January 1, 2022	26,389,213	25,178,751
Decrease	(452,132)	(557,567)
Ending balance as at December 31, 2022	<u>25,937,081</u>	<u>24,621,184</u>

6. INVENTORIES

Inventories as at December 31, consist of the following:

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2022	2021	2022	2021
Finished products	1,933,543,279	555,880,845	1,653,003,568	438,451,041
Work in process	18,137,119	24,912,245	15,674,265	23,665,935
Raw materials	1,527,839,618	1,245,144,782	1,525,608,662	1,244,035,004
Supplies	105,038,722	81,363,345	94,239,367	71,585,950
Goods in transit	2,758,566	40,074,803	-	35,238,683
	<u>3,587,317,304</u>	<u>1,947,376,020</u>	<u>3,288,525,862</u>	<u>1,812,976,613</u>
<u>Less</u> Allowance for diminution in value of inventories	<u>(20,965,632)</u>	<u>(28,422,515)</u>	<u>(20,965,632)</u>	<u>(28,397,805)</u>
	<u><u>3,566,351,672</u></u>	<u><u>1,918,953,505</u></u>	<u><u>3,267,560,230</u></u>	<u><u>1,784,578,808</u></u>

Costs of inventories recognized as cost of the sales of goods in the consolidated financial statements for the years ended December 31, 2022 and 2021 are Baht 11,360.82 million and Baht 9,585.19 million, respectively.

Costs of inventories recognized as cost of the sales of goods in the separate financial statements for the years ended December 31, 2022 and 2021 are Baht 11,052.99 million and Baht 9,259.31 million, respectively.

For the years ended December 31, 2022 and 2021, cost of the sales of goods in the consolidated financial statements included the (reversal) of loss on diminution in value of inventories of Baht (7.46) million and Baht 19.41 million, respectively.

For the years ended December 31, 2022 and 2021, cost of the sales of goods in the separate financial statements included the (reversal) of loss on diminution in value of inventories of Baht (7.43) million and Baht 19.39 million, respectively.

As at December 31, 2022 and 2021, inventories in the consolidated financial statement included inventories which were under obligation that the Company and a subsidiary have to deliver fertilizer to the holders of the delivery orders (the “fertilizer notes”) which have been issued by the Company and a subsidiary to their customers of Baht 109.11 million and Baht 49.14 million, respectively (see Note 15).

As at December 31, 2022 and 2021, inventories in the separate financial statement included inventories which were under obligation that the Company has to deliver fertilizer to the holders of the fertilizer notes which have been issued by the Company to its customers of Baht 86.59 million and Baht 52.28 million, respectively (see Note 15).

7. OTHER CURRENT FINANCIAL ASSETS AND OTHER CURRENT FINANCIAL LIABILITIES

7.1 Other current financial assets and other current financial liabilities as at December 31, consist of:

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2022	2021	2022	2021
Other current financial assets				
Time deposits (see Note 7.2)	470,585,798	3,588,583,710	300,000,000	3,448,000,000
Derivatives - Forward exchange contracts	304,207	3,429,195	304,207	3,133,027
	<u>470,890,005</u>	<u>3,592,012,905</u>	<u>300,304,207</u>	<u>3,451,133,027</u>
Other current financial liabilities				
Derivatives - Forward exchange contracts	6,081,862	11,200,467	5,745,311	11,137,046
	<u>6,081,862</u>	<u>11,200,467</u>	<u>5,745,311</u>	<u>11,137,046</u>

7.2 Time deposits as at December 31, consist of the following:

		Consolidated		Separate	
		Financial Statements		Financial Statements	
		2022	2021	2022	2021
Maturity Date		Interest rate (percentage per annum)			
2022	2021	2022	2021	2022	2021
Time deposits at banks	Maturity date over				
	3 months but less than 1 year	0.25 - 0.85	0.13 - 0.63	<u>470,585,798</u>	<u>3,588,583,710</u>
Maturity Date		Interest rate (percentage per annum)			
2022	2021	2022	2021	2022	2021
Time deposits at banks	Maturity date over				
	3 months but less than 1 year	0.45 - 0.85	0.44 - 0.63	<u>300,000,000</u>	<u>3,448,000,000</u>

8. INVESTMENT PROPERTIES

Investment properties are as follows:

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2022	2021	2022	2021
Cost :				
Land	29,212,697	29,212,697	39,527,022	39,527,022
<u>Less</u> Allowance for impairment	-	-	-	-
Investment properties	<u>29,212,697</u>	<u>29,212,697</u>	<u>39,527,022</u>	<u>39,527,022</u>
 Fair value	 <u>58,660,000</u>	 <u>57,297,000</u>	 <u>328,589,134</u>	 <u>392,708,967</u>

As at December 31, 2022 and 2021, investment properties in the consolidated financial statements represent non-operating land.

As at December 31, 2022 and 2021, investment properties in the separate financial statements represent land that is leased to a related party and non-operating land.

The fair value of investment properties is determined by an independent appraiser who has been approved by the Office of the Securities and Exchange Commission (Thailand).

9. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment, consist of the following:

Consolidated Financial Statements

As at December 31, 2022

	Balances as at January 1, 2022	Increases	Decreases	Transfer in/ (out)	Exchange differences on translation of financial statements of foreign subsidiary	Unit : Baht Balances as at December 31, 2022
Cost :						
Land	293,349,876	-	-	-	-	293,349,876
Land improvements	161,189,486	-	-	3,834,000	876,150	165,899,636
Buildings	1,927,449,509	-	(2,508,839)	11,217,392	4,063,469	1,940,221,531
Machinery and equipment	2,395,051,038	8,893,930	(92,546,609)	96,668,207	1,894,224	2,409,960,790
Furniture and office equipment	522,673,786	5,412,081	(14,174,814)	47,611,082	1,269,837	562,791,972
Vehicles	175,931,068	14,215,000	(1,361,882)	3,603,600	380,087	192,767,873
Total cost	<u>5,475,644,763</u>	<u>28,521,011</u>	<u>(110,592,144)</u>	<u>162,934,281</u>	<u>8,483,767</u>	<u>5,564,991,678</u>
Accumulated depreciation :						
Land improvements	(89,061,132)	(5,209,599)	-	-	(174,354)	(94,445,085)
Buildings	(1,544,389,858)	(43,786,195)	1,894,665	-	(986,045)	(1,587,267,433)
Machinery and equipment	(1,952,759,019)	(132,347,612)	89,833,436	-	(706,603)	(1,995,979,798)
Furniture and office equipment	(372,370,397)	(49,268,702)	14,076,095	(1,009,536)	(1,005,432)	(409,577,972)
Vehicles	<u>(138,546,436)</u>	<u>(14,033,535)</u>	<u>1,361,861</u>	<u>(2,825,172)</u>	<u>(109,705)</u>	<u>(154,152,987)</u>
Total accumulated depreciation	<u>(4,097,126,842)</u>	<u>(244,645,643)</u>	<u>107,166,057</u>	<u>(3,834,708)</u>	<u>(2,982,139)</u>	<u>(4,241,423,275)</u>
Building under construction and equipment under installation	<u>147,083,647</u>	<u>176,824,693</u>	<u>-</u>	<u>(158,321,135)</u>	<u>-</u>	<u>165,587,205</u>
Property, plant and equipment	<u><u>1,525,601,568</u></u>					<u><u>1,489,155,608</u></u>

Consolidated Financial Statements

As at December 31, 2021

						Unit : Baht
	Balances as at January 1, 2021	Increases	Decreases	Transfer in/ (out)	Exchange differences on translation of financial statements of foreign subsidiary	Balances as at December 31, 2021
Cost :						
Land	293,349,876	-	-	-	-	293,349,876
Land improvements	158,709,185	1,254,000	(1,367,219)	-	2,593,520	161,189,486
Buildings	1,894,973,650	151,157	-	20,306,495	12,018,207	1,927,449,509
Machinery and equipment	2,416,209,085	10,147,506	(72,914,813)	35,933,863	5,675,397	2,395,051,038
Furniture and office equipment	483,164,970	9,304,291	(3,128,159)	29,574,437	3,758,247	522,673,786
Vehicles	181,040,694	2,044,348	(11,140,774)	2,987,915	998,885	175,931,068
Total cost	<u>5,427,447,460</u>	<u>22,901,302</u>	<u>(88,550,965)</u>	<u>88,802,710</u>	<u>25,044,256</u>	<u>5,475,644,763</u>
Accumulated depreciation :						
Land improvements	(84,850,651)	(5,062,837)	1,367,217	-	(514,861)	(89,061,132)
Buildings	(1,498,486,790)	(42,600,413)	-	(393,838)	(2,908,817)	(1,544,389,858)
Machinery and equipment	(1,882,030,722)	(139,443,557)	70,405,495	393,838	(2,084,073)	(1,952,759,019)
Furniture and office equipment	(317,652,841)	(54,813,126)	2,984,429	-	(2,888,859)	(372,370,397)
Vehicles	<u>(132,983,376)</u>	<u>(14,033,261)</u>	<u>11,140,755</u>	<u>(2,338,575)</u>	<u>(331,979)</u>	<u>(138,546,436)</u>
Total accumulated depreciation	<u>(3,916,004,380)</u>	<u>(255,953,194)</u>	<u>85,897,896</u>	<u>(2,338,575)</u>	<u>(8,728,589)</u>	<u>(4,097,126,842)</u>
Building under construction and equipment under installation	<u>51,934,396</u>	<u>180,964,046</u>	<u>-</u>	<u>(85,814,795)</u>	<u>-</u>	<u>147,083,647</u>
Property, plant and equipment	<u>1,563,377,476</u>					<u>1,525,601,568</u>
Depreciation for the years ended December 31,						
2022						<u>244,645,643</u>
2021						<u>255,953,194</u>
Gross carrying amount of plant and equipment which are fully depreciated and still in use as at December 31,						
2022						<u>3,053,237,404</u>
2021						<u>2,830,366,511</u>

Separate Financial Statements

As at December 31, 2022

					Unit : Baht
	Balances as at January 1, 2022	Increases	Decreases	Transfer in/ (out)	Balances as at December 31, 2022
Cost :					
Land	261,479,164	-	-	-	261,479,164
Land improvements	126,152,287	-	-	1,795,000	127,947,287
Buildings	1,594,198,283	-	(2,508,839)	10,999,172	1,602,688,616
Machinery and equipment	2,229,627,092	7,672,817	(89,540,469)	95,869,599	2,243,629,039
Furniture and office equipment	474,656,722	4,847,278	(13,451,249)	47,611,082	513,663,833
Vehicles	141,221,695	14,215,000	-	-	155,436,695
Total cost	<u>4,827,335,243</u>	<u>26,735,095</u>	<u>(105,500,557)</u>	<u>156,274,853</u>	<u>4,904,844,634</u>
Accumulated depreciation :					
Land improvements	(75,144,738)	(3,303,209)	-	-	(78,447,947)
Buildings	(1,318,021,001)	(33,107,617)	1,894,665	-	(1,349,233,953)
Machinery and equipment	(1,831,861,381)	(123,681,714)	86,827,419	-	(1,868,715,676)
Furniture and office equipment	(330,662,094)	(44,909,481)	13,409,963	(1,009,536)	(363,171,148)
Vehicles	(112,453,318)	(10,639,284)	-	-	(123,092,602)
Total accumulated depreciation	<u>(3,668,142,532)</u>	<u>(215,641,305)</u>	<u>102,132,047</u>	<u>(1,009,536)</u>	<u>(3,782,661,326)</u>
Building under construction and equipment under installation	<u>147,083,647</u>	<u>173,768,865</u>	<u>-</u>	<u>(155,265,307)</u>	<u>165,587,205</u>
Property, plant and equipment	<u>1,306,276,358</u>				<u>1,287,770,513</u>

Separate Financial Statements

As at December 31, 2021

	Unit : Baht			
	Balances as at January 1, 2021	Increases	Decreases	Transfer in/ (out)
	Balances as at December 31, 2021			
Cost :				
Land	261,479,164	-	-	-
Land improvements	127,519,506	-	(1,367,219)	-
Buildings	1,588,654,395	-	-	5,543,888
Machinery and equipment	2,243,105,943	8,512,173	(72,548,823)	50,557,799
Furniture and office equipment	438,940,500	8,741,716	(2,599,931)	29,574,437
Vehicles	149,516,369	115,800	(8,410,474)	-
Total cost	<u>4,809,215,877</u>	<u>17,369,689</u>	<u>(84,926,447)</u>	<u>85,676,124</u>
Accumulated depreciation :				
Land improvements	(73,108,859)	(3,403,096)	1,367,217	-
Buildings	(1,285,360,587)	(32,660,414)	-	-
Machinery and equipment	(1,770,616,053)	(131,305,224)	70,059,896	-
Furniture and office equipment	(283,645,633)	(49,513,074)	2,496,613	-
Vehicles	(110,072,384)	(10,791,395)	8,410,461	-
Total accumulated depreciation	<u>(3,522,803,516)</u>	<u>(227,673,203)</u>	<u>82,334,187</u>	<u>-</u>
Building under construction and equipment under installation	<u>51,877,621</u>	<u>180,882,150</u>	<u>-</u>	<u>(85,676,124)</u>
Property, plant and equipment	<u>1,338,289,982</u>			<u>1,306,276,358</u>
Depreciation for the years ended December 31,				
2022				<u>215,641,305</u>
2021				<u>227,673,203</u>
Gross carrying amount of plant and equipment which are fully depreciated and still in use as at December 31,				
2022				<u>2,718,935,237</u>
2021				<u>2,516,933,384</u>

As at December 31, 2022 and 2021, the Company used certain lands, land improvements and buildings as collateral with a local financial institute for guarantee credit facilities which have total net book values of Baht 395.28 million and Baht 413.02 million, respectively. (see Note 25.3)

As at December 31, 2022 and 2021, land and buildings of a subsidiary are used as collateral with a local financial institute for guarantee credit facilities, which has the same amount of total net book values of Baht 21.56 million. (see Notes 13 and 25.3)

10. RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

10.1 Right-of-use assets and lease liabilities as at December 31, consists of the following:

	Consolidated		Unit : Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
Right-of-use assets				
Land	78,213,700	77,434,738	-	-
Building	23,413,342	30,617,447	23,413,342	30,617,447
Equipment	59,193	264,613	59,193	264,613
Vehicles	26,373,785	18,624,114	22,960,595	14,048,829
	<u>128,060,020</u>	<u>126,940,912</u>	<u>46,433,130</u>	<u>44,930,889</u>
Lease liabilities				
Current portion of lease liabilities	16,866,953	16,257,768	15,897,241	14,820,962
Lease liabilities	<u>33,523,003</u>	<u>33,132,406</u>	<u>32,101,974</u>	<u>31,480,496</u>
	<u>50,389,956</u>	<u>49,390,174</u>	<u>47,999,215</u>	<u>46,301,458</u>

For the years ended December 31, 2022 and 2021, additional to the right-of-use assets recognized in the consolidated financial statements amounting to Baht 19.67 million and Baht 5.05 million, respectively.

For the years ended December 31, 2022 and 2021, additional to the right-of-use assets recognized in the separate financial statements amounting to Baht 18.45 million and Baht 2.28 million, respectively

The Group leases several assets including land of which lease term 48 years, office buildings, equipment and vehicles of which average lease term during 3 - 6 years.

On November 17, 2016, TCCC Myanmar Limited entered into the land leasehold agreement with a local supplier in the Republic of the Union of Myanmar, for its operating premise, in amounting to USD 2.62 million or equivalent to Baht 93.58 million. Such leasehold right will be expired on June 4, 2064. Such leasehold right included in right-of-use assets in the consolidated financial statements.

10.2 Amounts recognized in the statements of comprehensive income for the years ended December 31, comprise;

	Consolidated		Unit : Baht	
			Separate	
	Financial Statements	Financial Statements	Financial Statements	Financial Statements
	2022	2021	2022	2021
Depreciation - right-of-use assets				
Land	1,926,251	1,756,644	-	-
Building	7,204,105	7,204,105	7,204,105	7,204,105
Equipment	205,411	278,519	205,411	278,519
Vehicles	11,139,554	13,036,762	9,539,965	11,361,515
	<u>20,475,321</u>	<u>22,276,030</u>	<u>16,949,481</u>	<u>18,844,139</u>
Interest expense	1,809,355	2,139,275	1,672,358	2,009,177
Expense relating to short-term leases	13,311,152	11,636,360	1,770,208	1,091,135
Expense relating to leases of low value assets	5,773,028	5,466,081	5,289,162	4,739,314
	<u>41,368,856</u>	<u>41,517,746</u>	<u>25,681,209</u>	<u>26,683,765</u>

For the years ended December 31, 2022 and 2021, the total cash outflow for leases on the consolidated financial statements amounted to Baht 18.67 million and Baht 20.45 million, respectively.

For the years ended December 31, 2022 and 2021, the total cash outflow for leases on the separate financial statements amounted to Baht 16.75 million and Baht 18.34 million, respectively.

11. OTHER INTANGIBLE ASSETS OTHER THAN GOODWILL

Other intangible assets other than goodwill, consist of the following:

	Consolidated		Unit : Baht	
			Separate	
	Financial Statements	Financial Statements	Financial Statements	Financial Statements
	2022	2021	2022	2021
Right for use of trademarks - net	<u>545,900,757</u>	<u>545,900,757</u>	<u>545,900,757</u>	<u>545,900,757</u>

The Company engaged an independent appraiser to determine the fair value of the right to use the trademarks referred to above in accordance with the Notification of the Stock Exchange Commission dated April 30, 2004 regarding the opinion for accounting treatment for intangible assets. According to the reports of the independent appraiser dated January 20, 2023 and January 7, 2022, the appraisal values of the fair value of such right as at January 3, 2023 and January 4, 2022, respectively, by using the Relief from Royalty Method are higher than the carrying values.

For the years ended December 31, 2022 and 2021, sale under these trademarks were approximately 81% and 90% of the Company's total revenue from sales, respectively.

12. DEFERRED INCOME TAX AND TAX EXPENSE

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to income taxes issued by the same taxation authority. The following amounts, determined after appropriate offsetting, are shown in the consolidated and separate statements of financial position as at December 31, as follows:

	Consolidated		Separate	
	Financial Statements		Financial Statements	
	2022	2021	2022	2021
Deferred tax assets	50,142,151	45,851,184	44,897,720	41,157,812
Deferred tax liabilities	116,608,579	116,608,579	109,180,151	109,180,151

Movements of deferred tax assets and liabilities for the years ended December 31, are as follows:

Consolidated Financial Statements

As at December 31, 2022

	Balances as at January 1, 2022	Recognized in profit or loss	Recognized in Other Comprehensive Income (loss)	Unit : Baht Balances as at December 31, 2022
Allowance for expected credit losses	5,272,009	(111,513)	-	5,160,496
Allowance for diminution in value of inventories	5,680,674	(1,448,415)	-	4,232,259
Provision for sale promotions	523,993	5,350,699	-	5,874,692
Provision for employee benefit	32,820,253	2,096,817	(1,197,898)	33,719,172
Financial (assets) liabilities measured at FVTPL	1,554,255	(398,723)	-	1,155,532
Total deferred tax assets	45,851,184	5,488,865	(1,197,898)	50,142,151
Gain on fair value adjustment from investment in a subsidiary to an associate	7,428,428	-	-	7,428,428
Accumulated amortization - right for use of trademarks	109,180,151	-	-	109,180,151
Total deferred tax liabilities	116,608,579	-	-	116,608,579

As at December 31, 2021

	Balances as at January 1, 2021	Recognized in profit or loss	Recognized in Other Comprehensive Income (loss)	Unit : Baht Balances as at December 31, 2021
Allowance for expected credit losses	5,455,240	(183,231)	-	5,272,009
Allowance for diminution in value of inventories	1,812,098	3,868,576	-	5,680,674
Provision for sale promotions	5,440,963	(4,916,970)	-	523,993
Provision for employee benefit	33,138,974	544,549	(863,270)	32,820,253
Financial (assets) liabilities measured at FVTPL	(212,150)	1,766,405	-	1,554,255
Total deferred tax assets	<u>45,635,125</u>	<u>1,079,329</u>	<u>(863,270)</u>	<u>45,851,184</u>
Gain on fair value adjustment from investment in a subsidiary to an associate	7,428,428	-	-	7,428,428
Accumulated amortization - right for use of trademarks	109,180,151	-	-	109,180,151
Total deferred tax liabilities	<u>116,608,579</u>	<u>-</u>	<u>-</u>	<u>116,608,579</u>

Separate Financial Statements

As at December 31, 2022

	Balances as at January 1, 2022	Recognized in profit or loss	Recognized in Other Comprehensive Income (loss)	Unit : Baht Balances as at December 31, 2022
Allowance for expected credit losses	5,035,750	(111,513)	-	4,924,237
Allowance for diminution in value of inventories	5,680,674	(1,448,415)	-	4,232,259
Provision for sale promotions	523,993	5,350,699	-	5,874,692
Provision for employee benefit	28,316,591	1,824,706	(1,362,986)	28,778,311
Financial (assets) liabilities measured at FVTPL	1,600,804	(512,583)	-	1,088,221
Total deferred tax assets	<u>41,157,812</u>	<u>5,102,894</u>	<u>(1,362,986)</u>	<u>44,897,720</u>
Accumulated amortization - right for use of trademarks	109,180,151	-	-	109,180,151
Total deferred tax liabilities	<u>109,180,151</u>	<u>-</u>	<u>-</u>	<u>109,180,151</u>

As at December 31, 2021

	Balances as at January 1, 2021	Recognized in profit or loss	Recognized in Other Comprehensive Income (loss)	Unit : Baht Balances as at December 31, 2021
Allowance for expected credit losses	5,217,709	(181,959)	-	5,035,750
Allowance for diminution in value of inventories	1,812,098	3,868,576	-	5,680,674
Provision for sale promotions	5,500,675	(4,976,682)	-	523,993
Provision for employee benefit	27,377,049	914,140	25,402	28,316,591
Financial (assets) liabilities measured at FVTPL	(212,150)	1,812,954	-	1,600,804
Total deferred tax assets	<u>39,695,381</u>	<u>1,437,029</u>	<u>25,402</u>	<u>41,157,812</u>
Accumulated amortization - right for use of trademarks	109,180,151	-	-	109,180,151
Total deferred tax liabilities	<u>109,180,151</u>	<u>-</u>	<u>-</u>	<u>109,180,151</u>

For the years ended December 31, 2022 and 2021, the Group have applied the tax rate of 20% for calculating income tax expense and deferred income tax.

For the years ended December 31, 2022 and 2021, the foreign subsidiary applied the tax rate of each country for calculating income tax expense and deferred income tax.

Income tax expense for the years ended December 31, consist of the following:

	Consolidated		Unit : Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
Current tax expense				
in respect of the current period	220,094,967	412,032,980	207,178,512	396,681,261
Deferred taxes relating to				
temporary differences	(5,488,865)	(1,079,329)	(5,102,894)	(1,437,029)
Income tax expense	<u>214,606,102</u>	<u>410,953,651</u>	<u>202,075,618</u>	<u>395,244,232</u>
Income tax relating to the components				
of other comprehensive income (loss)				
Deferred tax relating to actuarial				
gains (loss)	<u>(1,197,898)</u>	<u>(863,270)</u>	<u>(1,362,986)</u>	<u>25,402</u>

Income tax expense for the years ended December 31, can be reconciled to the accounting profit as follows:

	Consolidated		Unit : Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
Profit before tax expense	<u>1,071,417,816</u>	<u>2,014,018,317</u>	<u>1,057,099,820</u>	<u>1,846,640,718</u>
Income tax calculated at 20%	214,283,563	402,803,663	211,419,964	369,328,144
Effect of transactions that are not				
taxable income and expenses	<u>322,539</u>	<u>8,149,988</u>	<u>(9,344,346)</u>	<u>25,916,088</u>
Income tax expense per the statement				
of comprehensive income	214,606,102	410,953,651	202,075,618	395,244,232
Tax expense relating to the				
origination and reversal of temporary				
differences	<u>5,488,865</u>	<u>1,079,329</u>	<u>5,102,894</u>	<u>1,437,029</u>
Income tax per income tax return form	<u>220,094,967</u>	<u>412,032,980</u>	<u>207,178,512</u>	<u>396,681,261</u>
	%	%	%	%
Effective tax rate	20.03	20.40	19.12	21.40

13. BANK OVERDRAFTS AND SHORT-TERM BORROWINGS FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short-term borrowings from financial institutions as at December 31, consist of the following:

	Consolidated Financial Statements		Unit : Baht Separate Financial Statements	
	2022	2021	2022	2021
Bank overdraft and short-term borrowings from financial institutions	301,792,605	198,220,617	-	-

As at December 31, 2022 and 2021, a subsidiary has credit facilities from local institutions for bank overdraft, short-term borrowings and other facilities which carried interest 2.60% - 2.85% p.a. and 1.80% p.a., respectively. Such credit facilities are mortgaged by the subsidiary's land and buildings (see Note 9).

As at December 31, 2022 and 2021, a subsidiary has credit facilities from foreign institutions for short-term borrowings and other facilities with interest rate during 4.18% - 5.30% per annum and 0.57% - 0.75% per annum, respectively. Such credit facilities are guaranteed by the Company (see Note 25.5).

14. TRADE AND OTHER CURRENT PAYABLES

Trade and other current payables as of December 31, consist of the following:

	Consolidated Financial Statements		Unit : Baht Separate Financial Statements	
	2022	2021	2022	2021
Trade payables	74,126,572	418,883,359	57,177,275	390,785,948
Other payables	74,047,131	109,555,860	73,106,520	108,902,225
Accrued dividends	2,637,993	2,582,656	2,637,993	2,582,656
Accrued expenses	169,006,930	164,165,407	134,863,650	126,202,831
Advance received from customers (see Note 15)	35,191,743	25,604,542	35,062,557	25,470,388
Deferred sales (see Note 15)	73,917,275	23,531,343	51,526,173	26,812,889
	<u>428,927,644</u>	<u>744,323,167</u>	<u>354,374,168</u>	<u>680,756,937</u>

15. DEFERRED SALES AND ADVANCE RECEIVED FROM CUSTOMERS

Deferred sales and advance received from customers represent obligations that the Company and a subsidiary have to deliver fertilizer to the holders of the delivery orders (the "fertilizer notes") which have been issued by the Company and a subsidiary to their customers.

Deferred sales represent the issued fertilizer notes which have not yet been delivered fertilizer and not yet been received the payment. The Company and a subsidiary have accounted for such outstanding balance of the unpaid and undelivered fertilizer notes in trade receivables at the same amount. However, in the business practice, the customers may cancel the undelivered fertilizer notes which they have not paid for while the Company and a subsidiary are unable to cancel the undelivered fertilizer notes.

While inventories in the consolidated and separate financial statements as at December 31, 2022 and 2021 included inventories which were under the obligations that the Company and a subsidiary issued fertilizer notes or received payments from customers but the fertilizer has not been delivered (see Note 6). The Company and a subsidiary have recorded such transactions as “Deferred sales” and “Advance received from customers”, respectively (see Note 14).

16. PROVISION FOR EMPLOYEE BENEFIT

The Company and its subsidiaries operate post-employment benefits obligation due upon retirement under the Thai Labor Protection Act, which are considered as unfunded defined benefit plans.

	Consolidated Financial Statements		Unit : Baht Separate Financial Statements	
	2022	2021	2022	2021
Presented in the statements of financial position as follows:				
Current provision for employee benefit	4,888,068	12,959,623	3,653,401	7,331,173
Non-current provision for employee benefit	<u>167,361,195</u>	<u>158,472,814</u>	<u>143,891,555</u>	<u>141,582,954</u>
Total	<u>172,249,263</u>	<u>171,432,437</u>	<u>147,544,956</u>	<u>148,914,127</u>

Amounts recognized in the statements of comprehensive income in respect of the provision for employee benefit due upon retirement for the years ended December 31, are as follows:

	Consolidated Financial Statements		Unit : Baht Separate Financial Statements	
	2022	2021	2022	2021
Current service cost	11,489,547	11,785,373	10,449,896	10,232,566
Interest cost	2,829,235	2,338,675	2,508,330	2,013,265
Actuarial loss (gain)	<u>(5,989,489)</u>	<u>(4,316,351)</u>	<u>(6,814,930)</u>	<u>127,008</u>
	<u>8,329,293</u>	<u>9,807,697</u>	<u>6,143,296</u>	<u>12,372,839</u>

Movements in the provision for employee benefit for the years ended December 31, are as follows:

	Consolidated Financial Statements		Unit : Baht Separate Financial Statements	
	2022	2021	2022	2021
Beginning provision for employee benefit	171,432,437	169,693,400	148,914,127	140,883,776
Current service cost	11,489,547	11,785,373	10,449,896	10,232,566
Interest cost	2,829,235	2,338,675	2,508,330	2,013,265
Actuarial loss (gain)	<u>(5,989,489)</u>	<u>(4,316,351)</u>	<u>(6,814,930)</u>	<u>127,008</u>
Benefit paid	<u>(7,512,467)</u>	<u>(8,068,660)</u>	<u>(7,512,467)</u>	<u>(4,342,488)</u>
Ending provision for employee benefit	<u>172,249,263</u>	<u>171,432,437</u>	<u>147,544,956</u>	<u>148,914,127</u>

The principal actuarial assumptions used to calculate the provision for employee benefit as at December 31, are as follows:

	Consolidated and Separate Financial Statements	
	2022	2021
	(% p.a.)	(% p.a.)
Discount rate	2.70	1.90
Turnover rate	1.5 - 13	1.5 - 13
	Depend on range of employee age	Depend on range of employee age
Salary increasing rate	4 - 6	4 - 6
Gold price rate	30,300	28,950
Gold price growth	5	5

The sensitivity analysis of the above actuarial assumptions impacted in present value of the provision for employee benefit as at December 31, 2022 are as follows:

	Consolidated Financial Statements	Unit : Million Baht Separate Financial Statements
Discount rate		
Discount rate, decrease of 1 percent	13.81	12.91
Discount rate, increase of 1 percent	(12.00)	(11.20)
Turnover rates		
Turnover rates, decrease of 1 percent	14.46	13.50
Turnover rates, increase of 1 percent	(12.72)	(11.85)
Salary increasing rates		
Salary growth rates, decrease of 1 percent	(11.12)	(10.34)
Salary growth rates, increase of 1 percent	12.49	11.64
Gold price rate		
Gold price growth rates, decrease of 1 percent	(0.65)	(0.63)
Gold price growth rates, increase of 1 percent	0.74	0.72

The sensitivity analysis presented above might not be representative of the actual change in the provision for employee benefit as it was unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions might be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the provision for employee benefit was calculated using the Projected Unit Credit Method at the end of the report period, which was the same as that applied in calculating the provision for employee benefit recognized in the statement of financial position.

17. PROVIDENT FUND

The Company and its subsidiaries have a contributory provident fund for those employees. The contributions from employees are deducted from the monthly salaries, with the Company and its subsidiaries matching the individual's contributions. The provident fund has been registered in accordance with the Provident Fund Act B.E. 2530 (1987).

For the years ended December 31, 2022 and 2021, the Company's contribution and subsidiaries' contribution to provident fund which were recorded as expenses in the consolidated financial statements in amounts of Baht 15.88 million and Baht 15.34 million, respectively.

For the years ended December 31, 2022 and 2021, the Company's contribution to provident fund which was recorded as expenses in the separate financial statements in amounts of Baht 13.33 million and Baht 12.88 million, respectively.

18. OTHER INCOME

Other income for the years ended December 31, consists of the following:

	Consolidated Financial Statements		Separate Financial Statements	
	2022	2021	2022	2021
Rental income	9,271,186	8,307,817	23,805,924	22,486,658
Dividend income	-	-	35,181,130	21,487,464
Gain on sale of property, plant and equipment	3,168,130	3,592,361	2,552,634	2,857,469
Gain on foreign exchange rate-net	77,292,430	58,965,255	129,628,858	89,615,409
Others	21,377,618	19,798,907	23,613,754	22,001,224
	<u>111,109,364</u>	<u>90,664,340</u>	<u>214,782,300</u>	<u>158,448,224</u>

19. EXPENSES BY NATURE

Expenses by nature for the years ended December 31, have been arrived at the following significant expenses:

	Consolidated Financial Statements		Separate Financial Statements	
	2022	2021	2022	2021
Changes in finished goods and work in process	(1,370,887,308)	(10,195,674)	(1,206,560,857)	(59,976,783)
Cost of finished goods purchased	240,065,494	206,434,647	-	-
Raw materials used	11,428,915,729	8,409,408,730	11,400,446,228	8,363,360,735
Employee benefit expenses	523,562,773	532,975,026	423,115,254	441,238,938
Depreciation and amortization	265,120,964	278,229,224	232,590,786	246,517,342
Loss on diminution in value of inventories (reversal)	(7,456,883)	19,411,026	(7,432,173)	19,386,316
Reversal of expected credit losses	(452,132)	(886,987)	(557,567)	(909,796)

20. DISCOUNT ON ORDINARY SHARES

Discount on ordinary shares as at December 31, consist of the following:

	Consolidated Financial Statements		Separate Financial Statements	
	2022	2021	2022	2021
Premium on ordinary shares	2,280,000,000	2,280,000,000	2,280,000,000	2,280,000,000
Discount on ordinary shares	(2,323,570,340)	(2,323,570,340)	(2,323,570,340)	(2,323,570,340)
	<u>(43,570,340)</u>	<u>(43,570,340)</u>	<u>(43,570,340)</u>	<u>(43,570,340)</u>

21. CAPITAL RISK MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns while maximizing the return to shareholders through the optimization of the debt and equity balance.

22. LEGAL RESERVE

Pursuant to the Public Limited Companies Act B.E. 2535 (1992), the Company must allocate to a reserve fund from the annual net profit, not less than five percent of the annual net income deducted by the total accumulated loss brought forward (if any) until the reserve fund reaches an amount of not less than ten percent of the registered capital. Such reserve fund is not available for distribution as dividend.

23. DIVIDENDS

On March 25, 2022, the Ordinary Shareholders' meeting of the Company passed a resolution to pay dividends to ordinary shareholders at Baht 1.70 per share, totaling Baht 994.01 million as an appropriation of profit for the year 2021. Such dividend was paid in April 2022.

On March 26, 2021, the Ordinary Shareholders' meeting of the Company passed a resolution to pay dividends to ordinary shareholders at Baht 1.80 per share, totaling Baht 1,052.49 million as an appropriation of profit for the year 2020. Such dividend was paid in April 2021.

The Annual General Shareholders' Meetings of subsidiaries passed a resolution to distribute annual dividends for the year 2021 to subsidiaries' ordinary shareholders as follows:

Company name	General shareholders' meeting date	Dividend per share (Baht)	Dividend paid to		Unit : Baht Total amount
			Owners of parent	Non- controlling interests	
N.I.M. Company Limited	April 26, 2022	3.95	25,181,250	24,193,750	49,375,000
MC Agro-Chemicals Company Limited	April 20, 2022	20.00	9,999,880	120	10,000,000
			<u>35,181,130</u>	<u>24,193,870</u>	<u>59,375,000</u>

The Annual General Shareholders' Meetings of subsidiaries passed a resolution to distribute annual dividends for the year 2020 to subsidiaries' ordinary shareholders as follows:

Company name	General shareholders' meeting date	Dividend per share (Baht)	Dividend paid to Owners of parent	Non-controlling interests	Unit : Baht Total amount
N.I.M. Company Limited	March 29, 2021	2.90	18,487,500	17,762,500	36,250,000
MC Agro-Chemicals Company Limited	March 29, 2021	6.00	2,999,964	36	3,000,000
			<u>21,487,464</u>	<u>17,762,536</u>	<u>39,250,000</u>

24. TRANSACTIONS BETWEEN RELATED PARTIES

Transactions between related parties are as follows:

24.1 Investments

24.1.1 Investment in an associate

As at December 31, 2022

Company name	Type of business	Relationship	Paid-up capital	Ownership %	Cost method	Investment Equity method	Dividend received
ASSOCIATED COMPANY							
Central Pacific (Thailand) Corporation Limited	Leased out warehouse	Associate	200,000,000	49.00	98,000,000	136,852,084	-

As at December 31, 2021

Company name	Type of business	Relationship	Paid-up capital	Ownership %	Cost method	Investment Equity method	Dividend received
ASSOCIATED COMPANY							
Central Pacific (Thailand) Corporation Limited	Leased out warehouse	Associate	200,000,000	49.00	98,000,000	136,977,953	-

Aggregate information of an associate that is not individually material.

Share of profit from investment in an associate for the years ended December 31, consist of the following:

	Unit : Baht Consolidated Financial Statements 2022	2021
Share of (loss) profit from investment in an associate	<u>(125,869)</u>	<u>170,757</u>

24.1.2 Investments in subsidiaries

							Unit : Thousand Baht	
Company name	Type of business	Relationship	Paid-up capital		Ownership %		Cost	
			(Direct and Indirect)					
			2022	2021	2022	2021	2022	2021
SUBSIDIARIES								
N.I.M. Company Limited	Leased out tank yard for containing chemical	Subsidiary	125,000	125,000	51.00	51.00	63,750	63,750
MC Agro-Chemicals Company Limited	Manufacture, import and distribute agriculture chemicals	Subsidiary	50,000	50,000	99.99	99.99	49,999	49,999
TCCC Myanmar Limited	Manufacture, import and distribute various chemical fertilizer compound	Subsidiary	439,106	439,106	99.99	99.99	439,106	439,106
Total Investments in subsidiaries							552,855	552,855
<u>Less</u> Allowance for impairment of investment in subsidiary							(169,000)	(169,000)
							383,855	383,855

24.2 Business transactions with related parties

24.2.1 Balances with related parties as at December 31, consist of the following:

Account name/ Company’s name	Relationship	Unit : Baht			
		Consolidated		Separate	
		Financial Statements	Financial Statements	Financial Statements	Financial Statements
		2022	2021	2022	2021
Trade receivables					
TCCC Myanmar Limited	Subsidiary	-	-	71,348,406	272,548,558
Other receivables					
N.I.M. Company Limited	Subsidiary	-	-	949,940	957,279
MC Agro-Chemicals Company Limited	Subsidiary	-	-	67,443	70,933
TCCC Myanmar Limited	Subsidiary	-	-	1,873,754	536,356
		-	-	2,891,137	1,564,568
Trade payables					
Sojitz Corporation	Major shareholder	5,130,416	5,135,837	-	-
Deferred sales					
TCCC Myanmar Limited	Subsidiary	-	-	-	21,005,931

24.2.2 Transactions with related parties for the years ended December 31, consist of the following:

Account name/ Company's name	Relationship	Unit : Baht			
		Consolidated		Separate	
		Financial Statements	Financial Statements	Financial Statements	Financial Statements
		2022	2021	2022	2021
Revenues from sales and services					
TCCC Myanmar Limited	Subsidiary	-	-	605,133,463	366,441,063
Other income					
N.I.M. Company Limited	Subsidiary	-	-	15,868,364	15,487,939
MC Agro-Chemicals Company Limited	Subsidiary	-	-	53,798	54,462
TCCC Myanmar Limited	Subsidiary	-	-	4,181,104	3,799,331
		-	-	20,103,266	19,341,732
Dividend income					
N.I.M. Company Limited	Subsidiary	-	-	25,181,250	18,487,500
MC Agro-Chemicals Company Limited	Subsidiary	-	-	9,999,880	2,999,964
		-	-	35,181,130	21,487,464
Purchases					
Sojitz Corporation	Major shareholder	9,745,224	11,775,710	-	-
Managements and Directors' remuneration	Management and directors	46,854,808	46,574,788	46,240,808	45,956,788

Purchases and sales with subsidiaries and Sojitz Corporation, terms and prices are those agreed upon by the buyer and the seller based on market prices.

25. COMMITMENTS AND CONTINGENT LIABILITIES

25.1 The Company has capital commitments for capital expenditure as at December 31, 2022 and 2021, of Baht 75.43 million and Baht 151.26 million, respectively.

25.2 As at December 31, 2022 and 2021, the Group has commitments according to short-term leases and leases of low-value assets in the consolidated financial statements of Baht 15.15 million and Baht 18.40 million, respectively.

As at December 31, 2022 and 2021, the Company has commitments according to short-term leases and leases of low-value assets in the separate financial statements of Baht 8.03 million and Baht 11.30 million, respectively.

25.3 The Company and its subsidiaries are granted credit facilities from financial institutions which consisted of bank overdrafts and short-term borrowings, letters of credit, forward contracts and letters of guarantee.

As at December 31, 2022 and 2021, the unused credit facilities, consist of:

	Currency	Consolidated Financial Statements		Unit : Million Separate Financial Statements	
		2022	2021	2022	2021
Credit facilities*	Baht	11,608.06	11,381.02	11,400.09	11,213.45
	USD	35.20	37.00	30.00	30.00
Credit facility for forward exchange contracts	Baht	4,330.64	4,192.98	4,312.60	4,179.48
	USD	162.87	146.96	155.78	140.76
Letter of guarantee	Baht	90.79	91.34	90.79	91.34

As at December 31, 2022 and 2021, credit facilities of the Company and its subsidiaries pledged by land, land improvements and buildings (see Note 9).

* The Company and its subsidiaries have been allowed by certain financial institutions to have forward exchange contracts for letters of credit and trust receipts granted under such credit.

- 25.4 The Company and its subsidiaries have commitments with banks for letters of guarantee issued as at December 31, consist of the following:

	Consolidated		Unit : Baht	
	Financial Statements		Separate	
	2022	2021	2022	2021
Letters of guarantee for electricity	<u>9,380,500</u>	<u>8,830,500</u>	<u>9,205,500</u>	<u>8,655,500</u>

- 25.5 As at December 31, 2022 and 2021, the Company has commitment for being as a guarantor of short-term borrowings and other facilities for a subsidiary of USD 12.00 million or equivalent Baht 416.80 million and Baht 403.11 million, respectively. (see Note 13).

As at December 31, 2021, the Company has commitment for being as a guarantor for a subsidiary in order to purchase of raw materials and single fertilizer of USD 0.13 million (or equivalent to Baht 4.37 million). (December 31, 2022: Nil)

- 25.6 As at December 31, 2021, the Company has commitment with a bank regarding the outstanding letters of credit amounting to USD 1.69 million (or equivalent to Baht 56.65 million). (December 31, 2022: Nils)

As at December 31, 2022 and 2021, a subsidiary has commitment with a local bank regarding the outstanding letters of credit amounting to USD 0.06 million (or equivalent to Baht 2.00 million) and USD 0.10 million (or equivalent to Baht 3.52 million), respectively.

26. BUSINESS SEGMENT INFORMATION

The Company's main business is to manufacture, import, export and distribute various chemical fertilizer compound. The subsidiaries' main businesses are to manufacture, import and distribute various chemical fertilizer compound, solvents, industrial chemical, rental services and others.

For the year ended December 31, 2022, the business segment information of the Company and its subsidiaries classified by industries is as follows:

	Recognized at the point of time	Recognized over time	Revenues and other income	Total comprehensive income (loss)	Unit : Baht Assets employed
Fertilizer section					
- Revenues from sales	13,113,955,296	-	13,113,955,296		
- Other income	138,923,508	53,715,212	192,638,720		
	13,252,878,804	53,715,212	13,306,594,016	1,008,520,517	12,290,047,007
Rental services section					
- Revenues from service	-	125,086,699	125,086,699		
- Other income	1,247,702	742,782	1,990,484		
	1,247,702	125,829,481	127,077,183	58,829,463	253,858,813
Other sections					
- Revenues from sales	244,271,581	7,640,138	251,911,719		
- Other income	2,416,626	143,681	2,560,307		
	246,688,207	7,783,819	254,472,026	4,067,836	313,897,289
<u>Less</u> Intersegment revenues			(660,543,727)		
Total revenues			13,027,599,498		
Profit before income tax expense				1,071,417,816	
<u>Less</u> Income tax expense				(214,606,102)	
Profit for the year				856,811,714	
					12,857,803,109
<u>Less</u> Intersegment assets					(438,967,727)
Total assets					12,418,835,382
<u>Less</u> Non-controlling interests in total comprehensive income				(22,878,111)	
Exchange differences on translation of financial statements of foreign subsidiary				5,373,560	
Net gains on remeasurements of defined benefit plans				4,791,591	
Total comprehensive income attributable to owners of the parent				844,098,754	
Consolidated assets as at December 31, 2022					12,418,835,382

For the year ended December 31, 2021, the business segment information of the Company and its subsidiaries classified by industries is as follows:

	Recognized at the point of time	Recognized over time	Revenues and other income	Total comprehensive income (loss)	Unit : Baht Assets employed
Fertilizer section					
- Revenues from sales	12,008,377,215	-	12,008,377,215		
- Other income	104,611,504	54,903,327	159,514,831		
	12,112,988,719	54,903,327	12,167,892,046	1,934,673,630	12,889,018,315
Rental services section					
- Revenues from service	-	126,267,557	126,267,557		
- Other income	1,344,185	879,902	2,224,087		
	1,344,185	127,147,459	128,491,644	62,046,222	245,762,564
Other sections					
- Revenues from sales	311,499,528	7,521,790	319,021,318		
- Other income	3,052,220	88,563	3,140,783		
	314,551,748	7,610,353	322,162,101	17,298,465	298,633,309
<u>Less</u> Intersegment revenues			(407,100,533)		
Total revenues			12,211,445,258		
Profit before income tax expense				2,014,018,317	
<u>Less</u> Income tax expense				(410,953,651)	
Profit for the year				1,603,064,666	
					13,433,414,188
<u>Less</u> Intersegment assets					(623,582,046)
Total assets					12,809,832,142
<u>Less</u> Non-controlling interests in total comprehensive income				(24,062,939)	
Exchange differences on translation of financial statements of foreign subsidiary				12,592,443	
Net gains on remeasurements of defined benefit plans				3,453,081	
Total comprehensive income attributable to owners of the parent				1,595,047,251	
Consolidated assets as at December 31, 2021					12,809,832,142

For the year ended December 31, 2022, revenues arising from fertilizer section approximately Baht 1,928 million is revenue from sales to the Group's major customer of which 10 percent or more of the Group's revenues. (2021: nil)

27. DISCLOSURE OF FINANCIAL INSTRUMENTS

27.1 Credit risk

Credit risk refers to the risk that counterparty default on its contractual obligations resulting in a financial loss to the Company and its subsidiaries. In the case of recognized financial assets, the carrying amount of the assets recorded in the statement of financial position, net of a portion of allowance for expected credit losses, represents the Company and its subsidiaries maximum exposure to credit risk. Concentrations of the credit risk with respect to trade receivables are limited due to the large number of customers comprising the customer base, and their dispersion across different geographic regions in Thailand.

27.2 Interest rate risk

Interest rate risk arises from the potential for a change in interest rates to have an adverse effect on the net interest earnings of the Company and its subsidiaries in the current reporting period and in the future years. In case the interest rate is higher, it may have an impact to the Company's and subsidiaries' operations due to a subsidiary has significant loans.

27.3 Fair value of financial instruments

CONSOLIDATED FINANCIAL STATEMENTS

	Unit : Thousand Baht		Fair value hierarchy
	As at December 31, 2022		
	Carrying Amount	Fair Value	
<u>Financial assets</u>			
Cash and cash equivalents	5,518,937	5,518,937	Level 3
Trade receivables	412,917	412,917	Level 3
Time deposit	470,586	470,586	Level 3
Derivative assets	304	304	Level 2
<u>Financial liabilities</u>			
Bank overdrafts and short-term borrowings from financial institutions	301,793	301,793	Level 3
Trade payables	74,127	74,127	Level 3
Derivative liabilities	6,082	6,082	Level 2
Lease liabilities (including current portion)	50,390	50,390	Level 3

	Unit : Thousand Baht		Fair value hierarchy
	As at December 31, 2021		
	Carrying Amount	Fair Value	
<u>Financial assets</u>			
Cash and cash equivalents	4,504,540	4,504,540	Level 3
Trade receivables	314,952	314,952	Level 3
Time deposit	3,588,584	3,588,584	Level 3
Derivative assets	3,429	3,429	Level 2
<u>Financial liabilities</u>			
Bank overdrafts and short-term borrowings from financial institutions	198,221	198,221	Level 3
Trade payables	418,883	418,883	Level 3
Derivative liabilities	11,200	11,200	Level 2
Lease liabilities (including current portion)	49,390	49,390	Level 3

SEPARATE FINANCIAL STATEMENTS

	Unit : Thousand Baht		Fair value hierarchy
	As at December 31, 2022		
	Carrying Amount	Fair Value	
<u>Financial assets</u>			
Cash and cash equivalents	5,368,250	5,368,250	Level 3
Trade receivables	403,913	403,913	Level 3
Time deposit	300,000	300,000	Level 3
Derivative assets	304	304	Level 2
<u>Financial liabilities</u>			
Trade payables	57,177	57,177	Level 3
Derivative liabilities	5,745	5,745	Level 2
Lease liabilities (including current portion)	47,999	47,999	Level 3

	Unit : Thousand Baht		Fair value hierarchy
	As at December 31, 2021		
	Carrying Amount	Fair Value	
<u>Financial assets</u>			
Cash and cash equivalents	4,064,826	4,064,826	Level 3
Trade receivables	515,542	515,542	Level 3
Time deposit	3,448,000	3,448,000	Level 3
Derivative assets	3,133	3,133	Level 2
<u>Financial liabilities</u>			
Trade payables	390,786	390,786	Level 3
Derivative liabilities	11,137	11,137	Level 2
Lease liabilities (including current portion)	46,301	46,301	Level 3

27.4 Foreign exchange risk

Forward exchange contract

As at December 31, 2022 and 2021, the Company and its subsidiaries entered into various forward exchange contracts with banks to hedge certain portions of their assets and liabilities denominated in foreign currencies. The details of such contracts are as follows:

Forward purchase contracts				The remaining Period (day)	Net fair value gain (loss) (Baht)	Fair value hierarchy	Valuation Technique(s)
	Currency	Amount	Average Rate (Baht)				
As at December 31, 2022							
The Company	USD	1,121,576	36.2163	31 - 214	(1,718,252)	Level 2	Discontinued cash flow*
A subsidiarv	USD	462,866	34.8662	37 - 180	(336,552)		

Forward purchase contracts				The remaining Period (day)	Net fair value gain (loss) (Baht)	Fair value hierarchy	Valuation Technique(s)
	Currency	Amount	Average Rate (Baht)				
As at December 31, 2021							
The Company	USD	12,018,042	33.1356	56 - 300	(1,590,571)	Level 2	Discontinued cash flow*
A subsidiarv	USD	1,489,569	33.2734	48 - 167	232,748		

Forward sell contracts				The remaining Period (day)	Net fair value gain (loss) (Baht)	Fair value hierarchy	Valuation Technique(s)
	Currency	Amount	Average Rate (Baht)				
As at December 31, 2022							
The Company	USD	2,230,456	33.1392	20 - 173	(3,722,853)	Level 2	Discontinued cash flow*
As at December 31, 2021							
The Company	USD	10,582,702	32.6698	32 - 358	9,594,590	Level 2	Discontinued cash flow*

* Future cash flows are estimated based on forward exchange rates (from observable forward exchange rates at the end of the reporting period) and contract forward rates, discounted at a rate that reflects the credit risk of various counterparties.

Foreign assets and liabilities

As at December 31, 2022 and 2021, the Company and its subsidiaries have foreign assets and liabilities which part of forward exchange contracts to hedge certain portions of their assets and liabilities denominated in foreign currencies are as follows:

			Foreign assets	
			Currency	Amount
As at December 31, 2022				
	The Company		USD	2,495,411
	Subsidiaries		USD	228,898
			MMK	2,265,479,966
As at December 31, 2021				
	The Company		USD	9,386,470
	Subsidiaries		USD	2,098,093
			MMK	10,218,932,530
			Foreign liabilities	
			Currency	Amount
As at December 31, 2022				
	The Company		USD	1,531,918
	Subsidiaries		USD	226,001
			MMK	357,948,095
As at December 31, 2021				
	The Company		USD	9,760,994
	Subsidiaries		USD	1,391,299
			MMK	286,955,540

28. RECLASSIFICATION

Reclassification has been made in the statement of comprehensive income for the year ended December 31, 2021, to conform to the classification used in current year's statement of comprehensive income. Such reclassification has no effect to previously reported net profit, and shareholders' equity. The reclassification is as follows:

Account	Previous presentation	Current presentation	Consolidated	Unit : Baht Separate
Directors' remuneration	Administrative expenses	Managements and Directors' remuneration	7,312,283	7,312,283

29. EVENT AFTER THE REPORTING PERIOD

29.1 On February 7, 2023, the Board of Directors' meeting of the Company has a resolution to propose to the 2023 Annual General Meeting of Shareholders No. 51 to consider the delisting of the Company's shares from being listed securities from the Stock Exchange of Thailand.

29.2 On February 27, 2023, the Board of Directors' meeting of the Company has a resolution to propose annual dividend payment for the operating result of 2022 at Baht 1.40 per share, totaling Baht 818.60 million. However, the resolution of dividend payment shall be proposed to the Annual General Meeting of shareholders of the Company for the year 2023 for further consideration and resolution.

30. APPROVAL OF THE FINANCIAL STATEMENTS

These financial statements were approved for issue by the Company's director on February 27, 2023.