

Thai Plaspac Public Company Limited and its subsidiaries
Review report and interim financial information
For the three-month and nine-month periods ended
30 September 2023

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Thai Plaspac Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Thai Plaspac Public Company Limited and its subsidiaries as at 30 September 2023, the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate interim financial information of Thai Plaspac Public Company Limited for the same periods (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.



Chayapol Supposedtanon

Certified Public Accountant (Thailand) No.3972

EY Office Limited

Bangkok: 12 November 2023

Thai Plaspac Public Company Limited and its subsidiaries

Statement of financial position

As at 30 September 2023

(Unit: Thousand Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		30 September 2023	31 December 2022	30 September 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		329,732	287,097	4,156	14,870
Trade and other receivables	2, 3	1,446,558	1,372,845	461,652	463,699
Short-term loans to related party	2	-	-	26,000	66,600
Inventories		650,843	535,860	145,735	142,284
Advance payment for purchasing of raw materials		20,413	52,113	-	-
Other current financial assets		8,227	13,296	-	-
Other current assets		114,768	100,302	58,601	39,187
Total current assets		2,570,541	2,361,513	696,144	726,640
Non-current assets					
Restricted bank deposits		18,105	17,254	-	-
Other non-current financial assets		2,921	2,791	-	-
Investments in subsidiaries	4	-	-	3,676,886	3,631,150
Property, plant and equipment	5	2,630,288	2,342,027	339,188	378,111
Right-of-use assets		209,156	173,757	7,935	4,386
Goodwill		1,720,249	1,679,993	-	-
Intangible assets		570,628	614,175	2,727	3,453
Deferred tax assets		10,145	9,267	10,145	9,267
Withholding tax deducted at source		70,357	70,357	70,357	70,357
Advance payment for purchasing of molds		40,361	42,200	37,415	36,618
Assets associated with call options granted by non-controlling interests of the subsidiary		4,274	4,274	4,274	4,274
Other non-current assets		86,762	86,752	12,970	23,812
Total non-current assets		5,363,246	5,042,847	4,161,897	4,161,428
Total assets		7,933,787	7,404,360	4,858,041	4,888,068

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

Thai Plaspac Public Company Limited and its subsidiaries
Statement of financial position (continued)
As at 30 September 2023

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Notes	30 September 2023	31 December 2022	30 September 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from banks	6	1,123,432	992,407	883,456	859,003
Trade and other payables	2	591,102	602,426	222,350	257,135
Current portion of long-term loans from banks	7	420,688	372,982	300,848	275,081
Current portion of lease liabilities		18,719	11,746	3,607	1,715
Income tax payable		42,185	26,942	6,485	10,317
Other current financial liabilities		56,324	1	263	1
Other current liabilities		61,135	55,920	29,049	21,536
Total current liabilities		2,313,585	2,062,424	1,446,058	1,424,788
Non-current liabilities					
Long-term loans from banks, net of current portion	7	1,562,641	1,724,616	1,044,059	1,269,773
Lease liabilities, net of current portion		205,591	173,761	4,537	2,811
Liabilities associated with put options granted to non-controlling interests of the subsidiaries		352,203	340,563	299,305	292,989
Deferred tax liabilities		357,911	363,192	-	-
Provision for long-term employee benefits		82,173	73,538	48,380	43,928
Other non-current financial liabilities		44,646	89,757	-	-
Total non-current liabilities		2,605,165	2,765,427	1,396,281	1,609,501
Total liabilities		4,918,750	4,827,851	2,842,339	3,034,289

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

Thai Plaspac Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
326,550,000 ordinary shares of Baht 1 each	326,550	326,550	326,550	326,550
Issued and paid-up				
326,549,999 ordinary shares of Baht 1 each	326,550	326,550	326,550	326,550
Premium on ordinary shares	1,026,969	1,026,969	1,026,969	1,026,969
Excess from change in ownership interest in the subsidiary	20,035	20,035	-	-
Retained earnings				
Appropriated - statutory reserve	32,655	32,655	32,655	32,655
Unappropriated	1,204,733	914,670	629,528	467,605
Other components of shareholders' equity	36,273	(110,959)	-	-
Equity attributable to owners of the Company	2,647,215	2,209,920	2,015,702	1,853,779
Non-controlling interests of the subsidiaries	367,822	366,589	-	-
Total shareholders' equity	3,015,037	2,576,509	2,015,702	1,853,779
Total liabilities and shareholders' equity	7,933,787	7,404,360	4,858,041	4,888,068

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



Directors



(Unaudited but reviewed)

Thai Plaspac Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 September 2023

(Unit: Thousand Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Profit or loss:					
Revenues					
Sales	2	1,697,224	1,834,214	444,861	467,504
Other income	2	27,126	13,158	16,215	13,032
Gain on exchange		3,846	5,724	772	1,810
Total revenues		1,728,196	1,853,096	461,848	482,346
Expenses					
Cost of sales	2	1,315,208	1,527,695	343,703	388,814
Selling and distribution expenses		59,255	62,388	11,038	10,232
Administrative expenses	2	118,004	112,381	44,182	42,267
Total expenses		1,492,467	1,702,464	398,923	441,313
Operating profit		235,729	150,632	62,925	41,033
Finance cost		(43,229)	(42,523)	(24,980)	(18,966)
Profit before income tax expenses		192,500	108,109	37,945	22,067
Income tax expenses	9	(34,339)	(18,920)	(6,775)	(4,367)
Profit for the period		158,161	89,189	31,170	17,700
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements in foreign currency		89,708	162,777	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		89,708	162,777	-	-
Other comprehensive income for the period		89,708	162,777	-	-
Total comprehensive income for the period		247,869	251,966	31,170	17,700

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

(Unaudited but reviewed)

Thai Plaspac Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the three-month period ended 30 September 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Profit attributable to:				
Equity holders of the Company	143,340	78,578	31,170	17,700
Non-controlling interests of the subsidiaries	14,821	10,611		
	<u>158,161</u>	<u>89,189</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	224,228	230,496	31,170	17,700
Non-controlling interests of the subsidiaries	23,641	21,470		
	<u>247,869</u>	<u>251,966</u>		

(Unit: Baht)

Earnings per share				
Basic earnings per share				
Profit attributable to equity holders of the Company	<u>0.44</u>	<u>0.24</u>	<u>0.10</u>	<u>0.05</u>

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

(Unaudited but reviewed)

Thai Plaspac Public Company Limited and its subsidiaries

Statement of comprehensive income

For the nine-month period ended 30 September 2023

(Unit: Thousand Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Profit or loss:					
Revenues					
Sales	2	5,090,178	5,244,562	1,271,152	1,399,333
Dividend income	2, 4	-	-	208,061	108,059
Other income	2	70,612	61,190	43,694	53,602
Gain on exchange		7,404	18,235	3,432	6,798
Total revenues		5,168,194	5,323,987	1,526,339	1,567,792
Expenses					
Cost of sales	2	3,997,266	4,414,612	1,017,684	1,206,793
Selling and distribution expenses		173,022	171,321	33,129	30,707
Administrative expenses	2	347,864	338,029	131,729	128,670
Impairment loss on investment in subsidiary		-	-	-	77,600
Total expenses		4,518,152	4,923,962	1,182,542	1,443,770
Operating profit		650,042	400,025	343,797	124,022
Finance cost		(124,052)	(118,838)	(71,870)	(55,737)
Profit before income tax expenses		525,990	281,187	271,927	68,285
Income tax expenses	9	(89,688)	(46,896)	(8,009)	(2,451)
Profit for the period		436,302	234,291	263,918	65,834
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements in foreign currency		150,132	208,797	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		150,132	208,797	-	-
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial gain		1,168	687	-	-
Less: Income tax effect		(294)	(206)	-	-
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		874	481	-	-
Other comprehensive income for the period		151,006	209,278	-	-
Total comprehensive income for the period		587,308	443,569	263,918	65,834

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

(Unaudited but reviewed)

Thai Plaspac Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the nine-month period ended 30 September 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Profit attributable to:				
Equity holders of the Company	396,506	212,414	263,918	65,834
Non-controlling interests of the subsidiaries	39,796	21,877		
	<u>436,302</u>	<u>234,291</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	544,614	406,583	263,918	65,834
Non-controlling interests of the subsidiaries	42,694	36,986		
	<u>587,308</u>	<u>443,569</u>		

(Unit: Baht)

Earnings per share

Basic earnings per share

Profit attributable to equity holders of the Company	<u>1.21</u>	<u>0.65</u>	<u>0.81</u>	<u>0.20</u>
--	-------------	-------------	-------------	-------------

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

Thai Piaspac Public Company Limited and its subsidiaries
Statement of changes in shareholders' equity
For the nine-month period ended 30 September 2023

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements									
Notes	Equity holders of the Company					Other components of shareholders' equity			
	Issued and paid-up share capital	Premium on ordinary shares	Excess from change in ownership interest in the subsidiary	Retained earnings		Exchange differences on translation of financial statements in foreign currency	Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total
				Appropriated -	Unappropriated				
				Statutory reserve					
Balance as at 1 January 2022	326,550	1,026,969	20,035	32,655	680,964	46,160	2,133,333	350,420	2,483,753
Profit for the period	-	-	-	-	212,414	-	212,414	21,877	234,291
Other comprehensive income for the period	-	-	-	-	481	193,688	194,169	15,109	209,278
Total comprehensive income for the period	-	-	-	-	-	193,688	406,583	36,986	443,569
Dividend paid	-	-	-	-	(46,044)	-	(46,044)	-	(46,044)
Increase in non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	2,203	2,203
Subsidiaries paid dividend to non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	(13,356)	(13,356)
Increase in liabilities associated with put options granted to non-controlling interests of the subsidiaries	-	-	-	-	(64,507)	-	(64,507)	-	(64,507)
Balance as at 30 September 2022	326,550	1,026,969	20,035	32,655	783,308	239,848	2,429,365	376,253	2,805,618
Balance as at 1 January 2023	326,550	1,026,969	20,035	32,655	914,670	(110,959)	2,209,920	366,589	2,576,509
Profit for the period	-	-	-	-	396,506	-	396,506	39,796	436,302
Other comprehensive income for the period	-	-	-	-	876	147,232	148,108	2,898	151,006
Total comprehensive income for the period	-	-	-	-	-	147,232	544,614	42,694	587,308
Dividend paid	-	-	-	-	(95,679)	-	(95,679)	-	(95,679)
Subsidiaries paid dividend to non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	(41,461)	(41,461)
Increase in liabilities associated with put options granted to non-controlling interests of the subsidiaries	-	-	-	-	(11,640)	-	(11,640)	-	(11,640)
Balance as at 30 September 2023	326,550	1,026,969	20,035	32,655	1,204,733	36,273	2,647,215	367,822	3,015,037

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

Thai Plaspac Public Company Limited and its subsidiaries
Statement of changes in shareholders' equity
For the nine-month period ended 30 September 2023

	Separate financial statements					(Unit: Thousand Baht)
	Notes	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		
				Appropriated - Statutory reserve	Unappropriated	
Balance as at 1 January 2022		326,550	1,026,969	32,655	415,305	1,801,479
Profit for the period		-	-	-	65,834	65,834
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	65,834	65,834
Dividend paid	2, 10	-	-	-	(46,044)	(46,044)
Increase in liabilities associated with put options granted to non-controlling interests of the subsidiaries		-	-	-	(13,418)	(13,418)
Balance as at 30 September 2022		326,550	1,026,969	32,655	421,677	1,807,851
Balance as at 1 January 2023		326,550	1,026,969	32,655	467,605	1,853,779
Profit for the period		-	-	-	263,918	263,918
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	263,918	263,918
Dividend paid	2, 10	-	-	-	(95,679)	(95,679)
Increase in liabilities associated with put options granted to non-controlling interests of the subsidiaries		-	-	-	(6,316)	(6,316)
Balance as at 30 September 2023		326,550	1,026,969	32,655	629,528	2,015,702

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

(Unaudited but reviewed)

Thai Plaspac Public Company Limited and its subsidiaries

Statement of cash flows

For the nine-month period ended 30 September 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from operating activities				
Profit before tax	525,990	281,187	271,927	68,285
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	364,270	358,490	79,813	91,477
Allowance for expected credit losses (reversal)	(1,609)	9,474	42	1,521
Impairment loss on investment in subsidiary	-	-	-	77,600
Reduction of inventories to net realisable value (reversal)	258	(378)	(96)	(979)
Gain on disposals/write-off of equipment	(269)	(4,637)	(600)	(268)
Long-term employee benefit expenses	12,545	15,260	4,452	6,388
Unrealised loss (gain) on exchange rate	(1,219)	(1,652)	(627)	13
Unrealised loss from fair value measurement of forward exchange contracts	262	414	262	414
Amortisation of financial fees	1,603	3,587	1,603	1,888
Dividend income	-	-	(208,061)	(108,059)
Interest income	(4,433)	(2,770)	(56)	(12)
Finance cost	122,449	115,251	70,267	53,849
Profit from operating activities before changes in operating assets and liabilities	1,019,847	774,226	218,926	192,117
Operating assets (increase) decrease				
Trade and other receivables	(71,028)	(181,699)	2,747	23,370
Inventories	(115,498)	17,306	(3,355)	26,639
Other current assets	(3,323)	(20,984)	(34,900)	(12,246)
Other non-current assets	1,829	(21,890)	10,045	(3,888)
Operating liabilities increase (decrease)				
Trade and other payables	(666)	(11,107)	(18,042)	(6,169)
Other current liabilities	5,215	(43,335)	7,513	(16,416)
Other non-current financial liabilities	521	-	-	-
Provision for long-term employee benefits	(3,870)	(9,175)	-	(1,907)
Cash flows from operating activities	833,027	503,342	182,934	201,500
Corporate income tax paid	(79,159)	(54,040)	(12,720)	(8,521)
Net cash flows from operating activities	753,868	449,302	170,214	192,979

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

Thai Plaspac Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the nine-month period ended 30 September 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from investing activities				
Decrease (increase) in short-term loans to related party	-	-	40,600	(32,000)
Proceeds from sales of equipment	384	10,864	600	268
Proceeds from sales of asset held for sale	2,231	-	-	-
Acquisitions of property, plant and equipment	(494,279)	(379,334)	(22,423)	(52,305)
Acquisitions of intangible assets	(50)	(1,871)	-	(565)
Cash paid in advance for right-of-use assets	(1,513)	-	-	-
Cash paid for investments in subsidiaries	(15,789)	(62,024)	(61,525)	(196,774)
Cash paid for purchase of business by the subsidiary	-	(346,351)	-	-
Decrease (increase) in other current financial assets	5,724	(1,663)	-	-
Decrease in other non-current financial assets	7	261	-	-
Dividend income from the subsidiaries	-	-	208,061	108,059
Interest received	4,433	2,770	56	12
Net cash flows from (used in) investing activities	(498,852)	(777,348)	165,369	(173,305)
Cash flows from financing activities				
Increase in bank overdrafts and				
short-term loans from banks	122,248	297,191	24,453	163,444
Cash receipt from long-term loans from banks	173,020	462,526	-	62,024
Repayments of long-term loans from banks	(307,439)	(267,919)	(201,550)	(124,675)
Cash receipt from long-term loan from				
non-controlling interests of the subsidiary	-	39,642	-	-
Cash paid for lease liabilities	(20,748)	(20,779)	(2,895)	(2,067)
Interest paid	(105,942)	(106,210)	(70,626)	(54,205)
Dividend paid	(137,140)	(59,400)	(95,679)	(46,044)
Net cash flows from (used in) financing activities	(276,001)	345,051	(346,297)	(1,523)
Increase in exchange differences on translation of				
financial statements in foreign currency	63,620	73,344	-	-
Net increase (decrease) in cash and cash equivalents	42,635	90,349	(10,714)	18,151
Cash and cash equivalents at beginning of period	287,097	393,780	14,870	10,734
Cash and cash equivalents at end of period	329,732	484,129	4,156	28,885
Supplemental cash flows information				
Non-cash items consist of:				
Increase (decrease) in accounts payable for				
purchasing of property, plant and equipment	6,378	14,806	(376)	(7,764)
Increase in liabilities associated with put options				
granted to non-controlling interests of the subsidiaries	11,640	64,507	6,316	13,418
Increase in right-of-use assets from lease liabilities	44,582	4,348	6,179	4,348
Increase in account payable for purchase of business	4,780	51,281	-	-

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

Thai Plaspac Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month and nine-month periods ended 30 September 2023

1. General information

1.1 Basis for the preparation of interim financial information

This interim financial information is prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial information is intended to provide information additional to that included in the latest annual financial statements. Accordingly, it focuses on new activities, events and circumstances so as not to duplicate information previously reported. This interim financial information should therefore be read in conjunction with the latest annual financial statements.

The interim financial information in Thai language is the official statutory financial information of the Company. The interim financial information in English language has been translated from the Thai language interim financial information.

1.2 Basis of consolidation

The interim financial information includes the financial statements of Thai Plaspac Public Company Limited ("the Company") and its subsidiary companies ("the subsidiaries") (collectively as "the Group") and has been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2022, with no significant change in shareholding structure of subsidiaries during the current period, except an establishment of TPAC Packaging Philippines Inc., a new subsidiary, as described in Note 4 to the interim consolidated financial statements.

1.3 Significant accounting policies

The interim financial information is prepared using the same accounting policies and methods of computation as was used for the financial statements for the year ended 31 December 2022.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023, do not have any significant impact on the Group's financial statements.

1.4 New financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2024

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

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

2. Related party transactions

During the periods, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business. There were no significant changes in related parties and the pricing policy of transactions with related parties during the current period, except an establishment of TPAC Packaging Philippines Inc.

Summaries significant business transactions with related parties were as follows.

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
<u>Transactions with subsidiaries</u>				
(Eliminated from consolidated financial statements)				
Sales of goods	-	-	8,720	10,012
Purchases of goods	-	-	34,216	30,354
Management fee income	-	-	8,617	8,333
Interest income	-	-	437	202
Management expense	-	-	566	872
<u>Transaction with related companies</u>				
Purchases of goods	33,488	24,154	15,669	12,057

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the nine-month periods ended 30 September

	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
<u>Transactions with subsidiaries</u>				
(Eliminated from consolidated financial statements)				
Sales of goods	-	-	27,325	27,852
Purchases of goods	-	-	110,100	95,271
Dividend income	-	-	208,061	108,059
Management fee income	-	-	24,976	23,620
Interest income	-	-	1,524	365
Management expense	-	-	1,505	1,840
<u>Transaction with related companies</u>				
Purchases of goods	76,713	57,407	41,072	45,310
<u>Transaction with major shareholder and related persons</u>				
Dividend paid	69,620	33,503	69,620	33,503

The balances of the accounts between the Group and those related companies are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
<u>Trade receivables - related parties (Note 3)</u>				
Subsidiaries	-	-	6,509	7,138
<u>Other receivables - related parties (Note 3)</u>				
Subsidiaries	-	-	8,743	13,576
<u>Trade payables - related parties</u>				
Subsidiaries	-	-	29,507	24,551
Related companies	12,177	32,484	12,177	9,416
Total	12,177	32,484	41,684	33,967
<u>Other payables - related parties</u>				
Subsidiaries	-	-	567	1,827

Short-term loans to related party

(Unit: Thousand Baht)

Loans to related party	Related by	Separate financial statements			
		Balance as at 1 January 2023	Increase during the period	Decrease during the period	Balance as at 30 September 2023
TPAC Packaging (Bangna) Company Limited	Subsidiary	66,600	162,800	(203,400)	26,000

Such short-term loans carried interest rate at 4.17 - 4.81 percent per annum and will be due in October - November 2023.

Directors and management's benefits

The Group had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Short-term benefits	20,223	20,302	10,549	10,747
Post-employment benefits	1,126	1,068	902	924
Other long-term benefits	6	7	6	7
Total	21,355	21,377	11,457	11,678

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Short-term benefits	64,423	64,804	33,331	33,067
Post-employment benefits	3,309	3,248	2,733	2,846
Other long-term benefits	17	20	17	20
Total	67,749	68,072	36,081	35,933

3. Trade and other receivables

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
<u>Trade receivables - related parties (Note 2)</u>				
Aged on the basis of due dates				
Not yet due	-	-	5,689	6,884
Past due				
Up to 1 month	-	-	820	254
Total trade receivables - related parties	-	-	6,509	7,138
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	1,020,786	1,022,175	346,748	346,954
Past due				
Up to 1 month	293,863	228,308	91,070	86,271
1 - 2 months	41,405	41,060	8,211	6,710
2 - 3 months	9,505	16,018	110	2,813
3 months - 1 year	21,466	21,547	265	199
1 year - 2 years	4,991	1,541	-	-
Over 2 years	6,531	5,683	5,316	5,316
Total	1,398,547	1,336,332	451,720	448,263
Less: Allowance for expected credit losses	(15,812)	(16,904)	(5,320)	(5,278)
Total trade receivables - unrelated parties	1,382,735	1,319,428	446,400	442,985
<u>Other receivables - related parties (Note 2)</u>				
Other receivables	-	-	8,743	13,576
Total other receivables - related parties	-	-	8,743	13,576
<u>Other receivables - unrelated parties</u>				
Value added tax refundable	34,519	19,209	-	-
Other receivables	29,304	34,208	-	-
Total other receivables - unrelated parties	63,823	53,417	-	-
Total trade and other receivables	1,446,558	1,372,845	461,652	463,699

4. Investments in subsidiaries

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

Company's name	Paid-up capital		Shareholding percentage		Cost		Impairment for investments		Investments - Net		Dividend received for the nine-month periods ended	
	30	31	30	31	30	31	30	31	30	31	30 September	
	September	December	September	December	September	December	September	December	September	December		
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
			(%)	(%)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)
TPAC Packaging India Private Limited	2,498 Million Indian Rupee	2,408 Million Indian Rupee	100	100	2,242,379	2,203,904	-	-	2,242,379	2,203,904	-	-
TPAC Packaging (Bangna) Company Limited	101 Million Baht	101 Million Baht	100	100	107,000	107,000	(77,600)	(77,600)	29,400	29,400	-	-
Sun Packaging Systems (FZC)	0.45 Million Dirham United Arab Emirates	0.45 Million Dirham United Arab Emirates	89	89	384,590	384,590	-	-	384,590	384,590	83,497	108,059
Combi-Pack Sdn Bhd	2 Million Ringgit	2 Million Ringgit	80	80	1,013,256	1,013,256	-	-	1,013,256	1,013,256	124,564	-
TPAC Packaging Philippines Inc.	11 Million Philippine Peso	-	100	-	7,261	-	-	-	7,261	-	-	-
Total					3,754,486	3,708,750	(77,600)	(77,600)	3,676,886	3,631,150	208,061	108,059

TPAC Packaging India Private Limited

On 24 February 2023, a meeting of the Board of Directors of the Company No. 1/2023 and a meeting of the Board of Directors of TPAC Packaging India Private Limited passed a resolution to approve capital increase of TPAC Packaging India Private Limited, for 9 million shares increase with a par value of INR 10 each, as for repayment of short-term loan of a subsidiary. Subsequently on 1 March 2023, the Company paid Baht 38.5 million (INR 90 million) for capital increase of the subsidiary.

TPAC Packaging Philippines Inc.

On 12 May 2023, a meeting of the Board of Directors of the Company No. 2/2023 passed a resolution to approve the Company to establish a subsidiary in Philippines and invest at 100% of its shares. The purpose of such company is to incorporate in plastic containers manufacturing and distribution business.

Subsequently, on 4 September 2023, the Company registered TPAC Packaging Philippines Inc. with the relevant authorities in Philippines with an initial registered share capital of PHP 162 million, for 1.62 million shares with a par value of PHP 100 each. The Company partially paid for share capital amounted to Baht 6.9 million (PHP 11 million) and related expenses for the establishment of the subsidiary amounted Baht 0.4 million.

5. Property, plant and equipment

Movements of property, plant and equipment account for the nine-month period ended 30 September 2023 are summaries below:

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2023	2,342,027	378,111
Acquisitions during the period - at cost	500,657	22,047
Disposals/write-off during the period		
- net book value at disposal/write-off date	(115)	-
Depreciation for the period	(271,014)	(60,970)
Translation adjustment	58,733	-
Net book value as at 30 September 2023	2,630,288	339,188

As at 30 September 2023, property, plant and equipment of subsidiaries amounting to INR 3,069 million and MYR 36 million (31 December 2022: INR 2,865 million and MYR 37 million) have been mortgaged as collaterals against bank overdrafts and long-term loans from banks as described in Note 6 and Note 7 to the interim consolidated financial statements.

6. Bank overdrafts and short-term loans from banks

	(Unit: Thousand Baht)			
	Interest rate (% per annum)		Consolidated financial statements	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
Bank overdrafts	7.55 - 9.50	6.35 - 9.50	38,299	3
Short-term loans from banks	3.35 - 8.25	1.50 - 9.50	1,085,133	992,404
Total			1,123,432	992,407

	(Unit: Thousand Baht)			
	Interest rate (% per annum)		Separate financial statements	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
Bank overdrafts	7.55	6.35	1,456	3
Short-term loans from banks	3.35 - 4.00	1.65 - 3.00	882,000	859,000
Total			883,456	859,003

Bank overdraft credit facility and short-term loans from banks of subsidiaries are secured by the mortgage of current assets of the subsidiaries, restricted bank deposits of the subsidiary, property, plant and equipment of the subsidiaries and the corporate guarantee by the subsidiary as described in Note 5 to the interim consolidated financial statements.

Under the bank overdraft credit facility and short-term loans from banks, the Group has to comply with certain financial terms and other terms as specified in the agreements, such as maintenance of interest bearing debt to equity ratio and debt service coverage ratio.

7. Long-term loans from banks

Movements of the long-term loans account for the nine-month period ended 30 September 2023 are summaries below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Balance as at 1 January 2023	2,097,598	1,544,854
Add: Additional borrowings	173,020	-
Financial fees amortisation	1,603	1,603
Less: Repayments	(307,439)	(201,550)
Translation adjustment	18,547	-
Balance as at 30 September 2023	1,983,329	1,344,907

On 28 April 2023, the subsidiary entered into a loan agreement with a bank in India in the amount of INR 135 million (Baht 57 million). The loan carries interest at a rate of Repo Rate + 1.90 percent per annum. The loan is repayable on semi-annual installments basis with amount specified in the agreement.

On 29 May 2023, the subsidiary entered into a loan agreement with a bank in India in the amount of INR 304 million (Baht 128 million). The loan carries interest at a rate of Repo Rate + 1.90 percent per annum. The loan is repayable on semi-annual installments basis with amount specified in the agreement.

On 30 August 2023, the subsidiary entered into a loan agreement with a bank in India in the amount of INR 278 million (Baht 118 million). The loan carries interest at a rate of Repo Rate + 1.90 percent per annum. The loan is repayable on monthly installments basis with amount specified in the agreement.

Under the loan agreement, the subsidiary has to comply with certain financial terms and other terms as specified in the agreement, such as maintaining debt to equity ratio and debt service coverage ratio.

As at 30 September 2023, the long-term credit facilities of the Group which have not yet been drawn down amounted to INR 324 million (the Company only: Nil) (31 December 2022: Baht 25 million (the Company only: Baht 25 million)).

As at 30 September 2023, the loans of the Company are unsecured. The loans of subsidiaries are secured by the mortgage of property, plant and equipment of the subsidiaries and guaranteed by the directors of the subsidiaries including the corporate guarantee by other subsidiaries as described in Note 5 to the interim consolidated financial statements.

8. Debentures

On 24 April 2018, the Annual General Meeting of the Company's shareholders approved the issuance and offering of debentures in total amount not exceed than Baht 2,000 million. The Company has authority to determine any relevant terms and details such as type of debentures, security, offering amount at each issuance, offering price per unit, term of debentures, maturity period, rights of early redemption, interest rate, repayment method and allocation method, etc. As at 30 September 2023, the Company has not issued the debentures.

9. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and nine-month periods ended 30 September 2023 and 2022 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Current income tax:				
Interim corporate income tax charge	35,849	23,830	7,020	4,115
Adjustment in respect of income tax previous year	659	(1,817)	-	-
Deferred tax:				
Deferred tax relating to origination and reversal of temporary differences	(2,169)	(3,093)	(245)	252
Income tax expenses reported in profit or loss	34,339	18,920	6,775	4,367

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Current income tax:				
Interim corporate income tax charge	96,422	59,006	12,244	6,515
Adjustment in respect of income tax previous year	(2,698)	(5,197)	(3,357)	(3,380)
Deferred tax:				
Deferred tax relating to origination and reversal of temporary differences	(4,036)	(6,913)	(878)	(684)
Income tax expenses reported in profit or loss	89,688	46,896	8,009	2,451

As at 30 September 2023, a subsidiary has unused tax loss on which deferred tax assets have not been recognised of Baht 74 million (31 December 2022: Baht 96 million).

In addition, the Company considered that no temporary differences associated with investments in overseas subsidiaries for which deferred tax liability is to be recognised.

10. Dividends

Dividends	Approved by	Total dividends (Thousand Baht)	Dividend per share (Baht)
Final dividends for 2022	Annual General Meeting of the shareholders on 28 April 2023	95,679	0.293
Total dividends for 2023		95,679	0.293
Final dividends for 2021	Annual General Meeting of the shareholders on 29 April 2022	46,044	0.141
Total dividends for 2022		46,044	0.141

11. Segment information

The Group is organised into business units based on geographic areas. During the current period, the Group has not changed the organisation of the reportable segments from the last annual financial statements.

The following table presented revenues and profit information regarding the Group's operating segments for the three-month and nine-month periods ended 30 September 2023 and 2022.

(Unit: Thousand Baht)

For the three-month periods ended 30 September								
	Thailand		Oversea countries		Eliminations		Consolidated financial statements	
	2023	2022	2023	2022	2023	2022	2023	2022
Revenues from external customers	494,841	506,930	1,202,383	1,327,284	-	-	1,697,224	1,834,214
Inter-segment revenues	42,280	40,142	2,965	2,626	(45,245)	(42,768)	-	-
Total revenues from sales	537,121	547,072	1,205,348	1,329,910	(45,245)	(42,768)	1,697,224	1,834,214
Segment operating profit	75,924	40,523	160,969	111,220	(1,164)	(1,111)	235,729	150,632
Unallocated revenues and expenses:								
Finance cost							(43,229)	(42,523)
Income tax expenses							(34,339)	(18,920)
Profit for the period							158,161	89,189

(Unit: Thousand Baht)

For the nine-month periods ended 30 September								
	Thailand		Oversea countries		Eliminations		Consolidated financial statements	
	2023	2022	2023	2022	2023	2022	2023	2022
Revenues from external customers	1,400,037	1,516,499	3,690,141	3,728,063	-	-	5,090,178	5,244,562
Inter-segment revenues	134,607	122,177	14,201	7,944	(148,808)	(130,121)	-	-
Total revenues from sales	1,534,644	1,638,676	3,704,342	3,736,007	(148,808)	(130,121)	5,090,178	5,244,562
Segment operating profit	160,547	85,649	492,083	316,100	(2,588)	(1,724)	650,042	400,025
Unallocated revenues and expenses:								
Finance cost							(124,052)	(118,838)
Income tax expenses							(89,688)	(46,896)
Profit for the period							436,302	234,291

12. Commitments and contingent liabilities

12.1 Capital commitments

As at 30 September 2023 and 31 December 2022, the Group had capital commitments relating to acquisition of machinery and molds as follows:

Foreign currency	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2023	2022	2023	2022
	(Million)	(Million)	(Million)	(Million)
Baht	19.7	11.1	17.3	9.7
US Dollar	2.5	0.4	0.3	0.2
Euro	0.1	-	-	-
Japanese Yen	27.7	42.6	2.5	2.5
Malaysian Ringgit	2.5	0.9	-	-
Indian Rupee	143.7	46.1	-	-
Dirham United Arab Emirates	0.1	0.3	-	-

12.2 Guarantees

As at 30 September 2023, there were outstanding bank guarantees to guarantee electricity and other utilities use, and guarantee for damage goods of Baht 18 million, INR 19 million and MYR 1 million issued by banks on behalf of the Group (The Company only: Baht 14 million) (31 December 2022: Baht 20 million, INR 13 million and MYR 1 million (The Company only: Baht 14 million)).

12.3 Litigation, disputes and contingent liabilities

During the current period, there have been no significant changes with respect to the litigation, disputes, and contingent liabilities as disclosed in Notes 34.3 to the consolidated financial statements for the year 2022, except certain disputes regard to the excise duty, and goods and service tax which the Courts in India ordered the dismissal of the appeals in favor of the subsidiary. At present, the subsidiary had contingent liabilities derived from such disputes amounting to INR 7 million (31 December 2022: INR 14 million).

13. Fair value hierarchy

As at 30 September 2023, the Group had the financial assets and financial liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)				
Consolidated financial statements				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
Assets associated with call options granted by non-controlling interests of the subsidiary	-	-	4.3	4.3
Liabilities measured at fair value				
Financial liabilities measured at fair value				
Liabilities associated with put options granted to non-controlling interests of the subsidiaries	-	-	352.2	352.2

(Unit: Million Baht)				
Separate financial statements				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
Assets associated with call options granted by non-controlling interests of the subsidiary	-	-	4.3	4.3
Liabilities measured at fair value				
Financial liabilities measured at fair value				
Liabilities associated with put options granted to non-controlling interests of the subsidiaries	-	-	299.3	299.3

During the current period, there were no changes in the methods and the assumptions used to estimate the fair value of financial instruments and there were no transfers between the levels of the fair value hierarchy.

14. Financial instruments

14.1 As at 30 September 2023, the balances of financial assets and financial liabilities denominated in foreign currencies are summarised below.

Foreign currency	Consolidated financial statements		Separate financial statements		Average exchange rate (Baht per 1 currency unit)
	Financial assets	Financial liabilities	Financial assets	Financial liabilities	
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	
US Dollar	2,857	1,081	936	58	36.5583
Pound Sterling	7	-	-	-	44.6950
Euro	-	19	-	-	38.6727
Singapore Dollar	678	31	-	8	26.8148
Australian Dollar	1,697	188	-	-	23.5902
Dirham United Arab Emirates	84	-	-	-	9.9533
Japanese Yen	-	70,950	-	-	0.2453

14.2 As at 30 September 2023, the Group had foreign exchange contracts outstanding as follow.

	Consolidated and Separate financial statements				
Foreign currency	Bought amount	Sold amount	Contractual exchange rate		Contractual maturity date
			Bought amount	Sold amount	
	(Thousand)	(Thousand)	(Baht per 1 foreign currency unit)		
US Dollar	-	268	-	35.10 - 36.38	30 October 2023 - 22 December 2023

14.3 Fair values of financial instruments

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

14.4 Reconciliation of recurring fair value measurements, of financial assets and financial liabilities, categorised within Level 3 of the fair value hierarchy

(Unit: Thousand Baht)

	Consolidated financial statements	
	Assets associated with call options granted by non-controlling interests of the subsidiary	Liabilities associated with put options granted to non-controlling interests of the subsidiaries
Balance as at 1 January 2023	4,274	340,563
Increase during the period	-	11,640
Balance as at 30 September 2023	4,274	352,203

(Unit: Thousand Baht)

	Separate financial statements	
	Assets associated with call options granted by non-controlling interests of the subsidiary	Liabilities associated with put options granted to non-controlling interests of the subsidiaries
Balance as at 1 January 2023	4,274	292,989
Decrease during the period	-	6,316
Balance as at 30 September 2023	4,274	299,305

Key assumptions used in the valuation are summarised below.

Financial instruments	Valuation technique	Significant unobservable inputs	Rates	Sensitivity of the input to fair value
Assets associated with call options granted by non-controlling interests of the subsidiary	Black Scholes Model	Stock price and strike price	0.16 AED/share	No significant impact
Liabilities associated with put options granted to non-controlling interests of the subsidiaries	Discounted cash flow based on the expected exercise price	Exercise price	107.92 MYR/share and 300.97 INR/share	No significant impact

15. Events after the reporting period

- 15.1 On 4 October 2023, a meeting of the Board of Directors of Combi-Pack Sdn Bhd passed a resolution to pay an interim dividend from operating results for the year 2023 of MYR 8 per share, totaling MYR 16.0 million. The Company received dividend in proportion to its shareholding amounting to MYR 12.8 million or approximately Baht 99.6 million on 10 October 2023.
- 15.2 On 27 October 2023, a meeting of the Board of Directors of Sun Packaging Systems (FZC) passed a resolution to pay an interim dividend from operating results for the year 2023 of AED 20,667 per share, totaling AED 6.2 million. The Company received dividend in proportion to its shareholding amounting to AED 5.5 million or approximately Baht 54.4 million on 2 November 2023.

15.3 On 20 October 2023, a meeting of the Board of Directors of the Company No. 4/2023 passed the resolutions as follows.

- 1) Approval of payment for additional share capital of the subsidiary, TPAC Packaging Philippines Inc. in total amount not exceeding USD 2.5 million as for its operating capital.
- 2) Approval of short-term loan to the subsidiary, TPAC Packaging Philippines Inc. in total amount not exceeding USD 2.5 million as for its operating capital.

Subsequently, on 8 November 2023, the Company transferred a total of USD 1.5 million to the subsidiary. This amount was divided into USD 1.3 million for the payment of additional share capital and USD 0.2 million for short-term loan to the subsidiary.

16. Approval of interim financial information

This interim financial information was authorised for issue by the Company's Board of Directors on 12 November 2023.