

Lanna Resources Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month period ended 31 March 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Lanna Resources Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Lanna Resources Public Company Limited and its subsidiaries as at 31 March 2022 and the related consolidated statements of income, comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Lanna Resources Public Company Limited for the same period (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.

Patcharawan Koonarangsri

Certified Public Accountant (Thailand) No. 6650

EY Office Limited

Bangkok: 13 May 2022

Lanna Resources Public Company Limited and its subsidiaries

Statements of financial position

As at 31 March 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March	31 December	31 March	31 December
		2022	2021	2022	2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		2,240,447	2,163,718	868,485	874,231
Trade and other receivables	2, 3	2,840,729	1,666,081	675,574	322,899
Inventories		991,388	525,525	198,702	254,756
Value added tax refundable		715,625	692,663	1,561	8,824
Prepaid income tax		179,377	124,012	-	-
Advance payments for goods	2	66,912	316,458	37,901	42,437
Other current financial assets	4	600,982	551,099	599,912	550,007
Other current assets		251,657	130,312	3,463	2,839
Total current assets		7,887,117	6,169,868	2,385,598	2,055,993
Non-current assets					
Restricted bank deposits	5	322,694	343,225	-	-
Investments in subsidiaries	6	-	-	812,756	844,212
Investment in associated companies	7	199,598	173,043	59,328	59,328
Long-term loans to related party	2	105,468	105,811	105,468	105,811
Investment properties		57,244	57,533	29,451	29,451
Biological asset		12,500	11,577	-	-
Property, plant and equipment	8	3,992,840	4,033,626	328,791	323,816
Right-of-use assets		85,802	89,885	44,050	44,633
Goodwill		186,000	186,000	-	-
Intangible assets	9	99,791	106,573	97,195	104,138
Deferred tax assets		58,700	55,034	60,966	57,601
Other non-current financial assets		8,075	7,949	4,203	4,062
Other non-current assets	10	752,178	691,703	-	-
Total non-current assets		5,880,890	5,861,959	1,542,208	1,573,052
Total assets		13,768,007	12,031,827	3,927,806	3,629,045

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

Lanna Resources Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 March 2022

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March	31 December	31 March	31 December
		2022	2021	2022	2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	11	1,128,980	763,613	-	-
Trade and other payables	2, 12	737,118	529,812	46,572	53,680
Current portion of long-term loans from financial institutions	13	326,276	291,605	-	-
Current portion of lease liabilities		30,554	30,423	11,713	11,255
Accrued expenses		468,625	399,329	5,230	44,125
Income tax payable		1,068,163	915,767	-	-
Other current financial liabilities		195,978	4,472	931	939
Other current liabilities		186,425	278,897	69,658	6,312
Total current liabilities		4,142,119	3,213,918	134,104	116,311
Non-current liabilities					
Long-term loans from financial institutions - net of current portion	13	522,225	619,088	-	-
Lease liabilities - net of current portion		58,412	62,536	33,995	34,894
Provision for long-term employee benefits		209,719	203,690	48,480	47,586
Provision for mine reclamation and decommissioning costs		130,826	124,990	-	-
Deferred tax liabilities		308,950	226,333	-	-
Total non-current liabilities		1,230,132	1,236,637	82,475	82,480
Total liabilities		5,372,251	4,450,555	216,579	198,791

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

Lanna Resources Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 March 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity (continued)				
Shareholders' equity				
Share capital				
Registered, issued and fully paid up				
524,999,679 ordinary shares of Baht 1 each	525,000	525,000	525,000	525,000
Share premium	680,400	680,400	680,400	680,400
Retained earnings				
Appropriated - Statutory reserve	52,500	52,500	52,500	52,500
Appropriated - General reserve	1,310,600	1,310,600	1,310,600	1,310,600
Unappropriated	3,618,469	3,003,444	1,142,727	861,754
Other components of shareholders' equity	111,385	115,153	-	-
Equity attributable to owners of the Company	6,298,354	5,687,097	3,711,227	3,430,254
Non-controlling interests of the subsidiaries	2,097,402	1,894,175	-	-
Total shareholders' equity	8,395,756	7,581,272	3,711,227	3,430,254
Total liabilities and shareholders' equity	13,768,007	12,031,827	3,927,806	3,629,045
	-	-	-	-

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

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Directors
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Lanna Resources Public Company Limited and its subsidiaries**Income statements****For the three-month period ended 31 March 2022**

(Unit: Thousand Baht except earnings per share presented in Baht)

	Note	Consolidated financial statements		Separate financial statements	
		<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenues					
Sales	2	4,966,611	3,021,257	463,160	227,948
Commission and marketing service income	2		-	55,307	47,439
Other income					
Dividend income	2, 6	-	-	306,539	41,057
Service income		-	-	15,075	12,495
Reversal of allowance for impairment loss of investment	6	-	-	-	6,740
Gain on exchange		-	-	-	765
Others		46,621	15,665	10,159	209
Total other income		46,621	15,665	331,773	61,266
Total revenues		5,013,232	3,036,922	850,240	336,653
Expenses					
Cost of sales	2	2,269,827	1,709,542	401,699	189,940
Selling and distribution expenses		1,058,304	558,585	37,656	32,670
Administrative expenses		134,818	103,580	59,022	26,051
Loss on exchange		4,843	17,884	2,106	-
Total expenses		3,467,792	2,389,591	500,483	248,661
Operating profit		1,545,440	647,331	349,757	87,992
Share of profit from investment in associated companies	7	26,672	1,484	-	-
Finance income	2	8,938	3,385	1,583	1,068
Finance cost	2	(13,979)	(13,299)	(651)	(540)
Profit before income tax expenses		1,567,071	638,901	350,689	88,520
Income tax expenses	14	(555,677)	(222,998)	(69,716)	(19,708)
Profit for the period		1,011,394	415,903	280,973	68,812
Profit attributable to:					
Equity holders of the Company		615,142	242,626	280,973	68,812
Non-controlling interests of the subsidiaries		396,252	173,277		
		<u>1,011,394</u>	<u>415,903</u>		
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)	15	1.17	0.46	0.54	0.13
Weighted average number of ordinary shares (Thousand shares)		525,000	525,000	525,000	525,000

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Profit for the period	<u>1,011,394</u>	<u>415,903</u>	<u>280,973</u>	<u>68,812</u>
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	<u>(6,242)</u>	<u>107,277</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods	<u>(6,242)</u>	<u>107,277</u>	<u>-</u>	<u>-</u>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>				
Actuarial gain - net of income tax	<u>-</u>	<u>3,767</u>	<u>-</u>	<u>3,767</u>
Share of other comprehensive income from associates - actuarial loss	<u>(117)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax	<u>(117)</u>	<u>3,767</u>	<u>-</u>	<u>3,767</u>
Other comprehensive income for the period	<u>(6,359)</u>	<u>111,044</u>	<u>-</u>	<u>3,767</u>
Total comprehensive income for the period	<u>1,005,035</u>	<u>526,947</u>	<u>280,973</u>	<u>72,579</u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>611,257</u>	<u>314,879</u>	<u>280,973</u>	<u>72,579</u>
Non-controlling interests of the subsidiaries	<u>393,778</u>	<u>212,068</u>		
	<u>1,005,035</u>	<u>526,947</u>		

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

Consolidated financial statements												
Equity attributable to owners of the Company												
					Other components of shareholders' equity							
					Other comprehensive income	Exchange differences on						
					translation of	Surplus on change	Capital reserve	Total other	Total equity	Equity attributable		
					financial	in the percentage	for share-based	component of	attributable to	to non-controlling	Total	
					statements in	of shareholding	payment	shareholders'	owners of	interests of	shareholders'	
					foreign currency	in subsidiary	transactions	equity	the Company	the subsidiaries	equity	
					Retained earnings							
					Appropriated							
Issued and paid up	Share premium	Statutory reserve	General reserve	Unappropriated								
share capital												
Balance as at 1 January 2021	525,000	680,400	52,500	1,255,000	1,951,549	(141,508)	75,949	556	(65,003)	4,399,446	1,625,058	6,024,504
Profit for the period	-	-	-	242,626	-	-	-	-	-	242,626	173,277	415,903
Other comprehensive income for the period	-	-	-	3,767	68,486	-	-	-	68,486	72,253	38,791	111,044
Total comprehensive income for the period	-	-	-	246,393	68,486	-	-	-	68,486	314,879	212,068	526,947
Decrease in non-controlling interests of the subsidiaries from dividend payments of subsidiaries	-	-	-	-	-	-	-	-	-	-	(26,769)	(26,769)
Balance as at 31 March 2021	525,000	680,400	52,500	1,255,000	2,197,942	(73,022)	75,949	556	3,483	4,714,325	1,810,357	6,524,682
Balance as at 1 January 2022	525,000	680,400	52,500	1,310,600	3,003,444	38,648	75,949	556	115,153	5,687,097	1,894,175	7,581,272
Profit for the period	-	-	-	615,142	-	-	-	-	-	615,142	396,252	1,011,394
Other comprehensive income for the period	-	-	-	(117)	(3,768)	-	-	-	(3,768)	(3,885)	(2,474)	(6,359)
Total comprehensive income for the period	-	-	-	615,025	(3,768)	-	-	-	(3,768)	611,257	393,778	1,005,035
Decrease in non-controlling interests of the subsidiaries from dividend payments of subsidiaries	-	-	-	-	-	-	-	-	-	-	(190,551)	(190,551)
Balance as at 31 March 2022	525,000	680,400	52,500	1,310,600	3,618,469	34,880	75,949	556	111,385	6,298,354	2,097,402	8,395,756

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	Separate financial statements					Total shareholders' equity
	Issued and paid up share capital	Share premium	Retained earnings		Unappropriated	
			Appropriated			
			Statutory reserve	General reserve		
Balance as at 1 January 2021	525,000	680,400	52,500	1,255,000	213,173	2,726,073
Profit for the period	-	-	-	-	68,812	68,812
Other comprehensive income for the period	-	-	-	-	3,767	3,767
Total comprehensive income for the period	-	-	-	-	72,579	72,579
Balance as at 31 March 2021	<u>525,000</u>	<u>680,400</u>	<u>52,500</u>	<u>1,255,000</u>	<u>285,752</u>	<u>2,798,652</u>
Balance as at 1 January 2022	525,000	680,400	52,500	1,310,600	861,754	3,430,254
Profit for the period	-	-	-	-	280,973	280,973
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	280,973	280,973
Balance as at 31 March 2022	<u>525,000</u>	<u>680,400</u>	<u>52,500</u>	<u>1,310,600</u>	<u>1,142,727</u>	<u>3,711,227</u>

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of cash flows

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Cash flows from operating activities				
Profit before tax	1,567,071	638,901	350,689	88,520
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	226,801	202,889	14,401	13,815
Unrealised gain on change in value of investments in general fixed income funds	(1)	(1)	-	-
Share of profit from investment in associated companies	(26,672)	(1,484)	-	-
Reversal of reduction of inventories to net realisable value	(16,198)	-	(15,526)	-
Allowance for impairment of the investment (reversal)	-	-	31,456	(6,740)
Allowance for diminution in value added tax refundable	-	11,437	-	-
Write-off of value added tax refundable	1,688	572	-	-
Gain on disposals and write-off of machine, equipment and investment properties	(454)	-	(545)	-
Gain on write-off of right-of-use assets from contract cancellation	(49)	(6)	-	-
Impairment loss on assets	27,556	-	-	-
Dividend income	-	-	(306,539)	(41,057)
Provision for long-term employee benefits	7,376	9,383	894	873
Provision for mine reclamation and decommissioning costs	15,600	15,694	-	-
Unrealised loss (gain) on exchange	(12,790)	(6,465)	462	(1,983)
Finance income	(8,938)	(3,385)	(1,583)	(1,068)
Finance cost	13,720	13,270	651	540
Profit from operating activities before changes in operating assets and liabilities	1,794,710	880,805	74,360	52,900

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

Lanna Resources Public Company Limited and its subsidiaries**Statements of cash flows (continued)****For the three-month period ended 31 March 2022**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Cash flows from operating activities				
Operating assets (increase) decrease				
Trade and other receivables	(1,174,018)	(198,006)	(45,555)	28,476
Inventories	(449,665)	(247,956)	71,580	(12,481)
Value added tax refundable	(14,654)	17,305	7,263	-
Advance payments for goods	249,546	(36,380)	4,536	14,703
Other current financial assets	18	16	(5)	7
Other current assets	(121,345)	8,936	(624)	(403)
Operating liabilities increase (decrease)				
Trade and other payables	218,122	(16,453)	(6,112)	(2,092)
Accrued expenses	71,676	40,035	(38,895)	(8,221)
Other current financial liabilities	46	(1,516)	(8)	-
Other current liabilities	(154,687)	(1,174)	1,131	(11,242)
Cash paid for long-term employee benefits	(2,244)	(127,173)	-	-
Cash paid for mine reclamation	(9,779)	(8,168)	-	-
Cash from operating activities	407,726	310,271	67,671	61,647
Interest income	8,308	3,501	1,009	1,201
Cash paid for interest expenses	(11,614)	(10,417)	-	-
Cash paid for income tax	(316,636)	(28,460)	(10,866)	(13,810)
Net cash from operating activities	87,784	274,895	57,814	49,038
Cash flows from investing activities				
Increase in debt instruments investments	-49,900	-	-49,900	-
Decrease (increase) in restricted bank deposits	19,271	(65,978)	-	-
Dividend received from subsidiaries	-	-	-	41,057
Cash received from the partial return on investment from subsidiary	-	-	-	53,125
Proceeds from disposals of machine and equipment	545	-	545	-
Acquisitions of plant and equipment	(80,970)	(35,269)	(10,442)	(3,854)
Acquisitions of biological asset	(923)	(1,992)	-	-
Acquisitions of computer software	(328)	(41)	-	(22)
Increase in other non-current financial assets	(133)	(266)	(141)	(257)
Increase in other non-current assets	(194,782)	(73,172)	-	-
Net cash from (used in) investing activities	(307,220)	(176,718)	(59,938)	90,049

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of cash flows (continued)

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Cash flows from financing activities				
Net increase in short-term loans from financial institutions	365,367	284,562	-	-
Repayment of long-term loans from financial institution	(61,987)	(14,303)	-	-
Cash receipt from short-term loan from related person	-	2,000	-	-
Cash paid for principal portion of lease liabilities	(7,445)	(7,307)	(3,057)	(2,703)
Cash paid for interest expense of lease liabilities	(1,309)	(1,142)	(651)	(540)
Dividend paid	-	(26,769)	-	-
Increase (decrease) in non-controlling interests of the subsidiaries	(2,474)	38,791	-	-
Net cash from (used in) financing activities	<u>292,152</u>	<u>275,832</u>	<u>(3,708)</u>	<u>(3,243)</u>
Increase (decrease) in translation adjustments	<u>3,927</u>	<u>(4,154)</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>76,643</u>	<u>369,855</u>	<u>(5,832)</u>	<u>135,844</u>
Cash and cash equivalents at beginning of period	2,163,718	832,696	874,231	277,704
Effect of change in foreign exchange rate				
on cash at bank balance	<u>86</u>	<u>1,391</u>	<u>86</u>	<u>1,391</u>
Cash and cash equivalents at end of period	<u><u>2,240,447</u></u>	<u><u>1,203,942</u></u>	<u><u>868,485</u></u>	<u><u>414,939</u></u>
	-		-	
Supplemental cash flows information:				
Non-cash transactions				
Dividend receivable from subsidiaries	-	-	306,539	-
Additions to right-of-use assets and lease liabilities	4,055	8,511	2,616	5,470
Payables from purchases of plant and equipment and intangible assets	1,569	6,817	520	3,716
Dividend payable	190,551	-	-	-

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

Lanna Resources Public Company Limited and its subsidiaries

Notes to interim financial statements

For the three-month periods ended 31 March 2022

1. General information

1.1 Corporate information

Lanna Resources Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its major shareholder is Siam City Cement Public Company Limited, which was incorporated in Thailand. The Company is principally engaged in the manufacture and distribution of coal. The registered office of the Company is at 888/99 Mahathun Plaza Building 9th floor, Ploenchit Road, Lumpini, Pathumwan, Bangkok.

1.2 Coronavirus disease 2019 Pandemic

The Coronavirus disease 2019 pandemic is resulting in an economic slowdown and adversely impacting most businesses and industries. This situation may bring uncertainties and have an impact on the environment in which the Company operates. The Group’s management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved.

1.3 Basis of preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income, comprehensive income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements.

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

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

1.4 Basis of consolidation

These interim consolidated financial statements included the financial statements of Lanna Resources Public Company Limited (“the Company”) and its subsidiaries (“the subsidiaries”) (collectively as “the Group”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2021 with no change in shareholding structure of subsidiaries during the current period.

1.5 Significant accounting policies

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2021.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do 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, arose in ordinary course of business and were concluded on commercial terms and bases agreed upon between the Group and those related parties. There were no significant changes in the transfer pricing of transactions with related parties during the current period.

Summaries business transitions with related parties are as follows.

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Dividend income	-	-	306,539	41,057
Commission and marketing service income	-	-	55,307	47,439
Service income	-	-	15,075	12,495
Purchase of coal	-	-	173,428	79,480
<u>Transactions with major shareholder</u>				
Sales of coal	300,769	135,161	300,769	135,161
<u>Transactions with associated companies</u>				
Purchase of coal	72,234	-	72,234	-
Freight charge	72,953	32,732	72,953	32,732
Interest income	414	-	414	-
<u>Transactions with related person and company</u>				
Sales of coal	1,833	-	1,833	-
Interest income	-	6	-	-

(Unaudited but reviewed)

As at 31 March 2022 and 31 December 2021, the balances of the accounts between the Company and those related parties are as follows:

	Consolidated		(Unit: Thousand Baht) Separate	
	financial statements		financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
<u>Trade and other receivables - related parties</u>				
(Note 3)				
Major shareholder	223,498	209,565	223,498	209,565
Subsidiaries	-	-	343,475	28,190
Associated company	414	-	414	-
Total trade and other receivables - related parties	<u>223,912</u>	<u>209,565</u>	<u>567,387</u>	<u>237,755</u>
<u>Advance payments for goods - related parties</u>				
Subsidiaries	-	-	12,949	12,949
Associated company	24,952	29,488	24,952	29,488
Total advance payments for goods - related parties	<u>24,952</u>	<u>29,488</u>	<u>37,901</u>	<u>42,437</u>
<u>Trade and other payables - related party</u>				
(Note 12)				
Associated company	6,260	-	6,260	-
Total trade and other payables - related party	<u>6,260</u>	<u>-</u>	<u>6,260</u>	<u>-</u>

Long-term loan to related party

On 31 August 2021, the Company entered into Shareholder Loan Agreement to provide a long-term loan to an associated company. The loan bears interest at 6 months SIBOR plus 1% per annum. Such loan is repayable on demand. Movement of long-term loan to related party for the three-month period ended 31 March 2022 was summarised below.

	(Unit: Thousand Baht)		
	Consolidated and separate financial statements		
	Balance as at 1 January 2022	Decrease during the period	Balance as at 31 March 2022
Long-term loan to related company			
Associated company	<u>105,811</u>	<u>(343)</u>	<u>105,468</u>

(Unaudited but reviewed)

Directors and management's benefits

During the three-month periods ended 31 March 2022 and 2021, the Group had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Short-term employee benefits	33,137	29,647	8,986	8,460
Post-employment benefits	3,179	2,890	450	423
Total	<u>36,316</u>	<u>32,537</u>	<u>9,436</u>	<u>8,883</u>

3. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
<u>Trade receivables - related parties</u>				
Age on the basis of due dates				
Not yet due	223,498	209,565	249,570	223,300
Past due				
Up to 3 months	-	-	1,174	6,466
Total trade receivables - related parties	<u>223,498</u>	<u>209,565</u>	<u>250,744</u>	<u>229,766</u>
<u>Trade receivables - unrelated parties</u>				
Age on the basis of due dates				
Not yet due	2,545,683	1,158,600	98,409	83,913
Past due				
Up to 3 months	36,850	242,576	-	-
Total	<u>2,582,533</u>	<u>1,401,176</u>	<u>98,409</u>	<u>83,913</u>
Less: Allowance for expected credit losses	(34)	(34)	-	-
Total trade receivables - unrelated parties, net	<u>2,582,499</u>	<u>1,401,142</u>	<u>98,409</u>	<u>83,913</u>
Total trade receivables - net	<u>2,805,997</u>	<u>1,610,707</u>	<u>349,153</u>	<u>313,679</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
<u>Other receivables</u>				
Other receivables - related parties	-	-	9,690	7,989
Other receivables - unrelated parties	33,271	54,543	8,648	261
Interest receivable - related parties	414	-	414	-
Interest receivable - unrelated parties	1,194	978	1,130	970
Dividend receivable - related parties	-	-	306,539	-
Total	34,879	55,521	326,421	9,220
Less: Allowance for expected credit losses	(147)	(147)	-	-
Total other receivables - net	34,732	55,374	326,421	9,220
Total trade and other receivables - net	2,840,729	1,666,081	675,574	322,899

An overseas subsidiary has pledged its trade receivables to secure credit facilities from the financial institutions. As at 31 March 2022, the balance of trade receivables totaling Rupiah 90,000 million or approximately Baht 200.2 million (31 December 2021: Rupiah 90,000 million or approximately Baht 201.7 million) were placed to secure such credit facilities.

4. Other current financial assets

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
<u>Debt instruments at amortised cost</u>				
Fixed deposits	599,900	550,000	599,900	550,000
Others	12	30	12	7
<u>Debt instruments at FVTPL</u>				
Investments in General Fixed Income funds	1,070	1,069	-	-
Total	600,982	551,099	599,912	550,007

5. Restricted bank deposits

As at 31 March 2022, the overseas subsidiaries have restricted bank deposits of USD 9.7 million or approximately Baht 322.7 million (31 December 2021: USD 10.3 million or approximately Baht 343.2 million) to secure mine reclamation of the overseas subsidiaries to the government and guarantee for coal supply of the overseas subsidiaries.

6. Investments in subsidiaries

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

Company	Paid up capital		Shareholding percentage		Cost		(Unit: Thousand Baht) Dividends received for the three-month periods ended	
	31 March	31 December	31 March	31 December	31 March	31 December	31 March	31 March
	2022	2021	2022	2021	2022	2021	2022	2021
			(%)	(%)				
Local subsidiary								
Lanna Power Generation Company Limited	Baht 300 million	Baht 300 million	100.00	100.00	300,000	300,000	-	-
Thai Agro Energy Public Company Limited	Baht 1,000 million	Baht 1,000 million	51.00	51.00	510,000	510,000	-	-
Overseas subsidiaries								
PT. Lanna Power Indonesia (Incorporated in Indonesia)	USD 2.1 million	USD 2.1 million	99.95	99.95	70,889	70,889	-	8,344
PT. Singlurus Pratama (Incorporated in Indonesia)	Rp 10,500 million	Rp 10,500 million	65.00	65.00	22,421	22,421	215,406	-
PT. Lanna Harita Indonesia (Incorporated in Indonesia)	USD 8 million	USD 8 million	55.00	55.00	155,023	155,023	91,133	32,713
Total investment in subsidiaries					1,058,333	1,058,333	306,539	41,057
Less: Partial return on investment from subsidiary					(53,125)	(53,125)		
Less: Allowance for impairment loss of the investment					(192,452)	(160,996)		
Total investments in subsidiaries - net					812,756	844,212		

Overseas subsidiaries

During 2018, PT. Singlurus Pratama (“SGP”) and PT. Lanna Harita Indonesia (“LHI”) sign amendment to each of their coal mining concession or the Coal Contract of Work (“CCOW”) with the Ministry of Energy and Mineral Resources in respect of divestment obligation to reduce the proportion of foreign or non-Indonesian shareholding to not more than 49 percent of the paid up capital. The Company has to completely reduce such divestment within October 2019. After the divestment, the Company will have the percentage of shareholding in SGP and LHI at 49 percent and 41.4615 percent, respectively. In 2019, the subsidiaries evaluated their shares and proposed to Indonesian government sectors which was in accordance with the regulation about the divestment prescribed by Indonesia government sectors. Currently, Indonesian government sectors have been considering the purchase of such shares.

PT. Lanna Power Indonesia

On 10 February 2021, the Board of Directors Meeting of the subsidiary passed a resolution on approving the dissolution and on 25 March 2021, the subsidiary submitted the request for liquidation to Indonesia government which has currently been considering the request. During the year 2021, the subsidiary partially returned the investment of Baht 53.1 million. The Company then recorded the reversal on an allowance for impairment loss of investment in subsidiary totaling of Baht 6.7 million in the income statement for the three-month period ended 31 March 2021.

Local subsidiaries

During the year 2021, SRT Power Pellet Company Limited (“SRT”) ceased its operations due to a shortage of raw materials. On 20 December 2021, the Board of Directors Meeting of the Company passed a resolution approving the restructuring of SRT by transferring the business to Lanna Power Generation Company Limited (“LPG”) and approving the dissolution and liquidation of SRT after the transfer of SRT business to LPG has been completed in 2022. However, the Group’s management considers that there is uncertainty of the nature of business operations after the business transfer. Therefore, there is a decrease in recoverable amounts from the investment in LPG. In this regard, the management considers recognising an impairment loss on investment amounting to Baht 159.5 million in the separate financial statements for the year ended 31 December 2021 and during the current period, the management additionally recognised an impairment loss on investment in Lanna Power Generation Company Limited amounting to Baht 31.5 million in the separate financial statement for the three-month period ended 31 March 2022.

In addition, there is uncertainty of recoverable amounts of goodwill from the acquisition of the wood pallet business. Therefore, the Group recognised an impairment loss in goodwill amounting to Baht 48.8 million in the consolidated financial statements for the year ended 31 December 2021.

(Unaudited but reviewed)

7. Investment in associated companies

Company	Nature of business	Relationship	Paid up capital		Shareholding		Consolidated		(Unit: Thousand Baht)	
					percentage		financial statements		Separate financial	
							Carrying amounts based		statements	
							on equity method		Cost	
		31 March	31 December	31 March	31 December	31 March	31 December	31 March	31 December	
		2022	2021	2022	2021	2022	2021	2022	2021	
				(%)	(%)					
United Bulk Shipping Pte. Ltd. (Incorporated in Singapore)	Shipping business and coal distribution	Direct holding	SGD 0.1 million	SGD 0.1 million	49	49	22,921	21,018	891	891
PT. Pesona Khatulistiwa Nusantara (Incorporated in Indonesia)	Manufacture and distribution of coal	Direct holding	Rp 580,891 million	Rp 580,891 million	10	10	176,677	152,025	58,437	58,437
Total							199,598	173,043	59,328	59,328

Share of profit from United Bulk Shipping Pte. Ltd. and PT. Pesona Khatulistiwa Nusantara for the three-month period ended 31 March 2022 of approximately Baht 1.9 million and Baht 24.8 million, respectively (2021: United Bulk Shipping Pte. Ltd. Baht 1.5 million) and share of other comprehensive income from PT. Pesona Khatulistiwa Nusantara for the three-month period ended 31 March 2022 of approximately Baht 0.1 million.

The shares of profit and the shares of other comprehensive incomes had been calculated from the financial statements prepared by the management of the associated companies and not being reviewed by their auditor.

The Company's management believes that the management accounts of the associated company would not be significantly different from the accounts reviewed by their auditors.

8. Property, plant and equipment

Movements in the property, plant and equipment account for the three-month period ended 31 March 2022 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	<u> </u>	<u> </u>
Net book value as at 1 January 2022	4,033,626	323,816
Acquisitions during the period - cost	69,942	9,234
Depreciation for the period	(79,628)	(4,259)
Translation adjustments	(3,544)	-
Impairment losses during the period	<u>(27,556)</u>	<u>-</u>
Net book value as at 31 March 2022	<u>3,992,840</u>	<u>328,791</u>

As at 31 March 2022, the local subsidiary had an outstanding balance of the construction of Wastewater Evaporation Plant amounting to Baht 390.4 million (31 December 2021: Baht 387.1 million). The construction has been financed with a loan from a financial institution. Borrowing costs amounting to Baht 0.7 million were capitalised during the three-month period ended 31 March 2022 (31 December 2021: Baht 4.2 million). The weighted average rate of 2.1 to 2.4 percent per annum has been used to determine the amount of borrowing costs eligible for capitalisation (31 December 2021: 2.1 to 2.3 percent per annum).

The local subsidiary has mortgaged part of its land and construction thereon and machinery with net book value as at 31 March 2022 amounting to approximately Baht 1,290 million (31 December 2021: Baht 1,314 million) as collateral for short-term and long-term loans and credit facilities granted by a commercial bank as discussed in Note 11 and 13.

The overseas subsidiary has mortgaged part of its land, machinery, and equipment with net book value as at 31 March 2022 amounting to approximately USD 22.5 million or equivalent to Baht 749.3 million (31 December 2021: USD 20.1 million or equivalent to Baht 670.9 million) as collateral for short-term and long-term loans and credit facilities granted by a commercial bank as discussed in Note 11 and 13.

(Unaudited but reviewed)

9. Intangible assets

Movement in the intangible assets account for the three-month period ended 31 March 2022 are summarised below.

(Unit: Thousand Baht)

Consolidated financial statements

	Computer software	Deferred transferred service fees according to contract	Total
Net book value as at 1 January 2022	3,097	103,476	106,573
Acquisitions during the period - cost	328	-	328
Amortisation for period	(287)	(6,823)	(7,110)
Net book value as at 31 March 2022	<u>3,138</u>	<u>96,653</u>	<u>99,791</u>

(Unit: Thousand Baht)

Separate financial statements

	Computer software	Deferred transferred service fees according to contract	Total
Net book value as at 1 January 2022	662	103,476	104,138
Amortisation for period	(120)	(6,823)	(6,943)
Net book value as at 31 March 2022	<u>542</u>	<u>96,653</u>	<u>97,195</u>

Agreement of transferring service fees provided by PT. Indocoal Pratama Jaya

On 9 February 2018, the Company and PT. Indocoal Pratama Jaya (“IPJ”) entered into agreement of transferring service fees for service provided to the concession area of PT. Singlurus Pratama (“SGP”) for 25 million tons of coal, in accordance with the Service Agreement, which stipulates that IPJ is to receive a fee of USD 0.75 per ton of coal produced and distributed from SGP. The Company had negotiated the price of transferring of such right at USD 6 million, or equivalent to Baht 191.9 million. Such right to the fees will be amortised according to the quantity of coal produced and sold from SGP.

(Unaudited but reviewed)

10. Other non-current assets

Other non-current assets consist of the following items, which are shown net of relevant accumulated amortisation.

	(Unit: Thousand Baht)	
	Consolidated	
	financial statements	
	31 March	31 December
	2022	2021
Deferred expenses - Indonesia coal mine project	215,034	216,727
Deferred stripping costs	537,144	474,976
Total other non-current assets	<u>752,178</u>	<u>691,703</u>
Amortisation expenses for the period/year	<u>131,769</u>	<u>467,857</u>

11. Short-term loans from financial institutions

	(Unit: Thousand Baht)			
	Interest rate		Consolidated	
	(percent per annum)		financial statements	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
Promissory notes	2.65 - 2.88	2.67 - 2.88	957,654	763,613
Bill of purchasing line	5.50	-	171,326	-
Total			<u>1,128,980</u>	<u>763,613</u>

Movements in short-term loans from financial institutions during the three-month period ended 31 March 2022 are summarised below.

	(Unit: Thousand Baht)
Balance as at 1 January 2022	763,613
Add: Increase during the period	1,240,603
Less: Repayment during the period	<u>(875,236)</u>
Balance as at 31 March 2022	<u>1,128,980</u>

The credit facilities of the subsidiaries are secured by the mortgage of part of the land and construction thereon, machinery, and equipment as discussed in Note 8.

(Unaudited but reviewed)

As at 31 March 2022, the short-term credit facilities of the subsidiaries which have not yet been drawn down amounted to USD 24.9 million or equivalent to Baht 827.6 million and Baht 802.3 million totaling of Baht 1,629.9 million (31 December 2021: USD 28.0 million or equivalent to Baht 935.8 million and Baht 996.4 million, totaling of Baht 1,932.2 million).

12. Trade and other payables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
Trade payable - related party	6,260	-	6,260	-
Trade payables - unrelated parties	616,867	424,254	36,747	46,796
Other payables - unrelated parties	113,889	105,452	3,463	6,778
Derivative liabilities	102	106	102	106
Total trade and other payables	<u>737,118</u>	<u>529,812</u>	<u>46,572</u>	<u>53,680</u>

13. Long-term loans from financial institutions

(Unit: Thousand Baht)

	Consolidated	
	financial statements	
	31 March	31 December
	2022	2021
Long-term loans from financial institutions	848,501	910,693
Less: Current portion	<u>(326,276)</u>	<u>(291,605)</u>
Long-term loans from financial institutions - net of current portion	<u>522,225</u>	<u>619,088</u>

Movements in the long-term loans account during the three-month period ended 31 March 2022 are summarised below.

(Unit: Thousand Baht)

Balance as at 1 January 2022	910,693
Amortisation of transaction costs during the period	142
Repayment during the period	(61,987)
Translation adjustments	<u>(347)</u>
Balance as at 31 March 2022	<u>848,501</u>

(Unaudited but reviewed)

The credit facilities of subsidiaries are secured by the mortgage of part of the land and construction thereon and machinery.

As at 31 March 2022 and 31 December 2021, the local subsidiary could not maintain certain financial ratios as specified in the loan agreement. However, the local subsidiary had negotiated with the bank, and obtained a waiver letter for the condition to maintain certain financial ratios for the period ended 31 March 2022 from a bank on 27 October 2021.

The overseas subsidiary did not comply with the covenant regarding dividend payment specified in the long-term loan agreement without an approval from a bank. Therefore, as at 31 March 2022, the subsidiary classified such loan amounting to Baht 82.6 million as current portion of long-term loan due within one year.

As at 31 March 2022, the long-term credit facilities of the Group which have not yet been drawn down amounted to USD 2 million or approximately Baht 66.6 million and Baht 11.2 million totaling of Baht 77.8 million (31 December 2021: USD 2 million or approximately Baht 66.8 million and Baht 11.2 million totaling of Baht 78.0 million).

14. 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 for the three-month periods ended 31 March 2022 and 2021 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Current income tax:				
Interim corporate income tax charge	403,150	152,736	-	6,749
Withholding tax deducted at source recognised				
as expenses during the period	11,773	11,785	73,081	11,785
Deferred tax:				
Relating to origination and reversal of temporary				
differences	140,754	58,477	(3,365)	1,174
Income tax reported in the income statements	<u>555,677</u>	<u>222,998</u>	<u>69,716</u>	<u>19,708</u>

(Unaudited but reviewed)

The amount of income tax related to each component of other comprehensive income for the three-month periods ended 31 March 2022 and 2021 are as follow:

(Unit: Thousand Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Deferred tax relating to actuarial gain	-	941	-	941

15. Earnings per share

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

16. Dividend paid

Dividends paid by the Group during the three-month periods ended 31 March 2022 and 2021 are as follows:

Overseas subsidiaries

PT. Lanna Harita Indonesia

Dividends	Approved by	Total Dividends (Thousand US Dollar)	Dividend per share (US Dollar)	Paid on
<u>2022</u>				
The third interim dividends for 2021	Board of Directors' meeting on 28 March 2022	5,000	625	25 May 2022
Total		<u>5,000</u>	<u>625</u>	
<u>2021</u>				
The first interim dividends for 2020	Board of Directors' meeting on 22 January 2021	2,000	250	1 February 2021
Total		<u>2,000</u>	<u>250</u>	

During the three-month period ended 31 March 2022, the Company recorded dividend income at 55 percent for a total of USD 2.8 million or equivalent to Baht 91.1 million. The Company had been withheld the withholding tax deducted at source of Baht 18.2 million (2021: USD 1.1 million or equivalent to Baht 32.7 million. The Company had been withheld the withholding tax deducted at source of Baht 6.5 million).

(Unaudited but reviewed)

PT. Lanna Power Indonesia

<u>Dividends</u>	<u>Approved by</u>	<u>Total dividends (Thousand US Dollar)</u>	<u>Dividend per share (US Dollar)</u>	<u>Paid on</u>
<u>2021</u>				
Dividends for 2020	Annual General Meeting of shareholders on 18 February 2021	273	13	18 March 2021
Total		<u>273</u>	<u>13</u>	

During the three-month period ended 31 March 2022, the Company recorded dividend income at 99.95 percent for a total of USD 0.3 million or equivalent to Baht 8.3 million. The Company had been withheld the withholding tax deducted at source of Baht 1.7 million.

PT. Singlurus Pratama

<u>Dividends</u>	<u>Approved by</u>	<u>Total dividends (Thousand US Dollar)</u>	<u>Dividend per share (US Dollar)</u>	<u>Paid on</u>
<u>2022</u>				
The third interim dividends for 2022	Board of Directors' meeting on 31 March 2022	10,000	952	10 May 2022
Total		<u>10,000</u>	<u>952</u>	

During the three-month period ended 31 March 2022, the Company recorded dividend income at 65 percent for a total of USD 6.5 million or equivalent to Baht 215.4 million. The Company had been withheld the withholding tax deducted at source of Baht 43.1 million.

17. Segment information

The Group is organised into business units based on its products. The Group recognised revenue at the point in time. The Group has not changed the organisation of their reportable segments from the last annual financial statements

The following tables present revenue and profit information regarding of the Group's operating segments for the three-month periods ended 31 March 2022 and 2021.

(Unaudited but reviewed)

(Unit: Million Baht)

	For the three-month periods ended 31 March											
	Domestic coal business		Overseas coal business		Ethanol business		Woods pellet business		Elimination of inter-segment transactions		Total	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Revenues												
Revenues from external customers	463	228	3,834	2,110	670	683	-	1	-	-	4,967	3,022
Inter-segment revenues	77	66	173	80	-	-	-	1	(250)	(147)	-	-
Total revenue	540	294	4,007	2,190	670	683	-	2	(250)	(147)	4,967	3,022
Operating results												
Segment gross profit (loss)	138	104	2,594	1,193	37	93	-	(2)	(72)	(77)	2,697	1,311
Other income											46	16
Share of profit from investment in associated companies											27	1
Loss on exchange											(5)	(18)
Selling and distribution expenses											(1,058)	(558)
Administrative expenses											(135)	(103)
Finance income											9	3
Finance cost											(14)	(13)
Profit before income tax expenses											1,567	639
Income tax expenses											(556)	(223)
Profit for the period											1,011	416

18. Significant contracts and agreements

18.1 In 1998, PT. Lanna Harita Indonesia had been granted the right under a Coal Contract of Work (“CCOW”) from the Indonesian government to explore for and exploit coal for a period of thirty years in a total survey area of 30,018 hectares in Tanah Merah in Samarinda and Kutai, East Kalimantan, Indonesia. The subsidiary has a continuing obligation to pay a fee and compensation under the contract. Subsequently on 17 January 2018, the subsidiary amended certain condition in the contract with the Indonesian government.

18.2 In 1997, PT. Singlurus Pratama was granted the right under a Coal Contract of Work (“CCOW”) from the Indonesian government to explore for and exploit coal for a period of thirty years beginning at the commencement of the first mining operation in a total survey area of 24,760 hectares in Kutai, East Kalimantan, Indonesia. The subsidiary has a continuing obligation to pay a fee and compensation under the contract. In February 2009, the subsidiary received the consent from Indonesian government to start the production activities. Subsequently on 17 January 2018, the subsidiary amended certain conditions in the contract with the Indonesian government.

18.3 On 20 May 2009, PT. Singlurus Pratama entered into the marketing and technical service agreements with the Company and entered into assistance service agreement with a company in Indonesia. The service fees are charged on the basis and at the rates as stipulated in the agreements.

Subsequently on 29 October 2016, PT. Singlurus Pratama has made the agreement to amend the service fees to the new rates as stipulated in the agreements. This agreement shall be effective retroactively as of 1 August 2016.

19 Commitments and contingent liabilities

19.1 Capital commitments

As at 31 March 2022, the Group had capital commitments of Baht 14.2 million, relating to acquisition and installation of machinery coal sieving screen and conveyor belt, the assessment of the quality of the environment, the construction of the subsidiary’s Vinasse Evaporation Plant and other construction projects. (31 December 2021: Baht 24.4 million, relating to acquisition and installation of machine and coal sieving screen, the assessment of environmental impact on the construction of the Company’s jetty, the construction of the subsidiary’s Vinasse Evaporation Plant and other construction projects.)

19.2 Long-term service and purchase commitments

- a) The Group had commitments under several service agreements in respect of the security service, car maintenance service and other services. The terms of the agreements are generally 1 year and 5 years. Future minimum payments under these service agreements are as follows:

(Unit: Million Baht)

Payable	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
In up to 1 year	5.7	2.2	0.8	0.4
In over 1 year and up to 5 years	0.8	0.8	0.8	0.8

- b) The Group had commitments under service agreements regarding the legal consulting, the consulting for financing and management of Baht 19.2 million (The Company Only: Baht 18.1 million) (31 December 2021: Baht 23.1 million (The Company Only: Baht 21.6 million)).
- c) The Company had commitment under the coal purchase agreement and coal shipping agreement with overseas companies which the coal price and freight rate, coal quality and quantity to purchase are stipulated in the agreements.
- d) The local subsidiary entered into a power supply agreement with the Provincial Electricity Authority for a period of one year, and being automatically renewed for every one-year period. The subsidiary shall pay power supply at the rate as stipulated in the agreement.

19.3 Coal supply agreement commitments

PT. Lanna Harita Indonesia and PT. Singlurus Pratama have coal supply commitments to domestic customers in accordance with the Domestic Market Obligation regulation required by the Indonesian government.

19.4 Guarantees

As at 31 March 2022, the Group had bank guarantees of approximately Baht 6 million and Rupiah 19,990 million (the Company only: Baht 0.9 million) (31 December 2021: Baht 6 million and Rupiah 19,990 million (the Company only: Baht 0.9 million)) issued by banks on behalf of the Group in respect of mine reclamation of the overseas subsidiaries to the government and guarantee contractual performance for using of electric to the Provincial Electricity Authority.

20. Litigation

On September 2011, a company sued the subsidiary for its alleged non-compliance with the cassava chip purchase agreement, claiming a compensation for damage of Baht 186.9 million. The subsidiary submitted the testimony and countersued that company, claiming a compensation for damage of Baht 82.4 million. Both parties defended in three courts. The case has been finalised on 17 April 2019 by the Supreme Court affirmed the judgment of the Civil Court and the Appeal Court to order that company to make payments for purchases of cassava chip that the subsidiary paid in advance of Baht 6.9 million which together with interest expense of 7.5 percent per annum, calculated from 8 November 2011 (the countersue date) until completion of payment. Now the execution of judgment is in process.

In addition, on 18 May 2018, the subsidiary sued that company for bankruptcy case. The Bankruptcy court passed the judgment on 29 May 2019 that the case was thrown out as that company has the right to claim with a debtor which is a government agency then that company has not become insolvent yet. The subsidiary has already made attachment of the claim.

On 13 August 2019, the subsidiary received partial payment of Baht 0.2 million. In addition, on 21 January 2022, the court ordered the debtor, a government agency, to submit the funds as they had been withheld to the subsidiary. Currently, the subsidiary is awaiting the remittance of the funds in accordance with the enforcement procedure. However, the subsidiary has previously recorded allowance for impairment in advance paid to that company for the whole amount.

21. Foreign currency risk

The Group's exposure to foreign currency risk arises mainly from trading transactions that are denominated in foreign currencies. The Group seeks to reduce this risk by entering into forward exchange contracts, with maturity of less than one year, when they consider appropriate.

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

As at 31 March 2022				
Foreign currency	Financial assets (Million)	Financial liabilities (Million)	Exchange rate	
			Buying rate	Selling rate
US dollar	14.7	0.2	33.1393	33.4553

As at 31 December 2021				
Foreign currency	Financial assets (Million)	Financial liabilities (Million)	Exchange rate	
			Buying rate	Selling rate
US dollar	21.1	-	33.2469	33.5929

22. Financial Instrument**22.1 Fair value of financial instrument**

Most of the Group's financial instruments are classified as short-term or have interest rates that are close to market rate. Therefore, the carrying amounts of these financial instruments is estimated to approximate their fair value.

22.2 Fair value hierarchy

As at 31 March 2022, the Group had the financial assets that were measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	Level 2	Total	Level 2	Total
Investment in General Fixed				
Income Funds	1,070	1,070	-	-
Derivatives - Foreign				
exchange contracts	102	102	102	102

23. Event after the reporting period**Dividend payment of the Company**

On 18 April 2022, the Annual General Meeting of the Company's shareholders passed a resolution to approve the payment of dividend for 2021 of Baht 1.6 per shares, totaling Baht 840 million. The interim dividends were paid on 16 November 2021 of Baht 0.6 per share, amounting to Baht 315 million, and there is the remaining dividends of Baht 1.0 per share, amounting to Baht 525 million. The Company will pay such dividend on 17 May 2022.

24. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 13 May 2022.