

Lanna Resources Public Company Limited
and its subsidiaries
Review report and consolidated and separate
financial information
For the three-month and nine-month periods ended
30 September 2024

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 financial information of Lanna Resources Public Company Limited and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 September 2024, the related consolidated statements of income, 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 financial information of Lanna Resources Public Company Limited for the same periods (collectively "the interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with 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.

Samran Taengcham

Certified Public Accountant (Thailand) No. 8021

EY Office Limited

Bangkok: 11 November 2024

Lanna Resources Public Company Limited and its subsidiaries

Statements of financial position

As at 30 September 2024

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
		30 September	31 December	30 September	31 December
Note		2024	2023	2024	2023
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
		2,190,693	1,701,750	1,260,309	986,124
	5	854,837	1,015,202	-	-
	2, 3	1,956,710	2,123,603	510,423	681,828
		563,055	570,023	134,755	125,019
		774,055	985,072	2,318	-
		219,488	200,695	-	-
	2	14,369	35,013	14,369	-
	4	1,526,906	1,595,888	1,525,798	1,594,800
		429,743	405,531	4,651	2,972
Total current assets		8,529,856	8,632,777	3,452,623	3,390,743
Non-current assets					
	5	371,694	393,422	-	-
	6	-	-	786,938	788,091
	7	531,246	496,503	59,328	59,328
	2	8,079	32,802	8,079	32,802
		47,458	46,669	28,691	28,691
		21,935	18,966	-	-
	8	3,754,080	3,967,191	354,372	340,377
		52,232	60,329	21,190	29,447
		186,000	186,000	-	-
	9	203,733	39,145	201,664	36,339
		33,681	41,570	56,702	56,702
		6,644	7,217	4,291	4,783
	10	740,195	909,417	-	-
Total non-current assets		5,956,977	6,199,231	1,521,255	1,376,560
Total assets		14,486,833	14,832,008	4,973,878	4,767,303

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 30 September 2024

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
		30 September	31 December	30 September	31 December
	Note	2024	2023	2024	2023
		(Unaudited	(Audited)	(Unaudited	(Audited)
		but reviewed)		but reviewed)	
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	11	839,943	1,247,365	-	-
Trade and other payables	2, 12	951,030	577,605	234,946	45,084
Current portion of lease liabilities		27,602	29,325	13,078	13,409
Current portion of long-term loans from					
financial institutions	13	163,741	191,742	-	-
Accrued expenses		507,932	395,681	18,719	38,643
Income tax payable		154,145	319,649	-	-
Other current financial liabilities		17,209	7,649	13,347	4,063
Other current liabilities		281,658	201,968	36,827	10,383
Total current liabilities		2,943,260	2,970,984	316,917	111,582
Non-current liabilities					
Lease liabilities from financial institutions					
- net of current portion		29,311	35,715	10,128	18,242
Long-term loans from financial institutions					
- net of current portion	13	155,584	309,604	-	-
Provision for long-term employee benefits		199,902	201,447	51,024	50,850
Provision for mine reclamation and					
decommissioning costs		145,490	148,764	-	-
Deferred tax liabilities		429,476	495,562	-	-
Total non-current liabilities		959,763	1,191,092	61,152	69,092
Total liabilities		3,903,023	4,162,076	378,069	180,674

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 30 September 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September	31 December	30 September	31 December
	2024	2023	2024	2023
	(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	5,528,960	5,377,368	2,027,309	2,018,129
Other components of shareholders' equity	(34,417)	160,644	-	-
Equity attributable to owners of the Company	8,063,043	8,106,512	4,595,809	4,586,629
Non-controlling interests of the subsidiaries	2,520,767	2,563,420	-	-
Total shareholders' equity	10,583,810	10,669,932	4,595,809	4,586,629
Total liabilities and shareholders' equity	14,486,833	14,832,008	4,973,878	4,767,303
	-	-	-	-

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 30 September 2024**

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

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues					
Sales	2	4,493,435	4,748,569	458,767	382,908
Commission and marketing service income	2	-	-	69,346	75,890
Other income					
Dividend income	2, 6	-	-	403,583	-
Service income	2	-	-	20,355	23,275
Sales of raw materials from the fire incident	14	208	-	-	-
Gain on exchange		977	-	-	3,737
Others		17,639	11,300	165	68
Total other income		18,824	11,300	424,103	27,080
Total revenues		4,512,259	4,759,869	952,216	485,878
Expenses					
Cost of sales	2	2,527,365	2,702,833	394,041	346,579
Selling and distribution expenses		1,054,210	1,237,938	46,758	42,990
Administrative expenses		116,224	164,498	35,720	34,067
Loss from the fire incident	14	208	-	-	-
Loss on exchange		-	30,756	70,997	-
Total expenses		3,698,007	4,136,025	547,516	423,636
Operating profit		814,252	623,844	404,700	62,242
Share of profit from investments in associated companies	7	13,480	13,133	-	-
Finance income	2	35,085	21,195	16,118	9,868
Finance cost		(18,373)	(20,128)	(553)	(649)
Profit before income tax expenses		844,444	638,044	420,265	71,461
Income tax expenses	15	(337,026)	(219,142)	(95,292)	(18,017)
Profit for the period		507,418	418,902	324,973	53,444
Profit attributable to:					
Equity holders of the Company		293,148	278,286	324,973	53,444
Non-controlling interests of the subsidiaries		214,270	140,616		
		<u>507,418</u>	<u>418,902</u>		
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)	16	0.56	0.53	0.62	0.10
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 30 September 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Profit for the period	<u>507,418</u>	<u>418,902</u>	<u>324,973</u>	<u>53,444</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>(692,362)</u>	<u>138,768</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods	<u>(692,362)</u>	<u>138,768</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>(692,362)</u>	<u>138,768</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>(184,944)</u></u>	<u><u>557,670</u></u>	<u><u>324,973</u></u>	<u><u>53,444</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>(130,853)</u>	<u>363,363</u>	<u><u>324,973</u></u>	<u><u>53,444</u></u>
Non-controlling interests of the subsidiaries	<u>(54,091)</u>	<u>194,307</u>		
	<u><u>(184,944)</u></u>	<u><u>557,670</u></u>		

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

Lanna Resources Public Company Limited and its subsidiaries**Income statements****For the nine-month period ended 30 September 2024**

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

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues					
Sales	2	16,254,844	17,632,041	1,308,508	1,418,084
Commission and marketing service income	2	-	-	240,717	226,540
Other income					
Dividend income	2, 6, 7	-	-	1,327,338	1,099,503
Service income	2	-	-	71,843	69,880
Sales of raw materials from the fire incident	14	24,699	-	-	-
Gain on exchange		-	-	-	20,420
Others		91,812	66,695	618	1,974
Total other income		116,511	66,695	1,399,799	1,191,777
Total revenues		16,371,355	17,698,736	2,949,024	2,836,401
Expenses					
Cost of sales	2	8,692,013	8,700,934	1,158,645	1,298,445
Selling and distribution expenses		3,674,302	4,316,761	134,712	140,248
Administrative expenses		439,563	473,076	121,405	123,661
Loss from the fire incident	14	74,193	-	-	-
Loss on exchange		50,746	448	41,889	-
Total expenses		12,930,817	13,491,219	1,456,651	1,562,354
Operating profit		3,440,538	4,207,517	1,492,373	1,274,047
Share of profit from investments in associated companies	7	46,061	104,123	-	-
Finance income	2	95,366	50,911	43,214	24,477
Finance cost		(64,306)	(63,883)	(1,784)	(1,779)
Profit before income tax expenses		3,517,659	4,298,668	1,533,803	1,296,745
Income tax expenses	15	(1,287,582)	(1,556,000)	(317,124)	(272,246)
Profit for the period		2,230,077	2,742,668	1,216,679	1,024,499
Profit attributable to:					
Equity holders of the Company		1,359,091	1,700,391	1,216,679	1,024,499
Non-controlling interests of the subsidiaries		870,986	1,042,277		
		<u>2,230,077</u>	<u>2,742,668</u>		
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)	16	2.59	3.24	2.32	1.95
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.

Lanna Resources Public Company Limited and its subsidiaries

Statements of comprehensive income

For the nine-month period ended 30 September 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
<u>Note</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Profit for the period	<u>2,230,077</u>	<u>2,742,668</u>	<u>1,216,679</u>	<u>1,024,499</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>(319,136)</u>	<u>296,294</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods	<u>(319,136)</u>	<u>296,294</u>	<u>-</u>	<u>-</u>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>				
Share of other comprehensive income from associates - actuarial loss	7 <u>-</u>	<u>(22)</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>-</u>	<u>(22)</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>(319,136)</u>	<u>296,272</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>1,910,941</u>	<u>3,038,940</u>	<u>1,216,679</u>	<u>1,024,499</u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>1,164,030</u>	<u>1,881,915</u>	<u>1,216,679</u>	<u>1,024,499</u>
Non-controlling interests of the subsidiaries	<u>746,911</u>	<u>1,157,025</u>		
	<u>1,910,941</u>	<u>3,038,940</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 nine-month period ended 30 September 2024

(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 financial statements in foreign currency	Surplus on change in the percentage of shareholding in subsidiary	Capital reserve for share-based payment transactions	Total other component of shareholders' equity	Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
Retained earnings												
Appropriated												
Issued and paid up share capital	Share premium	Statutory reserve	General reserve	Unappropriated								
Balance as at 1 January 2023	525,000	680,400	52,500	1,310,600	4,673,393	112,279	75,949	556	188,784	7,430,677	2,251,082	9,681,759
Profit for the period	-	-	-	-	1,700,391	-	-	-	-	1,700,391	1,042,277	2,742,668
Other comprehensive income for the period	-	-	-	-	(22)	181,546	-	-	181,546	181,524	114,748	296,272
Total comprehensive income for the period	-	-	-	-	1,700,369	181,546	-	-	181,546	1,881,915	1,157,025	3,038,940
Dividend paid (Note 17)	-	-	-	-	(1,391,249)	-	-	-	-	(1,391,249)	-	(1,391,249)
Decrease in non-controlling interests of the subsidiaries from dividend payments of subsidiaries	-	-	-	-	-	-	-	-	-	-	(639,295)	(639,295)
Balance as at 30 September 2023	<u>525,000</u>	<u>680,400</u>	<u>52,500</u>	<u>1,310,600</u>	<u>4,982,513</u>	<u>293,825</u>	<u>75,949</u>	<u>556</u>	<u>370,330</u>	<u>7,921,343</u>	<u>2,768,812</u>	<u>10,690,155</u>
Balance as at 1 January 2024	525,000	680,400	52,500	1,310,600	5,377,368	84,139	75,949	556	160,644	8,106,512	2,563,420	10,669,932
Profit for the period	-	-	-	-	1,359,091	-	-	-	-	1,359,091	870,986	2,230,077
Other comprehensive income for the period	-	-	-	-	-	(195,061)	-	-	(195,061)	(195,061)	(124,075)	(319,136)
Total comprehensive income for the period	-	-	-	-	1,359,091	(195,061)	-	-	(195,061)	1,164,030	746,911	1,910,941
Dividend paid (Note 17)	-	-	-	-	(1,207,499)	-	-	-	-	(1,207,499)	-	(1,207,499)
Decrease in non-controlling interests of the subsidiaries from dividend payments of subsidiaries	-	-	-	-	-	-	-	-	-	-	(789,564)	(789,564)
Balance as at 30 September 2024	<u>525,000</u>	<u>680,400</u>	<u>52,500</u>	<u>1,310,600</u>	<u>5,528,960</u>	<u>(110,922)</u>	<u>75,949</u>	<u>556</u>	<u>(34,417)</u>	<u>8,063,043</u>	<u>2,520,767</u>	<u>10,583,810</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 (continued)

For the nine-month period ended 30 September 2024

(Unit: Thousand Baht)

	Separate financial statements					
	Issued and paid up share capital	Share premium	Retained earnings			Total shareholders' equity
			Appropriated		Unappropriated	
			Statutory reserve	General reserve		
Balance as at 1 January 2023	525,000	680,400	52,500	1,310,600	1,898,913	4,467,413
Profit for the period	-	-	-	-	1,024,499	1,024,499
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	1,024,499	1,024,499
Dividend paid (Note 17)	-	-	-	-	(1,391,249)	(1,391,249)
Balance as at 30 September 2023	525,000	680,400	52,500	1,310,600	1,532,163	4,100,663
Balance as at 1 January 2024	525,000	680,400	52,500	1,310,600	2,018,129	4,586,629
Profit for the period	-	-	-	-	1,216,679	1,216,679
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	1,216,679	1,216,679
Dividend paid (Note 17)	-	-	-	-	(1,207,499)	(1,207,499)
Balance as at 30 September 2024	525,000	680,400	52,500	1,310,600	2,027,309	4,595,809

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

Lanna Resources Public Company Limited and its subsidiaries**Statements of cash flows****For the nine-month period ended 30 September 2024**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from operating activities				
Profit before tax	3,517,659	4,298,668	1,533,803	1,296,745
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	882,854	1,147,680	55,486	53,421
Reduction of inventory to net realisable value	8,437	-	-	-
Unrealised gain on change in value of other current financial assets	(20)	(11)	-	-
Share of profit from investments in associated companies	(46,061)	(104,123)	-	-
Allowance for impairment loss on investments in subsidiaries	-	-	1,153	4,825
Write-off of value added tax refundable and prepaid income tax	3,401	130	-	-
Loss from write-off of biological assets	508	-	-	-
Loss (gain) on disposals and write-off of machine, equipment computer software and investment properties	(354)	6,822	(368)	(1,333)
Gain on write-off of right-of-use assets from contract cancellation	(36)	(64)	(36)	(47)
Loss on write-off of deferred stripping costs	6,715	3,500	-	-
Write-back of dividend payable	(118)	(27)	(118)	(27)
Reversal for impairment loss on assets	-	(1,567)	-	-
Dividend income	-	-	(1,327,338)	(1,099,503)
Provision for long-term employee benefits	19,421	20,225	3,746	2,751
Provision for mine reclamation and decommissioning costs	30,802	27,748	-	-
Unrealised loss (gain) on exchange	99,371	14,586	57,442	(3,310)
Unrealised loss (gain) on derivative	12,089	(2,718)	12,089	(2,718)
Finance income	(95,366)	(50,911)	(43,214)	(24,477)
Finance cost	<u>64,372</u>	<u>64,016</u>	<u>1,784</u>	<u>1,779</u>
Profit from operating activities before changes in operating assets and liabilities	4,503,674	5,423,954	294,429	228,106

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 nine-month period ended 30 September 2024**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from operating activities (continued)				
Operating assets (increase) decrease				
Trade and other receivables	178,170	(18,082)	181,271	31,578
Inventories	(1,469)	(501,906)	(9,736)	3,552
Value added tax refundable	110,968	43,601	(2,318)	(230)
Advance payments for goods	19,752	575,451	(15,261)	43,977
Other current assets	(24,212)	(216,185)	(1,679)	(1,341)
Operating liabilities increase (decrease)				
Trade and other payables	174,685	134,402	(4,329)	(788)
Accrued expenses	113,186	277,953	(19,924)	(36,896)
Other current financial liabilities	(2,411)	(3,569)	(2,687)	(3,568)
Other current liabilities	78,102	(63,594)	24,856	30,128
Cash paid for long-term employee benefits	(16,126)	(3,452)	(3,572)	(2,416)
Cash paid for mine reclamation	<u>(31,110)</u>	<u>(23,840)</u>	<u>-</u>	<u>-</u>
Cash from operating activities	5,103,209	5,624,733	441,050	292,102
Interest income	84,089	44,799	32,249	18,437
Cash paid for interest expenses	(59,120)	(56,190)	-	-
Refund of income tax	-	29,074	-	-
Cash paid for income tax	<u>(1,407,414)</u>	<u>(2,511,086)</u>	<u>(315,536)</u>	<u>(268,772)</u>
Net cash from operating activities	<u>3,720,764</u>	<u>3,131,330</u>	<u>157,763</u>	<u>41,767</u>
Cash flows from investing activities				
Decrease in fixed deposits	69,002	392,602	69,002	392,602
Decrease (increase) in restricted bank deposits	102,575	(684,704)	-	-
Decrease in long-term loan to related party	24,331	48,286	24,331	48,286
Dividend received from subsidiaries and associated company	11,318	10,645	1,327,338	1,099,503
Proceeds from disposals of machine and equipment	539	2,740	539	2,103
Acquisitions of plant and equipment	(147,541)	(280,638)	(30,434)	(21,457)
Acquisitions of computer software	(313)	(3,798)	(274)	(1,897)
Acquisitions of biological asset	(3,477)	(3,169)	-	-
Decrease (increase) in other non-current financial assets	482	(1,504)	492	(1,495)
Increase in other non-current assets	<u>(415,760)</u>	<u>(778,811)</u>	<u>-</u>	<u>-</u>
Net cash from (used in) investing activities	<u>(358,844)</u>	<u>(1,298,351)</u>	<u>1,390,994</u>	<u>1,517,645</u>

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 nine-month period ended 30 September 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from financing activities				
Net decrease in short-term loans from financial institutions	(392,738)	(288,613)	-	-
Cash received from long-term loans from financial institution	-	41,212	-	-
Repayment of long-term loans from financial institution	(172,667)	(223,079)	-	-
Cash paid for principal portion of lease liabilities	(22,252)	(22,827)	(10,150)	(9,549)
Cash paid for interest expense of lease liabilities	(3,142)	(3,113)	(1,784)	(1,779)
Dividend paid	(1,997,063)	(2,030,544)	(1,207,499)	(1,391,249)
Increase (decrease) in non-controlling interests of the subsidiaries	(124,075)	114,748	-	-
Net cash used in financing activities	<u>(2,711,937)</u>	<u>(2,412,216)</u>	<u>(1,219,433)</u>	<u>(1,402,577)</u>
Increase (decrease) in translation adjustments	<u>(105,901)</u>	<u>166,695</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>544,082</u>	<u>(412,542)</u>	<u>329,324</u>	<u>156,835</u>
Cash and cash equivalents at beginning of period	1,701,750	3,028,666	986,124	987,798
Effect of change in foreign exchange rate				
on cash at bank balance	(55,139)	-	(55,139)	-
Cash and cash equivalents at end of period	<u>2,190,693</u>	<u>2,616,124</u>	<u>1,260,309</u>	<u>1,144,633</u>
	-	-	-	-
Supplemental cash flows information:				
Non-cash transactions				
Additions to right-of-use assets and lease liabilities	15,424	12,964	1,741	9,105
Payables from purchases of plant and equipment and intangible assets	9,681	5,705	1,865	1,162
Payables from agreement of transferring service fee	194,738	-	194,738	-
Transferred land to investment properties	2,969	-	-	-
Transfer equipment to other non-current assets	62,664	-	-	-

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

Lanna Resources Public Company Limited and its subsidiaries

Condensed notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2024

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 Basis of preparation of interim financial statements

This interim financial statements are prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting, with the Company presenting condensed interim financial statements. 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 and has presented notes to the interim financial statements on a condensed basis.

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.

1.3 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 2023 with no change in shareholding structure of subsidiaries during the current period.

1.4 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 2023.

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

1.5 New financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2025

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 2025. 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, 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.

(Unaudited but reviewed)

Summaries business transactions with related parties are as follows.

(Unit: Thousand Baht)				
For the three-month periods ended 30 September				
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Dividend income	-	-	403,583	-
Commission and marketing service income	-	-	69,346	75,890
Service income	-	-	20,355	23,275
Purchase of coal	-	-	-	61,549
<u>Transactions with major shareholder</u>				
Sales of coal	267,178	276,929	267,178	276,929
<u>Transactions with associated companies</u>				
Interest income	95	585	95	585
Purchase of coal	117,547	116,136	117,547	116,136
Freight charge	89,058	72,787	89,058	72,787

(Unit: Thousand Baht)				
For the nine-month periods ended 30 September				
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Dividend income	-	-	1,316,020	1,088,858
Commission and marketing service income	-	-	240,717	226,540
Service income	-	-	71,843	69,880
Purchase of coal	-	-	107,337	264,911
<u>Transactions with major shareholder</u>				
Sales of coal	826,329	1,056,666	826,329	1,056,666
Other income	-	523	-	523
<u>Transactions with associated companies</u>				
Dividend income	-	-	11,318	10,645
Interest income	425	1,969	425	1,969
Purchase of coal	523,844	547,598	523,844	547,598
Freight charge	217,875	274,256	217,875	274,256

(Unaudited but reviewed)

As at 30 September 2024 and 31 December 2023, the balances of the accounts between the Company and those related parties are as follows:

	Consolidated		(Unit: Thousand Baht)	
			Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2024	2023	2024	2023
<u>Trade and other receivables - related parties</u>				
(Note 3)				
Major shareholder	382,338	610,974	382,338	610,974
Subsidiaries	-	-	35,216	29,745
Associated company	95	1,026	95	1,026
Total trade and other receivables - related parties	382,433	612,000	417,649	641,745
<u>Advance payments for shipping - related party</u>				
Associated company	14,369	-	14,369	-
Total advance payment for goods - related party	14,369	-	14,369	-
<u>Trade and other payables - related party</u>				
(Note 12)				
Associated company	1,516	1,950	1,516	1,950
Total trade and other payables - related party	1,516	1,950	1,516	1,950

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 and on 25 May 2022, the interest rate was adjusted to 3 months SIBOR plus 1% per annum, effective since 1 April 2022. Such loan is repayable on demand. Movement of long-term loan to related party for the nine-month period ended 30 September 2024 was summarised below.

	(Unit: Thousand Baht)			
	Consolidated and separate financial statements			
	Decrease			
	Balance as at	during the	Unrealised loss	Balance as at
	1 January 2024	period	on exchange	30 September 2024
<u>Long-term loan to related company</u>				
Associated company	32,802	(24,331)	(392)	8,079

Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2024 and 2023, 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		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Short-term employee benefits	33,725	70,238	10,029	10,074
Post-employment benefits	3,360	2,089	557	484
Total	<u>37,085</u>	<u>72,327</u>	<u>10,586</u>	<u>10,558</u>

	(Unit: Thousand Baht)			
	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Short-term employee benefits	156,647	172,944	48,066	53,784
Post-employment benefits	8,888	9,118	1,670	1,453
Total	<u>165,535</u>	<u>182,062</u>	<u>49,736</u>	<u>55,237</u>

3. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
<u>Trade receivables - related parties</u>				
Age on the basis of due dates				
Not yet due	382,338	610,974	406,516	632,658
Total trade receivables - related parties	<u>382,338</u>	<u>610,974</u>	<u>406,516</u>	<u>632,658</u>
<u>Trade receivables - unrelated parties</u>				
Age on the basis of due dates				
Not yet due	1,238,494	1,265,593	74,368	33,048
Past due				
Up to 3 months	263,677	190,867	-	-
Total trade receivables - unrelated parties	<u>1,502,171</u>	<u>1,456,460</u>	<u>74,368</u>	<u>33,048</u>
Total trade receivables - net	<u>1,884,509</u>	<u>2,067,434</u>	<u>480,884</u>	<u>665,706</u>

(Unaudited but reviewed)

	Consolidated		(Unit: Thousand Baht)	
			Separate	
	financial statements		financial statements	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
<u>Other receivables</u>				
Other receivables - related parties	-	-	11,038	8,061
Other receivables - unrelated parties	53,383	48,099	5	1
Advances	62	591	62	591
Interest receivable - related party	95	1,026	95	1,026
Interest receivable - unrelated parties	18,661	6,453	18,339	6,443
Total other receivables	72,201	56,169	29,539	16,122
Total trade and other receivables	1,956,710	2,123,603	510,423	681,828

An overseas subsidiary has pledged its trade receivables to secure credit facilities from the financial institutions. As at 30 September 2024, the balance of trade receivables totaling Rupiah 90,000 million or approximately Baht 184.3 million (31 December 2023: Rupiah 90,000 million or approximately Baht 191.7 million) were placed to secure such credit facilities.

4. Other current financial assets

	Consolidated		(Unit: Thousand Baht)	
			Separate	
	financial statements		financial statements	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
<u>Measured at amortised cost</u>				
Fixed deposits	1,525,798	1,594,800	1,525,798	1,594,800
<u>Measured at fair value through profit or loss</u>				
Investments in open-end funds	1,108	1,088	-	-
Total	1,526,906	1,595,888	1,525,798	1,594,800

5. Restricted bank deposits

As at 30 September 2024, the overseas subsidiaries have restricted bank deposits of USD 26.5 million or approximately Baht 854.8 million (31 December 2023: USD 29.7 million or approximately Baht 1,015.2 million) resulting from the government required the overseas subsidiaries to hold 30% of cash received from export sale in bank account.

As at 30 September 2024, the overseas subsidiaries have restricted bank deposits of USD 11.5 million or approximately Baht 371.7 million (31 December 2023: USD 11.5 million or approximately Baht 393.4 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	
	30 September		30 September		30 September		nine-month periods ended	
	2024	2023	2024	2023	2024	2023	2024	2023
			(%)	(%)				
Local subsidiaries								
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. Singlurus Pratama (Incorporated in Indonesia)	Rp 10,500 million	Rp 10,500 million	65.00	65.00	22,421	22,421	1,026,665	899,429
PT. Lanna Harita Indonesia (Incorporated in Indonesia)	USD 8 million	USD 8 million	55.00	55.00	155,023	155,023	289,355	189,429
Total investments in subsidiaries					987,444	987,444	1,316,020	1,088,858
Less: Allowance for impairment loss of the investment					(200,506)	(199,353)		
Total investments in subsidiaries - net					786,938	788,091		

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.

(Unaudited but reviewed)

7. Investments in associated companies

(Unit: Thousand Baht)

Company	Nature of business	Relationship	Paid up capital		Shareholding percentage		Consolidated financial statements		Separate financial statements			
							Carrying amounts based on equity method		Cost		Dividend received for the nine-month periods ended	
			30 September	31 December	30 September	31 December	30 September	31 December	30 September	31 December	30 September	30 September
			2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
					(%)	(%)						
United Bulk Shipping Pte. Ltd. (Incorporated in Singapore)	Shipping business and coal distribution	Direct holding	SGD 0.1 million	SGD 0.1 million	49.00	49.00	21,745	23,952	891	891	11,318	10,645
PT. Pesona Khatulistiwa Nusantara (Incorporated in Indonesia)	Manufacture and distribution of coal	Direct holding	Rp 580,891 million	Rp 580,891 million	10.00	10.00	509,501	472,551	58,437	58,437	-	-
Total							531,246	496,503	59,328	59,328	11,318	10,645

(Unaudited but reviewed)

During the three-month and nine-month periods ended 30 September 2024 and 2023, the Company recognised its share of profit and other comprehensive income from investments in associated companies in the consolidated financial statements as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September				For the nine-month periods ended 30 September			
	Share of profit		Share of other		Share of profit		Share of other	
	from investments in		comprehensive income		from investments in		comprehensive income	
	associated companies		from investments in		associated companies		from investments in	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
United Bulk Shipping Pte. Ltd.	3,357	2,354	-	-	9,111	8,278	-	-
PT. Pesona Khatulistiwa Nusantara	10,123	10,779	-	-	36,950	95,845	-	(22)
Total	13,480	13,133	-	-	46,061	104,123	-	(22)

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 auditors.

The Company's management believes that the management accounts of the associated companies 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 nine-month period ended 30 September 2024 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2024	3,967,191	340,377
Acquisitions during the period - cost	151,856	30,206
Disposed and write-off during the period - net book value on disposal and write-off date	(185)	(171)
Transfers to investment properties - net book value	(2,969)	-
Transfers to deferred expenses - Indonesia coal mine project	(62,664)	-
Depreciation for the period	(237,976)	(16,040)
Translation adjustments	(61,173)	-
Net book value as at 30 September 2024	<u>3,754,080</u>	<u>354,372</u>

The local subsidiary has mortgaged part of its land and construction thereon and machinery with net book value as at 30 September 2024 amounting to approximately Baht 1,045.5 million (31 December 2023: Baht 1,118.6 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 30 September 2024 amounting to approximately USD 14.2 million or equivalent to Baht 457.4 million (31 December 2023: USD 15.8 million or equivalent to Baht 539.9 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.

9. Intangible assets

Movement in the intangible assets account for the nine-month period ended 30 September 2024 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 2024	4,997	34,148	39,145
Acquisitions during the period - cost	80	194,738	194,818
Amortisation for period	(1,186)	(28,983)	(30,169)
Translation adjustments	(61)	-	(61)
Net book value as at 30 September 2024	3,830	199,903	203,733

(Unit: Thousand Baht)

	Separate financial statements		
	Computer software	Deferred transferred service fees according to contract	Total
Net book value as at 1 January 2024	2,191	34,148	36,339
Acquisition during the period - cost	35	194,738	194,773
Amortisation for period	(465)	(28,983)	(29,448)
Net book value as at 30 September 2024	1,761	199,903	201,664

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)

On 30 September 2024, 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 194.7 million in which the Company will separately pay in 2 installments. The Company paid the first payment in October 2024 with amount of USD 4 million or equivalent to Baht 129.8 million. The second payment will be paid in December 2024 with amount of USD 2 million or equivalent to Baht 64.9 million. The Company amortises the right to receive this service compensation based on the volume of coal produced and sold from SGP.

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	
	30 September 2024	31 December 2023
Deferred expenses - Indonesia coal mine project	218,866	220,767
Deferred stripping costs	521,329	688,650
Total other non-current assets	<u>740,195</u>	<u>909,417</u>
Amortisation expenses for the period/year	<u>589,594</u>	<u>925,950</u>

11. Short-term loans from financial institutions

	(Unit: Thousand Baht)			
	Interest rate		Consolidated	
	(percent per annum)		financial statements	
	30 September 2024	31 December 2023	30 September 2024	31 December 2023
Promissory notes	5.10 - 5.70	4.50 - 5.45	839,943	984,586
Bill of purchasing line	-	0.50	-	262,779
Total			<u>839,943</u>	<u>1,247,365</u>

(Unaudited but reviewed)

Movements in short-term loans from financial institutions during the nine-month period ended 30 September 2024 are summarised below.

	(Unit: Thousand Baht)
Balance as at 1 January 2024	1,247,365
Add: Increase during the period	2,141,387
Amortisation of transaction costs during the period	150
Less: Repayment during the period	(2,534,125)
Translation adjustments	(14,834)
Balance as at 30 September 2024	<u>839,943</u>

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

As at 30 September 2024, the short-term credit facilities of the subsidiaries which have not yet been drawn down amounted to USD 32.0 million or equivalent to Baht 1,033.3 million, Rupiah 185.0 million or equivalent to Baht 0.4 million and 870.1 million totaling of Baht 1,903.8 million (31 December 2023: USD 24.3 million or equivalent to Baht 832.4 million, Rupiah 300.0 million or equivalent to Baht 0.7 million and Baht 660.3 million, totaling of Baht 1,493.4 million).

12. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2024	2023	2024	2023
Trade payables - related party	1,516	1,950	1,516	1,950
Trade payables - unrelated parties	573,683	417,253	34,969	37,730
Other payables - unrelated parties	375,831	158,402	198,461	5,404
Total trade and other payables	<u>951,030</u>	<u>577,605</u>	<u>234,946</u>	<u>45,084</u>

13. Long-term loans from financial institutions

	(Unit: Thousand Baht)	
	Consolidated	
	financial statements	
	30 September	31 December
	2024	2023
Long-term loans from financial institutions	319,325	501,346
Less: Current portion	(163,741)	(191,742)
Long-term loans from financial institutions - net of current portion	<u>155,584</u>	<u>309,604</u>

Movements in the long-term loans account during the nine-month period ended 30 September 2024 are summarised below.

	(Unit: Thousand Baht)
Balance as at 1 January 2024	501,346
Amortisation of transaction costs during the period	406
Repayment during the period	(172,667)
Translation adjustments	<u>(9,760)</u>
Balance as at 30 September 2024	<u>319,325</u>

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

As at 30 September 2024, a local subsidiary could maintain certain financial ratio as specified in the loan agreement. As at 31 December 2023, a local subsidiary could not maintain certain financial ratio as specified in the loan agreement. However, a local subsidiary had negotiated with the bank, and had obtained a waiver letter for the condition to maintain certain financial ratios from bank on 28 September 2023.

As at 30 September 2024, the long-term credit facilities of the Group which have not yet been drawn down amounted to USD 0.4 million or approximately Baht 14.1 million (31 December 2023: USD 2.4 million or approximately Baht 83.4 million).

14. Damage from fire incident

On 8 January 2024, a fire broke out in the local subsidiary's warehouse, affecting the stored cassava chips. The subsidiary was able to manage the situation, mitigating damage to other areas. However, the subsidiary is covered by all-risk insurance against such damage. Subsequently, on 28 October 2024, the Company received an agreement for compensation of the damage from the insurance company.

During the three-month and nine-month period ended 30 September 2024, the subsidiary recognised the revenues and expenses relating to the fire incident in the statement of income as follows:

	(Unit: Thousand Baht)	
	For the three-month period ended 30 September 2024	For the nine-month period ended 30 September 2024
Sales of raw materials from the fire incident	208	24,699
Total	208	24,699
Cost of sales and disposals of raw materials from the fire incident	(2,836)	(65,803)
Decrease (increase) in reduction of cost to net realisable value and allowance for damaged inventories	2,628	(8,390)
Total expenses relating to the fire incident	(208)	(74,193)
Net loss on damage arising from the fire incident	-	(49,494)

15. 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 and nine-month periods ended 30 September 2024 and 2023 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current income tax:				
Interim corporate income tax charge	244,409	154,041	-	-
Adjustment in respect of income tax of previous year	13,107	1,703	-	-
Withholding tax deducted at source recognised as expenses during the period	14,576	18,017	95,292	18,017
Deferred tax:				
Relating to origination and reversal of temporary differences	64,934	45,381	-	-
Income tax reported in the income statements	<u>337,026</u>	<u>219,142</u>	<u>95,292</u>	<u>18,017</u>

	(Unit: Thousand Baht)			
	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current income tax:				
Interim corporate income tax charge	1,001,146	1,179,459	-	-
Adjustment in respect of income tax of previous year	14,376	22,476	-	-
Withholding tax deducted at source recognised as expenses during the period	53,922	54,397	317,124	272,169
Deferred tax:				
Relating to origination and reversal of temporary differences	218,138	299,668	-	77
Income tax reported in the income statements	<u>1,287,582</u>	<u>1,556,000</u>	<u>317,124</u>	<u>272,246</u>

16. 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 of ordinary shares in issue during the period.

17. Dividend paid

Dividends paid by the Group during the nine-month periods ended 30 September 2024 and 2023 are as follows:

Companies

Dividends	Approved by	Total Dividends (Thousand US Dollar)	Dividend per share (US Dollar)	Paid on
<u>2024</u>				
Dividends for 2023	Annual General Meeting of shareholders on 22 April 2024	630,000	1.20	21 May 2024
Interim dividends for 2024	Board of Directors' meeting on 26 August 2024	577,499	1.10	20 September 2024
Total		<u>1,207,499</u>	<u>2.30</u>	
<u>2023</u>				
Dividends for 2022	Annual General Meeting of shareholders on 24 April 2023	813,750	1.55	23 May 2023
Interim dividends for 2023	Board of Directors' meeting on 21 August 2023	577,499	1.10	20 September 2023
Total		<u>1,391,249</u>	<u>2.65</u>	

Overseas subsidiaries**PT. Lanna Harita Indonesia**

Dividends	Approved by	Total Dividends (Thousand US Dollar)	Dividend per share (US Dollar)	Paid on
<u>2024</u>				
The second interim dividends for 2023	Board of Directors' meeting on 26 March 2024	5,000	625.0	27 March 2024
The third interim dividends for 2023	Board of Directors' meeting on 26 June 2024	5,000	625.0	28 June 2024
The first interim dividends for 2024	Board of Directors' meeting on 23 September 2024	5,000	625.0	27 September 2024
Total		<u>15,000</u>	<u>1,875.0</u>	
<u>2023</u>				
The third interim dividends for 2022	Board of Directors' meeting on 21 March 2023	5,000	625.0	28 March 2023
Dividends for 2022	Annual General Meeting of shareholders on 12 June 2023	5,000	625.0	22 June 2023
Total		<u>10,000</u>	<u>1,250.0</u>	

During the nine-month period ended 30 September 2024, the Company recorded dividend income at 55 percent for a total of USD 8.3 million or equivalent to Baht 289.4 million. The Company had been withheld the withholding tax deducted at source of Baht 57.9 million (2023: USD 5.5 million or equivalent to Baht 189.4 million. The Company had been withheld the withholding tax deducted at source of Baht 37.9 million).

PT. Singlurus Pratama

Dividends	Approved by	Total dividends (Thousand US Dollar)	Dividend per share (US Dollar)	Paid on
<u>2024</u>				
The third interim dividends for 2023	Board of Directors' meeting on 26 March 2024	15,000	1,428.6	27 March 2024
The fourth interim dividends for 2023	Board of Directors' meeting on 26 June 2024	15,000	1,428.6	27 June 2024
The first interim dividends for 2024	Board of Directors' meeting on 23 September 2024	15,000	1,428.6	27 September 2024
Total		<u>45,000</u>	<u>4,285.8</u>	
<u>2023</u>				
The third interim dividends for 2022	Board of Directors' meeting on 23 March 2023	20,000	1,904.8	27 March 2023
Dividends for 2022	Board of Directors' meeting on 12 June 2023	20,000	1,904.8	27 June 2023
Total		<u>40,000</u>	<u>3,809.6</u>	

During the nine-month period ended 30 September 2024, the Company recorded dividend income at 65 percent for a total of USD 29.3 million or equivalent to Baht 1,026.7 million. The Company had been withheld the withholding tax deducted at source of Baht 205.3 million (2023: USD 26.0 million or equivalent to Baht 899.4 million. The Company had been withheld the withholding tax deducted at source of Baht 179.9 million).

18. 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 the Group's operating segments for the three-month and nine-month periods ended 30 September 2024 and 2023.

(Unaudited but reviewed)

(Unit: Million Baht)

For the three-month periods ended 30 September

	Domestic coal business		Overseas coal business		Ethanol business		Soil conditioner business		Elimination of inter-segment transactions		Total	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues												
Revenues from external customers	459	383	3,584	3,858	435	502	15	6	-	-	4,493	4,749
Inter-segment revenues	98	109	-	61	-	-	-	-	(98)	(170)	-	-
Total revenue	<u>557</u>	<u>492</u>	<u>3,584</u>	<u>3,919</u>	<u>435</u>	<u>502</u>	<u>15</u>	<u>6</u>	<u>(98)</u>	<u>(170)</u>	<u>4,493</u>	<u>4,749</u>
Operating results												
Segment gross profit	163	145	1,847	1,959	51	34	(2)	3	(93)	(94)	1,966	2,047
Other income											18	12
Share of profit from investments in associated companies											13	13
Gain (loss) on exchange											1	(32)
Selling and distribution expenses											(1,054)	(1,239)
Administrative expenses											(117)	(164)
Finance income											35	21
Finance cost											(18)	(20)
Profit before income tax expenses											<u>844</u>	<u>638</u>
Income tax expenses											(337)	(219)
Profit for the period											<u><u>507</u></u>	<u><u>419</u></u>

(Unaudited but reviewed)

(Unit: Million Baht)

	For the nine-month periods ended 30 September											
	Domestic coal business		Overseas coal business		Ethanol business		Soil conditioner business		Elimination of inter-segment transactions		Total	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues												
Revenues from external customers	1,309	1,418	13,098	14,148	1,815	2,031	33	35	-	-	16,255	17,632
Inter-segment revenues	342	326	107	265	-	-	-	-	(449)	(591)	-	-
Total revenue	<u>1,651</u>	<u>1,744</u>	<u>13,205</u>	<u>14,413</u>	<u>1,815</u>	<u>2,031</u>	<u>33</u>	<u>35</u>	<u>(449)</u>	<u>(591)</u>	<u>16,255</u>	<u>17,632</u>
Operating results												
Segment gross profit	492	446	7,201	8,592	216	187	(4)	17	(342)	(310)	7,563	8,932
Sales of raw materials from the fire incident											25	-
Other income											92	67
Share of profit from investments in associated companies											46	104
Loss on exchange											(51)	(1)
Selling and distribution expenses											(3,674)	(4,317)
Administrative expenses											(440)	(473)
Loss from the fire incident											(74)	-
Finance income											95	51
Finance cost											(64)	(64)
Profit before income tax expenses											3,518	4,299
Income tax expenses											(1,288)	(1,556)
Profit for the period											2,230	2,743

19. Significant contracts and agreements

19.1 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.

19.2 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.

19.3 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.

20. Commitments and contingent liabilities

20.1 Capital commitments

As at 30 September 2024, the Group had capital commitments of Baht 22.9 million, relating to the fire suppression system installation and construction for the design and installation of ground-mounted solar PV power plant. (31 December 2023: Baht 10.5 million, relating to fire suppression system installation and other construction projects).

20.2 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 financial statements		Separate financial statements	
	30 September	31 December	30 September	31 December
	2024	2023	2024	2023
In up to 1 year	4.9	1.8	2.5	0.6
In over 1 year and up to 5 years	0.2	0.3	0.2	0.3

- b) The Group had commitments under service agreements regarding the legal consulting, the consulting for financing and management of Baht 18.3 million (The Company Only: Baht 18.3 million) (31 December 2023: Baht 29.0 million (The Company Only: Baht 29.0 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.

20.3 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.

20.4 Guarantees

As at 30 September 2024, the Group had bank guarantees of approximately Baht 7.1 million and Rupiah 20,000 million (the Company only: Baht 1.0 million) (31 December 2023: Baht 6.0 million and Rupiah 20,000 million (the Company only: Baht 1.0 million)) issued by banks on behalf of the Group in respect of mine reclamation of the overseas subsidiaries to the government, guarantee contractual performance for using of electricity to the Provincial Electricity Authority.

21. 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 had been finished 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.

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. The debtor failed to submit the funds. As a result, in October 2022, the subsidiary attached of the debtor's bank deposits in full in accordance with the writ of execution. Subsequently, in December 2022, the debtor filed a petition for the revocation of the attachment of claims. However, upon an investigation of the said petition, the Court issued an order dismissing the petition due to the lack of reasonable grounds for revocation. Currently, the debtor has filed an appeal against the Court's order, and the case is now in the appellate process. However, the subsidiary recorded allowance for impairment in advance paid to that company for a whole amount.

22 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 30 September 2024				
Foreign currency	Financial assets	Financial liabilities	Exchange rate	
	(Million)	(Million)	(Baht per 1 foreign currency unit)	
			<u>Buying rate</u>	<u>Selling rate</u>
US dollar	17.8	6.1	32.1264	32.4563

As at 31 December 2023				
Foreign currency	Financial assets	Financial liabilities	Exchange rate	
	(Million)	(Million)	(Baht per 1 foreign currency unit)	
			<u>Buying rate</u>	<u>Selling rate</u>
US dollar	8.4	0.1	34.0590	34.3876

23. Financial Instrument

23.1 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.

23.2 Fair value hierarchy

As at 30 September 2024, the Group had the financial asset and financial liabilities that were measured at fair value using different levels of inputs as follows:

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	Level 2	Total	Level 2	Total
Financial asset measured at fair value				
Investment in open-end fund	1,108	1,108	-	-
Financial liabilities measured at fair value				
Derivatives - foreign currency forward contracts	12,089	12,089	12,089	12,089

24. Event after the reporting period

Tender offer for the securities of the Company

Siam City Cement Public Company Limited and Sunrise Equity Company Limited (the “Tender Offerors”) jointly submitted a tender offer for 288.8 million shares, representing 55.01% of the issued and paid-up shares of the Company. The purchase period was from 29 August 2024 to 2 October 2024. At the close of the offer period, the Tender Offerors accepted 86.4 million shares offered for sale, accounting for 16.46% of the total issued and paid-up shares of the Company. Consequently, the shareholding structure of the Company changed, with Siam City Cement Public Company Limited’s shareholding in the Company increasing from 44.99% to 61.44% of the total issued and paid-up shares of the Company. As a result, the Company became a subsidiary of Siam City Cement Public Company Limited. In addition, Thai Argo Energy Public Company Limited, in which the Company has a 51.00% interest of the total issued and paid-up shares of Thai Argo Energy Public Company Limited, became an indirect subsidiary of Siam City Cement Public Company Limited.

25. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company’s authorised directors on 11 November 2024.