

Sri Trang Agro-Industry Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month and six-month periods
ended 30 June 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Sri Trang Agro-Industry Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Sri Trang Agro-Industry Public Company Limited and its subsidiaries as at 30 June 2022, and the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-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 Sri Trang Agro-Industry 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*.

Supachai Phanyawattano
Certified Public Accountant (Thailand) No. 3930

EY Office Limited
Bangkok: 10 August 2022

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2022

(Unit: Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		17,468,580,524	22,809,650,413	585,404,638	272,036,452
Trade and other receivables	4	9,301,637,551	8,946,114,385	4,673,089,272	4,550,919,850
Amounts due from future brokers		730,011,822	1,307,490,634	-	105,737,796
Inventories	5	27,502,420,818	32,578,453,173	12,224,120,151	16,849,685,126
Short-term loan to subsidiary	3	-	-	351,302,000	332,469,000
Derivative financial instruments	6	640,971,364	215,294,913	539,050,516	111,626,440
Other current financial assets		87,402,431	264,105,305	-	-
Other current assets	7	2,199,635,828	1,665,458,806	143,430,153	71,700,484
Total current assets		57,930,660,338	67,786,567,629	18,516,396,730	22,294,175,148
Non-current assets					
Derivative financial instruments	6	4,287,150	-	-	-
Other non-current financial assets		882,283,787	475,841,743	99,726,883	103,990,591
Investments in subsidiaries	8	-	-	18,971,137,708	18,839,137,708
Investment in associate	9	471,496,169	553,365,209	142,500,000	142,500,000
Investment in joint venture	10	482,138,567	469,119,233	134,716,526	134,716,526
Investment properties		222,315,702	215,174,171	75,663,125	75,663,125
Property, plant and equipment	11	42,731,402,772	37,317,329,706	8,783,188,627	7,637,917,584
Right-of-use assets		442,760,907	403,901,677	100,835,354	109,612,548
Economic tree plantations		2,518,463,895	2,469,746,973	14,871,442	14,434,997
Intangible asset - Computer software		463,879,824	461,176,066	262,326,489	283,911,559
Goodwill		3,174,667,132	3,174,667,132	-	-
Withholding tax deducted at source		547,250,019	547,354,998	401,547,114	401,547,114
Deferred tax assets		507,878,622	616,835,426	-	-
Other non-current assets		3,527,575	36,009,945	12,348,270	13,018,707
Total non-current assets		52,452,352,121	46,740,522,279	28,998,861,538	27,756,450,459
Total assets		110,383,012,459	114,527,089,908	47,515,258,268	50,050,625,607

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

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2022	31 December 2021	30 June 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	12	4,733,230,956	5,263,750,674	1,344,056,042	1,155,935,587
Short-term borrowings from financial institutions	13	10,110,580,362	21,639,969,479	504,638,000	11,817,781,000
Current portions of:					
- Long-term borrowings from financial institutions	13	1,542,051,056	2,140,100,708	-	807,279,000
- Debentures	13	1,123,259,839	58,206,575	1,123,259,839	58,206,575
- Lease liabilities		147,522,681	148,072,594	46,500,161	43,435,693
Short-term loan from subsidiary	3	-	-	145,000,000	145,000,000
Income tax payable		329,506,703	702,429,814	71,387,559	-
Derivative financial instruments	6	742,352,761	552,736,881	378,630,814	333,273,161
Other current liabilities		87,971,332	304,880,640	26,742,179	205,311,058
Total current liabilities		18,816,475,690	30,810,147,365	3,640,214,594	14,566,222,074
Non-current liabilities					
Derivative financial instruments	6	3,306,484	21,332,231	-	-
Non-current portions of:					
- Long-term borrowings from financial institutions	13	6,276,868,682	7,127,733,907	-	-
- Debentures	13	17,171,837,442	10,000,000,000	17,171,837,442	10,000,000,000
- Lease liabilities		255,232,110	240,145,648	56,403,292	68,085,258
Provision for retirement benefit obligations		451,806,828	425,373,598	144,241,906	138,391,700
Deferred tax liabilities		797,036,248	820,385,826	360,996,478	311,247,628
Other non-current liabilities		33,024,749	33,383,077	-	-
Total non-current liabilities		24,989,112,543	18,668,354,287	17,733,479,118	10,517,724,586
Total liabilities		43,805,588,233	49,478,501,652	21,373,693,712	25,083,946,660

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

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2022

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)	30 June 2022 (Unaudited but reviewed)	31 December 2021 (Audited)
Shareholders' equity				
Share capital				
Registered				
1,535,999,998 ordinary shares of Baht 1 each	1,535,999,998	1,535,999,998	1,535,999,998	1,535,999,998
Issued and fully paid-up				
1,535,999,998 ordinary shares of Baht 1 each	1,535,999,998	1,535,999,998	1,535,999,998	1,535,999,998
Premium on ordinary shares	10,851,951,634	10,851,951,634	10,851,951,634	10,851,951,634
Surplus on the change in the ownership interests in subsidiaries	6,247,647,636	6,247,647,636	-	-
Retained earnings				
Appropriated - statutory reserve	153,600,000	153,600,000	153,600,000	153,600,000
Unappropriated	26,444,574,410	24,741,526,831	12,020,188,776	10,638,643,488
Other components of shareholders' equity				
Surplus on revaluation of assets - net of income tax	3,585,702,351	3,635,007,392	1,743,619,465	1,770,413,550
Surplus (deficit) on changes in fair value through other comprehensive income of investments in equity - net of income tax	(118,270,529)	3,645,991	2,839,217	6,250,583
Cash flow hedge reserve - net of income tax	(279,221,767)	(22,960,096)	(166,634,534)	9,819,694
Exchange differences on translation of financial statements in foreign currencies	(137,339,203)	(494,288,125)	-	-
Equity attributable to equity holders of the Company	48,284,644,530	46,652,131,261	26,141,564,556	24,966,678,947
Non-controlling interests of the subsidiaries	18,292,779,696	18,396,456,995	-	-
Total shareholders' equity	66,577,424,226	65,048,588,256	26,141,564,556	24,966,678,947
Total liabilities and shareholders' equity	110,383,012,459	114,527,089,908	47,515,258,268	50,050,625,607
	-	-	-	-

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

Directors

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2022

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Profit or loss:					
Revenues from sales of goods and services		27,973,084,587	29,803,602,702	15,423,086,101	11,963,167,558
Cost of sales and services		(23,731,050,921)	(18,852,501,615)	(13,832,226,364)	(10,346,986,827)
Gross profit		4,242,033,666	10,951,101,087	1,590,859,737	1,616,180,731
Other income		94,717,514	94,352,821	89,496,009	61,181,974
Dividend income		1,763,589	907,067	1,150,745,277	5,579,008,698
Selling and distribution expenses		(2,054,188,502)	(1,247,091,071)	(860,997,204)	(648,803,398)
Administrative expenses		(541,106,319)	(481,626,437)	(151,776,688)	(133,926,033)
Gain (loss) on exchange rates		85,663,958	50,531,909	(52,973,847)	(48,168,935)
Other gain (loss)	14	<u>29,674,628</u>	<u>(113,672,779)</u>	<u>223,020,521</u>	<u>54,362,817</u>
Profit from operating activities		1,858,558,534	9,254,502,597	1,988,373,805	6,479,835,854
Share of profit from investments in associate and joint venture		81,434,858	72,964,960	-	-
Finance income		28,514,769	29,779,677	4,440,834	3,536,271
Finance cost		(298,297,784)	(210,301,153)	(149,338,258)	(82,056,419)
Profit before income tax		1,670,210,377	9,146,946,081	1,843,476,381	6,401,315,706
Income tax	15	<u>(261,012,649)</u>	<u>(950,551,304)</u>	<u>(106,345,338)</u>	<u>(45,246,184)</u>
Profit for the period		<u>1,409,197,728</u>	<u>8,196,394,777</u>	<u>1,737,131,043</u>	<u>6,356,069,522</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 currencies		517,234,384	158,302,005	-	-
Gain (loss) on cash flow hedge - net of income tax		<u>(246,923,191)</u>	<u>991,111</u>	<u>(118,366,785)</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax					
		<u>270,311,193</u>	<u>159,293,116</u>	<u>(118,366,785)</u>	<u>-</u>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Loss on changes in value of equity investments designated at fair value through other comprehensive income - net of income tax					
		<u>(182,976,619)</u>	<u>(2,800,419)</u>	<u>(2,824,130)</u>	<u>(2,787,370)</u>
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax					
		<u>(182,976,619)</u>	<u>(2,800,419)</u>	<u>(2,824,130)</u>	<u>(2,787,370)</u>
Other comprehensive income for the period		<u>87,334,574</u>	<u>156,492,697</u>	<u>(121,190,915)</u>	<u>(2,787,370)</u>
Total comprehensive income for the period		<u>1,496,532,302</u>	<u>8,352,887,474</u>	<u>1,615,940,128</u>	<u>6,353,282,152</u>

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

(Unaudited but reviewed)

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the three-month period ended 30 June 2022

(Unit: Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Profit attributable to:				
Equity holders of the Company	1,142,125,265	5,043,707,602	<u>1,737,131,043</u>	<u>6,356,069,522</u>
Non-controlling interests of the subsidiaries	<u>267,072,463</u>	<u>3,152,687,175</u>		
	<u>1,409,197,728</u>	<u>8,196,394,777</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	1,224,986,782	5,176,480,240	<u>1,615,940,128</u>	<u>6,353,282,152</u>
Non-controlling interests of the subsidiaries	<u>271,545,520</u>	<u>3,176,407,234</u>		
	<u>1,496,532,302</u>	<u>8,352,887,474</u>		
Earnings per share				
Basic earnings per share				
Profit attributable to equity holders of the Company	<u>0.74</u>	<u>3.28</u>	<u>1.13</u>	<u>4.14</u>

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

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2022

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2022	2021	2022	2021
Profit or loss:					
Revenues from sales of goods and services		55,972,963,855	61,383,152,474	31,481,790,715	23,688,439,284
Cost of sales and services		(47,204,742,492)	(36,879,714,452)	(28,168,403,306)	(20,672,445,332)
Gross profit		8,768,221,363	24,503,438,022	3,313,387,409	3,015,993,952
Other income		138,440,613	154,304,845	121,247,957	85,145,489
Dividend income		1,942,573	918,465	1,150,785,017	5,579,020,096
Selling and distribution expenses		(3,939,864,497)	(2,423,019,018)	(1,737,298,809)	(1,332,202,209)
Administrative expenses		(1,041,855,842)	(941,364,753)	(312,008,921)	(266,823,430)
Gain on exchange rates		134,851,107	502,502,687	13,121,816	114,897,646
Gain from disposal of non-current assets held for sale		-	-	-	957,865,596
Other gain (loss)	14	139,202,119	(1,217,890,550)	221,028,348	(576,052,701)
Profit from operating activities		4,200,937,436	20,578,889,698	2,770,262,817	7,577,844,439
Share of profit from investments in associate and joint venture		135,280,594	105,457,083	-	-
Finance income		58,781,628	54,456,899	8,236,096	6,759,417
Finance cost		(520,522,938)	(386,301,516)	(259,244,904)	(147,384,393)
Profit before income tax		3,874,476,720	20,352,502,164	2,519,254,009	7,437,219,463
Income tax	15	(486,294,326)	(1,782,441,660)	(166,102,807)	(122,005,681)
Profit for the period		3,388,182,394	18,570,060,504	2,353,151,202	7,315,213,782
Other comprehensive income:					
<i>Other comprehensive income to be reclassified</i>					
<i>to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements					
in foreign currencies		467,095,547	377,609,011	-	-
Gain (loss) on cash flow hedge - net of income tax		(300,268,433)	9,690,314	(176,454,228)	-
Other comprehensive income to be reclassified to					
profit or loss in subsequent periods - net of income tax		166,827,114	387,299,325	(176,454,228)	-
<i>Other comprehensive income not to be reclassified</i>					
<i>to profit or loss in subsequent periods</i>					
Gain (loss) on changes in value of equity investments					
designated at fair value through other comprehensive					
income - net of income tax		(212,974,066)	2,462,293	(3,411,366)	2,376,293
Other comprehensive income not to be reclassified to					
profit or loss in subsequent periods - net of income tax		(212,974,066)	2,462,293	(3,411,366)	2,376,293
Other comprehensive income for the period		(46,146,952)	389,761,618	(179,865,594)	2,376,293
Total comprehensive income for the period		3,342,035,442	18,959,822,122	2,173,285,608	7,317,590,075

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

(Unaudited but reviewed)

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the six-month period ended 30 June 2022

(Unit: Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Profit attributable to:				
Equity holders of the Company	2,651,143,537	11,002,210,646	<u>2,353,151,202</u>	<u>7,315,213,782</u>
Non-controlling interests of the subsidiaries	<u>737,038,857</u>	<u>7,567,849,858</u>		
	<u>3,388,182,394</u>	<u>18,570,060,504</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	2,630,913,269	11,333,275,033	<u>2,173,285,608</u>	<u>7,317,590,075</u>
Non-controlling interests of the subsidiaries	<u>711,122,173</u>	<u>7,626,547,089</u>		
	<u>3,342,035,442</u>	<u>18,959,822,122</u>		
Earnings per share				
Basic earnings per share				
Profit attributable to equity holders of the Company	<u>1.73</u>	<u>7.16</u>	<u>1.53</u>	<u>4.76</u>

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

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2022

(Unit: Baht)

Consolidated financial statements													
Attributable to the equity holders of the Company													
					Other components of shareholders' equity								
					Other comprehensive income								
					Surplus (deficit) on changes in fair value								
					through other								
					Exchange								
					differences on								
					Total other								
					Total equity								
					attributable to								
					equity holders of								
					the Company								
					Non-controlling								
					interests of the								
					subsidiaries								
					Total								
					shareholders'								
					equity								
Issued and paid-up share capital	Premium on ordinary shares	Surplus on the change in the ownership interests in subsidiaries	Retained earnings Appropriated - statutory reserve	Unappropriated	Surplus on revaluation of assets - net of income tax	comprehensive income of investments in equity - net of income tax	Cash flow hedge reserve - net of income tax	Exchange differences on translation of financial statements in foreign currencies	Total other components of shareholders' equity	Total equity attributable to equity holders of the Company	Non-controlling interests of the subsidiaries	Total shareholders' equity	
Balance as at 1 January 2021	1,535,999,998	10,851,951,634	6,087,887,261	153,600,000	16,795,645,402	3,815,836,066	(66,260)	(19,987,589)	(1,149,629,226)	2,646,152,991	38,071,237,286	15,325,680,930	53,396,918,216
Profit for the period	-	-	-	-	11,002,210,646	-	-	-	-	-	11,002,210,646	7,567,849,858	18,570,060,504
Other comprehensive income for the period	-	-	-	-	-	2,462,293	5,444,100	323,157,994	331,064,387	331,064,387	331,064,387	58,697,231	389,761,618
Total comprehensive income for the period	-	-	-	-	11,002,210,646	2,462,293	5,444,100	323,157,994	331,064,387	11,333,275,033	7,626,547,089	18,959,822,122	
Amortisation on surplus on revaluation of assets	-	-	-	-	56,093,340	(56,093,340)	-	-	(56,093,340)	-	-	-	
Dividend paid	-	-	-	-	(4,223,999,995)	-	-	-	-	(4,223,999,995)	-	(4,223,999,995)	
Dividend paid by the subsidiaries	-	-	-	-	-	-	-	-	-	-	(4,380,881,433)	(4,380,881,433)	
Share-based payment paid by the subsidiary	-	-	-	-	-	-	-	-	-	-	7,529,453	7,529,453	
Increase in share capital of the subsidiary	-	-	-	-	-	-	-	-	-	-	105	105	
Effect of restructuring of the subsidiaries	-	-	58,045,571	-	-	(58,045,571)	-	-	(58,045,571)	-	-	-	
Balance as at 30 June 2021	1,535,999,998	10,851,951,634	6,145,932,832	153,600,000	23,629,949,393	3,701,697,155	2,396,033	(14,543,489)	(826,471,232)	2,863,078,467	45,180,512,324	18,578,876,144	63,759,388,468
Balance as at 1 January 2022	1,535,999,998	10,851,951,634	6,247,647,636	153,600,000	24,741,526,831	3,635,007,392	3,645,991	(22,960,096)	(494,288,125)	3,121,405,162	46,652,131,261	18,396,456,995	65,048,588,256
Profit for the period	-	-	-	-	2,651,143,537	-	-	-	-	-	2,651,143,537	737,038,857	3,388,182,394
Other comprehensive income for the period	-	-	-	-	-	(120,917,520)	(256,261,671)	356,948,922	(20,230,269)	(20,230,269)	(20,230,269)	(25,916,684)	(46,146,953)
Total comprehensive income for the period	-	-	-	-	2,651,143,537	(120,917,520)	(256,261,671)	356,948,922	(20,230,269)	2,630,913,268	711,122,173	3,342,035,441	
Amortisation on surplus on revaluation of assets	-	-	-	-	49,305,041	(49,305,041)	-	-	(49,305,041)	-	-	-	
Dividend paid (Note 16)	-	-	-	-	(998,399,999)	-	-	-	-	(998,399,999)	-	(998,399,999)	
Dividend paid by the subsidiaries	-	-	-	-	-	-	-	-	-	-	(817,439,155)	(817,439,155)	
Share-based payment paid by the subsidiary	-	-	-	-	-	-	-	-	-	-	2,639,683	2,639,683	
Disposal of other financial assets	-	-	-	-	999,000	(999,000)	-	-	(999,000)	-	-	-	
Balance as at 30 June 2022	1,535,999,998	10,851,951,634	6,247,647,636	153,600,000	26,444,574,410	3,585,702,351	(118,270,529)	(279,221,767)	(137,339,203)	3,050,870,852	48,284,644,530	18,292,779,696	66,577,424,226

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

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2022

(Unit: Baht)

	Separate financial statements								
					Other components of shareholders' equity				
					Other comprehensive income				
					Surplus (deficit) on changes in fair value through other comprehensive income of investments in equity - net of income tax				
Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Surplus on revaluation of assets - net of income tax	Cash flow hedge reserve - net of income tax	Total other components of shareholders' equity		Total shareholders' equity	
		Appropriated - statutory reserve	Unappropriated						
Balance as at 1 January 2021	1,535,999,998	10,851,951,634	153,600,000	6,702,074,215	1,895,167,475	(84,667)	-	1,895,082,808	21,138,708,655
Profit for the period	-	-	-	7,315,213,782	-	-	-	-	7,315,213,782
Other comprehensive income for the period	-	-	-	-	-	2,376,293	-	2,376,293	2,376,293
Total comprehensive income for the period	-	-	-	7,315,213,782	-	2,376,293	-	2,376,293	7,317,590,075
Amortisation on surplus on revaluation of assets	-	-	-	34,444,168	(34,444,168)	-	-	(34,444,168)	-
Dividend paid	-	-	-	(4,223,999,995)	-	-	-	-	(4,223,999,995)
Balance as at 30 June 2021	<u>1,535,999,998</u>	<u>10,851,951,634</u>	<u>153,600,000</u>	<u>9,827,732,170</u>	<u>1,860,723,307</u>	<u>2,291,626</u>	<u>-</u>	<u>1,863,014,933</u>	<u>24,232,298,735</u>
Balance as at 1 January 2022	1,535,999,998	10,851,951,634	153,600,000	10,638,643,488	1,770,413,550	6,250,583	9,819,694	1,786,483,827	24,966,678,947
Profit for the period	-	-	-	2,353,151,202	-	-	-	-	2,353,151,202
Other comprehensive income for the period	-	-	-	-	-	(3,411,366)	(176,454,228)	(179,865,594)	(179,865,594)
Total comprehensive income for the period	-	-	-	2,353,151,202	-	(3,411,366)	(176,454,228)	(179,865,594)	2,173,285,608
Amortisation on surplus on revaluation of assets	-	-	-	26,794,085	(26,794,085)	-	-	(26,794,085)	-
Dividend paid (Note 16)	-	-	-	(998,399,999)	-	-	-	-	(998,399,999)
Balance as at 30 June 2022	<u>1,535,999,998</u>	<u>10,851,951,634</u>	<u>153,600,000</u>	<u>12,020,188,776</u>	<u>1,743,619,465</u>	<u>2,839,217</u>	<u>(166,634,534)</u>	<u>1,579,824,148</u>	<u>26,141,564,556</u>

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

(Unaudited but reviewed)

Sri Trang Agro-Industry Public Company Limited and its subsidiaries**Cash flow statement****For the six-month period ended 30 June 2022**

	(Unit: Baht)			
	Consolidated financial statements		Separate financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Cash flows from operating activities				
Profit before income tax	3,874,476,720	20,352,502,164	2,519,254,009	7,437,219,463
Adjustments to reconcile profit before income tax to net cash provided by (paid from) operating activities:				
Unrealised gain on exchange rates	(113,601,787)	(140,536,776)	(11,877,061)	(17,882,603)
Unrealised loss on revaluation of derivative financial instruments	327,327,477	449,298,383	200,983,805	247,293,706
Share-based payment expenses	2,639,683	7,529,453	-	-
Expected credit losses	48,961,409	1,813,244	-	-
Reduction of inventory cost to net realisable value (reversal)	117,809,306	(41,845,738)	2,354,700	(47,493,100)
Expenses for retirement benefit obligations	26,626,730	28,569,813	5,947,706	5,880,298
Depreciation	1,470,472,288	1,441,454,166	375,746,682	415,501,192
Amortisation - economic tree plantations	12,046,062	7,214,725	202,950	202,950
Amortisation - intangible asset	43,451,771	36,391,108	31,741,845	32,910,553
Finance income	(58,781,628)	(54,456,899)	(8,236,096)	(6,759,417)
Finance cost	520,522,938	386,301,516	259,244,904	147,384,393
Dividend income	(1,942,573)	(918,465)	(1,150,785,017)	(5,579,020,096)
Share of profit from investments in associate and joint venture	(135,280,594)	(105,457,083)	-	-
Write-off for machinery and assets under construction from fire incident	-	47,946,041	-	-
Loss on disposal and write-off for property, plant and equipment, right-of-use assets, economic tree plantations and intangible asset	14,391,406	34,466,403	4,161,787	15,722,838
Gain from disposal of non-current assets held for sale	-	-	-	(957,865,596)
Profit from operating activities before changes in operating assets and liabilities	6,149,119,208	22,450,272,055	2,228,740,214	1,693,094,581
Operating assets (increase) decrease				
Trade and other receivables	(277,526,067)	(2,523,343,001)	(113,105,747)	(425,805,549)
Amounts due from future brokers	577,478,812	(249,587,670)	105,737,796	(105,667,500)
Inventories	4,018,380,768	(2,046,188,043)	3,819,592,262	949,805,281
Other current assets	(318,929,250)	288,809,521	(10,437,258)	46,779,080
Other non-current assets	32,482,370	(11,954,211)	670,437	(620,954)
Operating liabilities increase (decrease)				
Trade and other payables	(508,882,120)	(31,800,434)	65,146,686	7,281,620
Other current liabilities	(216,909,308)	6,116,711	(178,568,879)	62,686,013
Provision for retirement benefit obligations	(193,500)	(545,167)	(97,500)	(415,167)
Other non-current liabilities	(358,328)	19,303	-	-
Cash flows provided by operating activities	9,454,662,585	17,881,799,064	5,917,678,011	2,227,137,405
Cash received from interest income	68,981,010	56,156,562	8,264,849	6,964,471
Cash paid for interest expense	(472,746,136)	(372,145,226)	(198,068,003)	(126,103,579)
Cash refunded from income tax	9,463,476	-	-	-
Cash paid for income tax	(937,793,970)	(1,615,417,300)	(61,292,412)	(40,816,718)
Net cash flows provided by operating activities	8,122,566,965	15,950,393,100	5,666,582,445	2,067,181,579

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

Sri Trang Agro-Industry Public Company Limited and its subsidiaries**Cash flow statement (continued)**

For the six-month period ended 30 June 2022

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Cash flows from investing activities				
Cash paid for purchases of other financial assets	(672,725,372)	-	(500)	-
Cash received from disposal of other financial assets	283,449,377	-	-	-
Cash paid for purchases of derivative financial instruments	(1,961,983)	-	-	-
Dividends received	206,072,873	159,446,265	1,150,785,017	5,579,020,096
Cash received from repayment of long-term loan to subsidiary	-	-	-	597,348,000
Cash received from repayment of short-term loan to subsidiary	-	-	332,469,000	-
Cash paid for short-term loan to subsidiary	-	-	(334,598,000)	(311,818,000)
Cash paid for investment in subsidiary	-	-	(132,000,000)	(87,499,895)
Cash received from disposal of property, plant and equipment economic tree plantations and intangible assets	10,997,723	14,819,906	5,358,085	6,692,792
Cash received from disposal of non-current assets held for sale	-	-	-	1,265,268,566
Cash paid for purchases of investment properties, property, plant and equipment, economic tree plantations and intangible asset	<u>(6,939,138,307)</u>	<u>(4,004,687,557)</u>	<u>(1,388,408,775)</u>	<u>(128,817,510)</u>
Net cash flows provided by (used in) investing activities	<u>(7,113,305,689)</u>	<u>(3,830,421,386)</u>	<u>(366,395,173)</u>	<u>6,920,194,049</u>
Cash flows from financing activities				
Decrease in short-term borrowings from financial institutions	(11,664,964,082)	(5,842,811,027)	(11,334,981,000)	(6,004,561,000)
Cash received from short-term loan from subsidiary	-	-	145,000,000	-
Cash paid for repayment of short-term loan from subsidiary	-	-	(145,000,000)	-
Increase in long-term borrowings from financial institutions	-	2,402,500,000	-	309,500,000
Repayments of long-term borrowings from financial institutions	(1,449,279,000)	(1,407,136,000)	(807,279,000)	(1,054,136,000)
Proceeds from issuance of debentures	8,180,000,000	3,500,000,000	8,180,000,000	3,500,000,000
Cash paid for redemption of debentures	-	(1,455,000,000)	-	(1,455,000,000)
Repayments of lease liabilities	(96,433,869)	(92,786,250)	(25,816,756)	(33,416,410)
Dividend paid	(998,742,330)	(4,223,806,719)	(998,742,330)	(4,223,806,719)
Dividend paid by subsidiaries	(817,439,155)	(4,380,881,433)	-	-
Cash received from increase in share capital of subsidiary	-	105	-	-
Net cash flows used in financing activities	<u>(6,846,858,436)</u>	<u>(11,499,921,324)</u>	<u>(4,986,819,086)</u>	<u>(8,961,420,129)</u>
Increase in translation adjustments	<u>496,527,271</u>	<u>418,020,863</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>(5,341,069,889)</u>	<u>1,038,071,253</u>	<u>313,368,186</u>	<u>25,955,499</u>
Cash and cash equivalents at beginning of the period	<u>22,809,650,413</u>	<u>26,446,683,536</u>	<u>272,036,452</u>	<u>298,780,383</u>
Cash and cash equivalents at end of the period	<u>17,468,580,524</u>	<u>27,484,754,789</u>	<u>585,404,638</u>	<u>324,735,882</u>
	-	-	-	-
Supplemental cash flows information				
Non-cash transactions:				
Increase in payables from purchases of assets	-	191,904,100	88,742,094	2,537,062
Purchases of assets by entering into lease agreements	108,848,245	146,283,849	17,721,006	27,201,180
Increase in retention	131,962,579	56,203,166	32,785,934	780,546
Transfer advance payments for fixed assets to be assets under construction and machinery	-	181,195,804	-	-

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

Sri Trang Agro-Industry Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month and six-month periods ended 30 June 2022

1. General information

1.1 Basis of preparation of interim financial statements

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

The interim financial 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.

The 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.

1.2 Basis of preparation of interim consolidated financial statements

These interim consolidated financial statements include the financial statements of Sri Trang Agro-Industry 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 significant change in shareholding structure of subsidiaries during the current period.

2. 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.

(Unaudited but reviewed)

3. Related party transactions

During the periods, the Group had the following significant business transactions with its related parties.

(Unit: Thousand Baht)

For the three-month periods ended 30 June

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Transactions with subsidiaries				
Sales of goods	-	-	6,251,961	4,477,633
Purchases of goods	-	-	646,461	214,572
Service income	-	-	39,927	35,247
Service expenses	-	-	140,670	104,169
Rental expenses	-	-	200	200
Dividend income	-	-	966,548	5,435,225
Interest income	-	-	4,397	3,443
Interest expenses	-	-	362	361
Sales of assets	-	-	-	3,506
Transactions with associate				
Sales of goods	4,256	4,848	-	-
Purchases of goods	29	91	-	-
Service income	6,792	9,237	655	656
Rental income	100	100	-	-
Dividend income	178,627	133,025	157,613	117,375
Transactions with joint venture				
Purchases of goods	769,691	544,353	-	-
Service income	4,014	5,427	4,007	5,422
Dividend income	25,503	25,502	25,503	25,502

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the six-month periods ended 30 June

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Transactions with subsidiaries				
Sales of goods	-	-	13,632,057	8,195,475
Purchases of goods	-	-	1,448,230	447,140
Service income	-	-	84,047	78,572
Service expenses	-	-	290,397	234,164
Rental expenses	-	-	400	454
Dividend income	-	-	966,548	5,435,225
Interest income	-	-	8,191	6,666
Interest expenses	-	-	703	719
Sales of fixed assets	-	-	-	180,976
Sales of investments	-	-	-	1,087,799
Transactions with associate				
Sales of goods	9,562	8,993	-	-
Purchases of goods	66	99	13	-
Service income	13,631	14,437	1,311	1,311
Service expenses	-	1,581	-	-
Rental income	200	200	-	-
Dividend income	178,627	133,025	157,613	117,375
Transactions with joint venture				
Purchases of goods	1,628,123	1,219,990	-	-
Service income	10,159	10,596	10,149	10,589
Dividend income	25,503	25,502	25,503	25,502

Such transactions arose in the ordinary course of business. There were no significant changes in transfer pricing policies of the transactions with related parties during the current period.

(Unaudited but reviewed)

Outstanding balances arising from significant business transactions between the Group and those related companies

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
		(Audited)		(Audited)
Trade accounts receivable (Note 4)				
Subsidiaries	-	-	1,299,067	1,448,813
Associate	2,789	5,129	223	223
	<u>2,789</u>	<u>5,129</u>	<u>1,299,290</u>	<u>1,449,036</u>
Other receivables (Note 4)				
Subsidiaries	-	-	24,513	33,617
Associate	873	1,026	-	-
	<u>873</u>	<u>1,026</u>	<u>24,513</u>	<u>33,617</u>
Advance payments for goods (Note 4)				
Subsidiaries	-	-	1,688	505,353
Trade accounts payable (Note 12)				
Subsidiaries	-	-	146,582	130,434
Associate	-	26	-	-
Joint venture	164,189	62,360	-	-
	<u>164,189</u>	<u>62,386</u>	<u>146,582</u>	<u>130,434</u>
Other payables (Note 12)				
Subsidiaries	-	-	50,670	21,096
Advance receipt for goods and others (Note 12)				
Associate	995	-	-	-

(Unaudited but reviewed)

Short-term loan to a subsidiary - PT Star Rubber

	(Unit: Thousand Baht)
	<u>Separate financial statements</u>
Balance as at 1 January 2022	332,469
Increase	334,598
Decrease	(332,469)
Unrealised gain on exchange rate	16,704
Balance as at 30 June 2022	<u><u>351,302</u></u>

As at 30 June 2022, this unsecured short-term loan was subjected to interest at the rate of 5.06 percent per annum.

Short-term loan from a subsidiary - Startex Rubber Co., Ltd.

	(Unit: Thousand Baht)
	<u>Separate financial statements</u>
Balance as at 1 January 2022	145,000
Increase	145,000
Decrease	(145,000)
Balance as at 30 June 2022	<u><u>145,000</u></u>

Directors and management's benefits

	(Unit: Thousand Baht)			
	<u>For the three-month periods ended 30 June</u>			
	<u>Consolidated</u>		<u>Separate</u>	
	<u>financial statements</u>		<u>financial statements</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Short-term employee benefits	82,930	72,292	14,764	15,025
Post-employment benefits	2,753	2,460	832	728
Share-based payment benefits	763	2,177	-	-
Total	<u><u>86,446</u></u>	<u><u>76,929</u></u>	<u><u>15,596</u></u>	<u><u>15,753</u></u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the six-month periods ended 30 June

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Short-term employee benefits	162,841	153,895	30,651	30,552
Post-employment benefits	5,565	5,273	1,679	1,456
Share-based payment benefits	1,518	4,329	-	-
Total	<u>169,924</u>	<u>163,497</u>	<u>32,330</u>	<u>32,008</u>

Guarantee obligations with related parties

The Group has outstanding guarantee obligations with its subsidiaries, as described in Note 18 to the interim financial statements.

4. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
		(Audited)		(Audited)

Trade accounts receivable

- related parties (Note 3)

Aged on the basis of due dates

Not yet due	2,789	5,129	1,122,785	1,093,560
Past due				
Up to 30 days	-	-	75,676	195,200
31 - 60 days	-	-	72,063	101,287
61 - 90 days	-	-	17,342	58,989
91 - 120 days	-	-	934	-
121 - 365 days	-	-	10,490	-
Total trade accounts receivable				
- related parties	<u>2,789</u>	<u>5,129</u>	<u>1,299,290</u>	<u>1,449,036</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
		(Audited)		(Audited)
Trade accounts receivable				
- unrelated parties				
Aged on the basis of due dates				
Not yet due	7,340,891	7,573,069	2,653,103	2,126,886
Past due				
Up to 30 days	890,024	626,515	519,311	300,366
31 - 60 days	44,444	63,981	-	8,238
61 - 90 days	25,430	15,983	-	-
91 - 120 days	58,654	6,138	-	-
121 - 365 days	137,403	57	12,890	-
Over 365 days	40,071	37,900	30,885	30,885
Total	8,536,917	8,323,643	3,216,189	2,466,375
Less: Allowance for expected credit losses	(90,907)	(41,946)	(31,115)	(31,115)
Total trade accounts receivable				
- unrelated parties, net	8,446,010	8,281,697	3,185,074	2,435,260
Total trade accounts receivable - net	8,448,799	8,286,826	4,484,364	3,884,296
Other receivables				
Other receivables				
- related parties (Note 3)	873	1,026	24,513	33,617
Other receivables				
- unrelated parties	153,728	161,962	37,928	17,396
Advance payments for goods				
- related parties (Note 3)	-	-	1,688	505,353
Prepaid expenses and advance payments for goods				
- unrelated parties	698,238	496,300	124,596	110,258
Total other receivables	852,839	659,288	188,725	666,624
Total trade and other receivables - net	9,301,638	8,946,114	4,673,089	4,550,920

(Unaudited but reviewed)

5. Inventories

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
		(Audited)		(Audited)
Inventories - at cost	28,356,579	32,374,960	12,763,507	16,583,099
Adjustments for fair value hedge	(585,122)	354,720	(536,249)	267,369
Reduction of cost to net realisable value	(269,036)	(151,227)	(3,138)	(783)
Inventories - net	<u>27,502,421</u>	<u>32,578,453</u>	<u>12,224,120</u>	<u>16,849,685</u>

Additional information

Inventory balances of the Group, only for ribbed smoked sheets, concentrated latex and block rubber (net of fair value hedge transactions), as at 30 June 2022 and 31 December 2021 are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
Inventories at net realisable value (NRV)*	13,292,358	15,293,209	5,387,464	7,416,257
Inventories at lower of cost or net realisable value (NRV) - as measured and included in the financial statements	<u>12,431,274</u>	<u>14,063,664</u>	<u>5,039,873</u>	<u>6,756,718</u>
Difference	<u>861,084</u>	<u>1,229,545</u>	<u>347,591</u>	<u>659,539</u>

* For reporting purposes, inventories are stated at the lower of cost or net realisable value, while for inventory management purposes the Group uses net realisable value (NRV) which is the estimated selling price in the ordinary course of business less the necessary costs of completion and cost to make the sale. The use of different valuation methods for these two purposes resulted in a difference at the reporting date.

Under Thai Financial Reporting Standards, such differences are not allowed to be recognised in the profit and loss until the inventories are actually sold. The amount of such difference changes over time depending on the actual price at the time of sale.

(Unaudited but reviewed)

6. Derivative financial instruments

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
		(Audited)		(Audited)
Current derivative assets				
<i>Derivative assets not designated as hedging instruments</i>				
Rubber options	1,261	-	449	-
Rubber price swaps	1,354	4,136	1,354	4,136
Forward foreign exchange contracts	52,166	58,201	-	-
Rubber futures	4,431	82,654	1,511	49,649
Physical forward contracts	1,174	270	-	-
Others	2,006	-	-	-
<i>Derivative assets designated as hedging instruments</i>				
Forward foreign exchange contracts	6,011	70,034	3,157	57,841
Open rubber sale contracts	572,568	-	532,580	-
Total current derivative assets	640,971	215,295	539,051	111,626
Non - current derivative assets				
<i>Derivative assets designated as hedging instruments</i>				
Interest rate swaps	4,287	-	-	-
Total non - current derivative assets	4,287	-	-	-
Total derivative assets	645,258	215,295	539,051	111,626
Current derivative liabilities				
<i>Derivative liabilities not designated as hedging instruments</i>				
Rubber options	5,585	6,085	4,512	2,108
Rubber price swaps	-	2,847	-	2,847
Forward foreign exchange contracts	84,812	77,829	-	-
Rubber futures	2,196	19,345	1,874	13,702
Physical forward contracts	996	1,482	-	-
Equity Accumulators	50,624	420	-	-
<i>Derivative liabilities designated as hedging instruments</i>				
Forward foreign exchange contracts	598,140	86,774	372,245	45,567
Open rubber sale contracts	-	357,955	-	269,049
Total current derivative liabilities	742,353	552,737	378,631	333,273
Non - current derivative liabilities				
<i>Derivative liabilities designated as hedging instruments</i>				
Interest rate swaps	3,306	21,332	-	-
Total non - current derivative liabilities	3,306	21,332	-	-
Total derivative liabilities	745,659	574,069	378,631	333,273

(Unaudited but reviewed)

Derivative financial instruments were measured at fair value with hierarchy level 2, except for rubber futures were measured at fair value with hierarchy level 1, and there was no transfer within the fair value hierarchy during the current period.

7. Other current assets

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2022	2021	2022	2021
		(Audited)		(Audited)
Refundable value-added tax	1,909,718	1,544,504	72,486	62,572
Prepaid withholding tax deducted at source	249,048	33,800	61,292	-
Input tax waiting for tax invoice or not yet due	40,870	87,155	9,652	9,128
Total other current assets	<u>2,199,636</u>	<u>1,665,459</u>	<u>143,430</u>	<u>71,700</u>

8. Investments in subsidiaries

8.1 Sri Trang Gloves (Thailand) Public Company Limited (“STGT”)

Dividend payment

On 7 April 2022, the Annual General meeting of STGT passed resolutions approving the dividend payment for the year 2021 of Baht 4.65 per share, totaling Baht 13,305.61 million. The total interim dividend which STGT already paid is Baht 4.00 per share, totaling Baht 11,444.49 million as follows.

<u>Approved by STGT’s Board of Directors meeting</u>	<u>Total dividends</u>	<u>Dividend per share</u>
	(Million Baht)	(Baht per share)
12 May 2021	4,286.33	1.50
10 August 2021	3,579.08	1.25
8 November 2021	3,579.08	1.25
Total interim dividends for the year 2021	<u>11,444.49</u>	<u>4.00</u>

During May 2022, STGT made payment of the remaining dividend at the rate of Baht 0.65 per share, totaling Baht 1,861.12 million.

Subsequently on 10 August 2022, STGT’s Board of Directors meeting passed resolutions approving the interim dividend payment for the year 2022 of Baht 0.50 per share, totaling Baht 1,432.59 million to its shareholders. STGT will pay the dividends in the third quarter of 2022.

Incorporation of new subsidiaries

Sri Trang Responsible Gloves Supply Inc. (“STRG”)

On 9 May 2022, STGT’s Board of Directors Meeting passed a resolution approving the incorporation of a new subsidiary, Sri Trang Responsible Gloves Supply Inc., in the United States of America to sell and distribute rubber gloves. STGT will invest USD 1,000,000 in STRG. The ordinary shares of STRG are 10,000 shares, with a par value of USD 1 per share. STGT holds a 100% interest in STRG.

STRG already registered the incorporation in June 2022. STRG called up for 5,000 shares at USD 100 per share, totaling USD 500,000, or approximately Baht 18 million. STGT paid for the shares in June 2022.

Sri Trang Gloves Philippines Inc. (“STGP”)

On 19 July 2021, STGT’s Board of Directors Meeting passed a resolution approving the incorporation of a new subsidiary, Sri Trang Gloves Philippines Inc., in the Philippines to sell and distribute rubber gloves. The ordinary shares of STGP are 1,046,624 shares, with a par value of PHP 100 per share, totaling PHP 104,662,400, or approximately Baht 249 million. STGT holds a 99.99% interest in STGP.

STGP already registered the incorporation in August 2022. STGP called up for 104,701 shares at PHP 100 per share, totaling PHP 10,470,100, or approximately Baht 7 million. STGT paid for the shares in August 2022.

Share-based payment under STGT ESOP

On 24 June 2022, STGT’s Board of Director meeting passed a resolution approving offer of newly-issued ordinary shares under the STGT ESOP for the third allocation of 6,000,000 of new shares with a par value of Baht 0.5 each, at an offering price of Baht 15.07 per share, which is equivalent to 90 percent of the market price.

Subsequently, on 5 July 2022, there were 1,918,500 exercised rights to acquire. STGT received full payment of the additional capital and then registered the increase of its issued and paid-up share capital from Baht 1,431,630,705 (2,863,261,410 ordinary shares with a par value of Baht 0.5 each) to Baht 1,432,589,955 (2,865,179,910 ordinary shares with a par value of Baht 0.5 each) with the Ministry of Commerce in July 2022. In addition, the STGT ESOP expired for offering of the newly-issued ordinary shares.

8.2 Sri Trang Rubber & Plantation Co., Ltd. (“SRP”)

During the current period, the Company paid Baht 96 million for the additional capital of SRP that was called up in 2021.

On 10 June 2022, the Extraordinary General meeting of SRP passed resolutions approving the increase in additional registered share capital amounting to Baht 80 million for use in its operation in 2022. During the current period, the Company paid Baht 36 million for the additional capital. Therefore, the separate financial statements as at 30 June 2022, the Company had investments in SRP of Baht 7,171 million.

9. Investment in associate

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
	Carrying amounts based on equity method	
	method	Cost
Semperflex Asia Co., Ltd.		
Net book value as at 1 January 2022	553,365	142,500
Share of profit from investment in associate	96,758	-
Dividends received by the Group (Separate financial statements: Dividend income)	(178,627)	-
Net book value as at 30 June 2022	<u>471,496</u>	<u>142,500</u>

10. Investment in joint venture

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
	Carrying amounts based on equity method	
	method	Cost
Thaitech Rubber Corp., Ltd.		
Net book value as at 1 January 2022	469,119	134,717
Share of profit from investment in joint venture	38,523	-
Dividends received by the Group (Separate financial statements: Dividend income)	(25,503)	-
Net book value as at 30 June 2022	<u>482,139</u>	<u>134,717</u>

(Unaudited but reviewed)

11. Property, plant and equipment

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2022	37,317,330	7,637,918
Acquisitions	6,772,987	1,499,140
Capitalised interest	55,425	5,421
Disposals and write-off, net	(21,267)	(9,523)
Transfer to other assets	(21,732)	-
Depreciation	(1,377,920)	(349,767)
Depreciation capitalised to assets	(19,010)	-
Translation adjustment	25,590	-
Net book value as at 30 June 2022	<u>42,731,403</u>	<u>8,783,189</u>

12. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2022	31 December 2021	30 June 2022	31 December 2021
				(Audited)
Trade accounts payable				(Audited)
- related parties (Note 3)	164,189	62,386	146,582	130,434
Trade accounts payable				
- unrelated parties	1,281,287	1,365,268	413,619	362,350
Other payables				
- related parties (Note 3)	-	-	50,670	21,096
Other payables				
- unrelated parties	1,711,397	2,174,019	413,383	375,938
Advance receipt for goods and others - related parties (Note 3)	995	-	-	-
Advance receipt for goods and others - unrelated parties	1,575,363	1,662,078	319,802	266,118
Total trade and other payables	<u>4,733,231</u>	<u>5,263,751</u>	<u>1,344,056</u>	<u>1,155,936</u>

(Unaudited but reviewed)

13. Borrowings

	(Unit: Thousand Baht)	
Short-term borrowings from financial institutions	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
Balance as at 1 January 2022	21,639,969	11,817,781
Decrease	(11,664,964)	(11,334,981)
Unrealised loss on exchange rates	16,538	21,838
Translation adjustment	119,037	-
Balance as at 30 June 2022	<u>10,110,580</u>	<u>504,638</u>

An overseas subsidiary had credit facilities with an overseas financial institution which were guaranteed by a domestic subsidiary.

As at 30 June 2022, the overseas subsidiary had balance of short-term borrowings amounting to USD 5 million, or approximately Baht 176 million.

	(Unit: Thousand Baht)	
Long-term borrowings from financial institutions	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
Balance as at 1 January 2022	9,267,835	807,279
Repayments	(1,449,279)	(807,279)
Amortisation of financial fee	364	-
Balance as at 30 June 2022	<u>7,818,920</u>	<u>-</u>

There was no change in the conditions of the long-term borrowing agreements during the current period.

	(Unit: Thousand Baht)	
Debentures	Consolidated financial statements/ <u>Separate financial statements</u>	
Balance as at 1 January 2022	10,058,207	
Issuance	8,180,000	
Increase in accrued interest expenses	209,894	
Interest paid	(143,180)	
Amortisation of financial fee	(9,824)	
Balance as at 30 June 2022	<u>18,295,097</u>	

(Unaudited but reviewed)

During the current period, the Company issued senior unsecured debentures, interest was payable semi-annually, as follows:

Debenture	Term (years)	Maturity date	Fixed	Quantity (Units)	Par value (Baht per unit)	Amount (Million Baht)
			discount rate (Percent per annum)			
STA253A	3	31 March 2025	2.08	2,000,000	1,000	2,000
STA273A	5	31 March 2027	2.85	500,000	1,000	500
STA293A	7	31 March 2029	3.56	1,000,000	1,000	1,000
STA323A	10	31 March 2032	3.94	2,000,000	1,000	2,000
STA343A	12	31 March 2034	4.17	1,500,000	1,000	1,500
STA324A	10	21 April 2032	3.94	1,180,000	1,000	1,180
Total						<u>8,180</u>

Subsequently in July 2022, the Company additionally issued tranches of debenture as follows.

Debenture	Term (years)	Maturity date	Fixed	Quantity (Units)	Par value (Baht per unit)	Amount (Million Baht)
			discount rate (Percent per annum)			
STA257B	3	27 July 2025	2.89	1,000,000	1,000	1,000
STA277A	5	27 July 2027	3.69	2,400,000	1,000	2,400
STA297A	7	27 July 2029	3.94	1,100,000	1,000	1,100
STA327A	10	27 July 2032	4.16	1,000,000	1,000	1,000
Total						<u>5,500</u>

There was no change in the conditions of the debenture agreements during the current period.

(Unaudited but reviewed)

14. Other gain (loss)

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Gain (loss) from derivative financial instruments	42,078	(97,656)	229,797	53,905
Loss from disposals and write-off for fixed assets	(12,403)	(16,017)	(6,776)	458
Total other gain (loss)	<u>29,675</u>	<u>(113,673)</u>	<u>223,021</u>	<u>54,363</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Gain (loss) from derivative financial instruments	153,593	(1,183,425)	225,190	(560,330)
Loss from disposals and written-off fixed assets	(14,391)	(34,466)	(4,162)	(15,723)
Total other gain (loss)	<u>139,202</u>	<u>(1,217,891)</u>	<u>221,028</u>	<u>(576,053)</u>

15. Income tax

Interim corporate income tax of the Company and the local subsidiaries was calculated on profit before income tax from operations without BOI promotional privileges for the periods, after adding back expenses and deducting income which are disallowable for tax computation purposes, using the estimated effective tax rate for the year.

Interim corporate income tax of the overseas subsidiaries was calculated in accordance with the accounting standards and/or tax law of that company's country of domicile.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	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	211,555	1,042,923	71,388	-
Adjustment in respect of income tax of previous year	5,770	-	-	-
Deferred tax:				
Relating to origination and reversal of temporary differences	43,688	(92,372)	34,957	45,246
Income tax reported in the profit or loss	<u>261,013</u>	<u>950,551</u>	<u>106,345</u>	<u>45,246</u>
Income tax reported in other comprehensive income	<u>(47,094)</u>	<u>(324)</u>	<u>(30,296)</u>	<u>(697)</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	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	335,050	2,051,001	71,388	-
Adjustment in respect of income tax of previous year	5,770	(336)	-	-
Deferred tax:				
Relating to origination and reversal of temporary differences	145,474	(268,223)	94,715	122,006
Income tax reported in the profit or loss	<u>486,294</u>	<u>1,782,442</u>	<u>166,103</u>	<u>122,006</u>
Income tax reported in other comprehensive income	<u>(56,690)</u>	<u>3,166</u>	<u>(44,966)</u>	<u>594</u>

16. Dividends

On 7 April 2022, the Annual General meeting of the Company passed resolutions approving the dividend payment for the year 2021 of Baht 4.15 per share, totaling Baht 6,374 million. The total interim dividend which the Company already paid is Baht 3.50 per share, totaling Baht 5,376 million as follows.

Approved by the Company's Board of Directors meeting	Total dividends (Million Baht)	Dividend per share (Baht)
12 May 2021	1,536	1.00
10 August 2021	1,920	1.25
8 November 2021	1,920	1.25
Total interim dividends for the year 2021	5,376	3.50

In May 2022, the Company made payment of the remaining dividend at the rate of Baht 0.65 per share, totaling Baht 998 million.

Subsequently on 10 August 2022, The Company's Board of Directors meeting passed resolutions approving the interim dividend payment for the year 2022 of Baht 1.00 per share, totaling Baht 1,536 million to its shareholders. The Company will pay the dividends in the third quarter of 2022.

(Unaudited but reviewed)

17. Segment information

The Group has not changed the organisation of their reportable segments during the current period.

The Group's financial information by segments for the three-month periods ended 30 June 2022 and 2021

(Unit: Thousand Baht)

	Natural rubbers		Gloves		Others		Elimination		Consolidated financial statements	
	<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	21,542,084	16,811,425	6,416,030	12,978,431	14,971	13,747	-	-	27,973,085	29,803,603
Inter-segment revenues	1,701,844	1,438,571	-	-	1,529,599	1,036,843	(3,231,443)	(2,475,414)	-	-
Total revenues	<u>23,243,928</u>	<u>18,249,996</u>	<u>6,416,030</u>	<u>12,978,431</u>	<u>1,544,570</u>	<u>1,050,590</u>	<u>(3,231,443)</u>	<u>(2,475,414)</u>	<u>27,973,085</u>	<u>29,803,603</u>
Other income and expenses										
Depreciation and amortisation	(351,815)	(371,006)	(385,243)	(385,755)	(36,697)	(25,844)	-	-	(773,755)	(782,605)
Finance income	332	1,330	18,494	28,147	10,547	664	(858)	(361)	28,515	29,780
Finance cost	(255,586)	(178,654)	(41,477)	(31,430)	(2,093)	(578)	858	361	(298,298)	(210,301)
Share of profit from investments in associate and joint venture	26,672	22,891	-	-	54,763	50,074	-	-	81,435	72,965
Segment profit										
Profit before income tax	2,034,869	6,749,381	625,398	8,046,810	233,230	69,446	(1,223,287)	(5,718,691)	1,670,210	9,146,946
Income tax	(199,715)	(109,459)	(42,280)	(832,374)	(18,468)	(11,451)	(549)	2,733	(261,012)	(950,551)
Profit for the period	<u>1,835,154</u>	<u>6,639,922</u>	<u>583,118</u>	<u>7,214,436</u>	<u>214,762</u>	<u>57,995</u>	<u>(1,223,836)</u>	<u>(5,715,958)</u>	<u>1,409,198</u>	<u>8,196,395</u>
Total assets	<u>75,300,981</u>	<u>61,368,944</u>	<u>52,809,588</u>	<u>57,499,249</u>	<u>17,727,493</u>	<u>14,317,681</u>	<u>(35,455,050)</u>	<u>(30,917,863)</u>	<u>110,383,012</u>	<u>102,268,011</u>

(Unaudited but reviewed)

The Group's financial information by segments for the six-month periods ended 30 June 2022 and 2021

(Unit: Thousand Baht)

	Natural rubbers		Gloves		Others		Elimination		Consolidated financial statements	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Revenues										
Revenues from external customers	42,468,558	32,900,066	13,465,577	28,452,147	38,829	30,939	-	-	55,972,964	61,383,152
Inter-segment revenues	3,592,461	2,798,893	-	-	3,032,049	1,780,741	(6,624,510)	(4,579,634)	-	-
Total revenues	46,061,019	35,698,959	13,465,577	28,452,147	3,070,878	1,811,680	(6,624,510)	(4,579,634)	55,972,964	61,383,152
Other income and expenses										
Depreciation and amortisation	(701,057)	(742,406)	(755,972)	(686,666)	(68,941)	(55,988)	-	-	(1,525,970)	(1,485,060)
Finance income	1,635	2,710	39,378	51,444	19,426	1,022	(1,657)	(719)	58,782	54,457
Finance cost	(441,900)	(321,308)	(76,431)	(62,971)	(3,848)	(2,742)	1,657	719	(520,523)	(386,302)
Share of profit from investments in associate and joint venture	38,523	19,820	-	-	96,758	85,637	-	-	135,281	105,457
Segment profit										
Profit before income tax	3,128,794	8,177,790	1,735,201	18,865,603	347,034	128,497	(1,336,552)	(6,819,388)	3,874,477	20,352,502
Income tax	(281,959)	(233,270)	(158,262)	(1,531,029)	(40,959)	(11,496)	(5,115)	(6,646)	(486,295)	(1,782,441)
Profit for the period	2,846,835	7,944,520	1,576,939	17,334,574	306,075	117,001	(1,341,667)	(6,826,034)	3,388,182	18,570,061
Total assets	75,300,981	61,368,944	52,809,588	57,499,249	17,727,493	14,317,681	(35,455,050)	(30,917,863)	110,383,012	102,268,011

18. Commitments and contingent liabilities

(Unit: Million Baht)

	As at 30 June 2022	
	Consolidated financial statements	Separate financial statements
Sales and purchase commitments*		
Purchases from		
Joint venture	1,305	-
Third parties	177	-
Sales to		
Subsidiaries	-	3,880
Third parties	28,605	5,924
Capital commitments relating to		
The construction of factory buildings and acquisition of machinery	5,654	1,411
The acquisition of computer software	3	-
Guarantees on borrowings of subsidiaries		
(USD 10 million)	353	-
(IDR 1,657 billion)	3,935	3,935
Guarantees and contingent liabilities		
Bank guarantees for electricity usage and sales of goods	217	65
The future aggregate minimum payments under non-cancellable lease and service agreements		
Not later than 1 year	30	15
Later than 1 year but not later than 5 years	27	13

* The Group is committed to certain sales and purchases of natural rubber. Some of the contractual prices are fixed, and settled at future dates, and some of the contractual prices are not fixed at the contract date. However, the values of these commitments are presented at the fixed contractual prices, or the market prices at the end of the period in cases where the contract price is not fixed at the contract date.

19. Financial Instrument

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.

20. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 10 August 2022.