

SHANGRI-LA GROUP

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

Shangri-La Asia Limited

(Incorporated in Bermuda with limited liability)

website: www.ir.shangri-la.com

(Stock code: 00069)

OVERSEAS REGULATORY ANNOUNCEMENT

Shangri-La Hotel Public Company Limited (“**SHPCL**”) is a company listed on the Stock Exchange of Thailand (“**SET**”) and a 73.61% owned subsidiary of Shangri-La Asia Limited. SHPCL released to SET an announcement (“**Announcement**”) today. The following is a reproduction of the Announcement as required by the Note to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Hong Kong, 10 May 2021

As at the date hereof, the directors of Shangri-La Asia Limited are:

Executive director(s)

Ms KUOK Hui Kwong (Chairman)

Mr LIM Beng Chee (Group CEO)

Non-executive director(s)

Mr HO Kian Guan (alternate – Mr HO Chung Tao)

Independent non-executive director(s)

Professor LI Kwok Cheung Arthur

Mr YAP Chee Keong

Mr LI Xiaodong Forrest

Mr ZHUANG Chenchao

Ms KHOO Shulamite N K

Shangri-La Hotel Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month period ended 31 March 2021

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Shangri-La Hotel Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Shangri-La Hotel Public Company Limited and its subsidiaries as at 31 March 2021, and the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Shangri-La Hotel Public Company Limited for the same periods (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

Emphasis of Matter

I draw attention to Note 1.1 to the consolidated financial statements. The Coronavirus disease 2019 pandemic affects the Group's hotel business due to the restriction on entry into the country of foreign tourists, reducing in purchasing power, including the government measures to prevent and control the spread of the Coronavirus disease 2019 pandemic, and this is significantly impacting the Group's financial position, operating results, and cash flows at present, and is expected to do so in the future. This situation may bring uncertainties and have an impact on the environment in which the group operates. The Group's management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved.

My conclusion is not modified in respect of these matters.

Chonlaros Suntiasvaraporn

Certified Public Accountant (Thailand) No. 4523

EY Office Limited

Bangkok: 10 May 2021

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2021

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>31 March 2021</u>	<u>31 December 2020</u>	<u>31 March 2021</u>	<u>31 December 2020</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		1,185,040	1,162,613	50,371	59,731
Fixed deposits with financial institutions		1,093,600	1,152,600	1,071,000	1,130,000
Trade and other receivables	3, 4	9,620	17,979	9,095	17,781
Inventories		23,251	24,835	23,251	24,835
Other current assets		18,912	21,999	18,906	21,985
Total current assets		<u>2,330,423</u>	<u>2,380,026</u>	<u>1,172,623</u>	<u>1,254,332</u>
Non-current assets					
Other non-current financial assets	7	460,159	412,351	-	-
Investments in subsidiaries	5	-	-	1,303,000	1,303,000
Investments in associates	6	-	-	-	-
Long-term loans to and interest receivables					
from related parties	3, 6	1,209,335	1,157,478	-	-
Property, plant and equipment	8	3,551,055	3,600,867	3,549,201	3,599,013
Intangible assets		2,517	3,211	2,517	3,211
Deferred tax assets		147,177	120,445	130,774	104,043
Other non-current assets		4,233	4,295	4,233	4,295
Total non-current assets		<u>5,374,476</u>	<u>5,298,647</u>	<u>4,989,725</u>	<u>5,013,562</u>
Total assets		<u>7,704,899</u>	<u>7,678,673</u>	<u>6,162,348</u>	<u>6,267,894</u>

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

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2021

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2021 (Unaudited but reviewed)	31 December 2020 (Audited)	31 March 2021 (Unaudited but reviewed)	31 December 2020 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	3, 9	89,028	97,713	86,775	95,784
Short-term loans from related party	3	-	-	472,578	453,102
Income tax payable		1,446	2,111	-	-
Other current liabilities	10	80,809	89,096	80,809	89,096
Total current liabilities		171,283	188,920	640,162	637,982
Non-current liabilities					
Provision for long-term employee benefits	11	80,700	79,587	80,700	79,587
Deferred tax liabilities		7,878	7,571	-	-
Other non-current liabilities		19,539	21,589	19,539	21,589
Total non-current liabilities		108,117	108,747	100,239	101,176
Total liabilities		279,400	297,667	740,401	739,158
Shareholders' equity					
Share capital					
Registered, issued and fully paid up					
130,000,000 ordinary shares of Baht 10 each		1,300,000	1,300,000	1,300,000	1,300,000
Share premium		1,590,400	1,590,400	1,590,400	1,590,400
Retained earnings					
Appropriated-statutory reserve		130,000	130,000	130,000	130,000
Unappropriated		3,758,224	3,842,243	2,401,547	2,508,336
Other components of shareholders' equity		584,520	456,002	-	-
Equity attributable to owners of the Company		7,363,144	7,318,645	5,421,947	5,528,736
Non-controlling interests of the subsidiary		62,355	62,361	-	-
Total shareholders' equity		7,425,499	7,381,006	5,421,947	5,528,736
Total liabilities and shareholders' equity		7,704,899	7,678,673	6,162,348	6,267,894
		-	-	-	-

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

Directors

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2021

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

	Note	Consolidated financial statements		Separate financial statements	
		2021	2020	2021	2020
Profit or loss:					
Revenues					
Revenues from hotel operations		74,963	425,009	74,963	425,009
Exchange gains		1,383	44,893	-	-
Other income		691	3,345	691	3,345
Total revenues		77,037	473,247	75,654	428,354
Expenses					
Cost of hotel operations		59,991	142,797	59,991	142,797
Selling expenses		13,988	33,764	13,988	33,764
Administrative expenses		66,113	121,647	65,842	121,353
Depreciation and amortisation expenses		51,708	57,208	51,708	57,208
Total expenses		191,800	355,416	191,529	355,122
Operating profit (loss)		(114,763)	117,831	(115,875)	73,232
Share of losses from investments in associates	3	(3,449)	-	-	-
Finance income	12	7,559	20,248	1,831	6,959
Finance cost	12	-	(100)	(19,476)	(37,547)
Profit (loss) before income tax		(110,653)	137,979	(133,520)	42,644
Income tax benefits (expenses)	13	26,628	(8,878)	26,731	(8,467)
Profit (loss) for the period		(84,025)	129,101	(106,789)	34,177
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 currency		93,850	182,745	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods		93,850	182,745	-	-
<i>Other comprehensive income not to be reclassified</i>					
<i>to profit or loss in subsequent periods:</i>					
Gain (loss) on investments in equity designated at fair value through other comprehensive income	7	34,668	(127,347)	-	-
Other comprehensive income not to be reclassified to profit or loss in subsequent periods		34,668	(127,347)	-	-
Total other comprehensive income for the period		128,518	55,398	-	-
Total comprehensive income for the period		44,493	184,499	(106,789)	34,177

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

Shangri-La Hotel Public Company Limited and its subsidiaries**Statement of comprehensive income (continued)****For the three-month period ended 31 March 2021**

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

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Profit (loss) attributable to:					
Equity holders of the Company		(84,019)	129,105	<u>(106,789)</u>	<u>34,177</u>
Non-controlling interests of the subsidiary		<u>(6)</u>	<u>(4)</u>		
		<u>(84,025)</u>	<u>129,101</u>		
Total comprehensive income attributable to:					
Equity holders of the Company		44,499	184,503	<u>(106,789)</u>	<u>34,177</u>
Non-controlling interests of the subsidiary		<u>(6)</u>	<u>(4)</u>		
		<u>44,493</u>	<u>184,499</u>		
Earnings per share					
Basic earnings (loss) per share	14				
Profit (loss) attributable to equity holders of the Company		<u>(0.65)</u>	<u>0.99</u>	<u>(0.82)</u>	<u>0.26</u>

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries**Cash flow statement****For the three-month period ended 31 March 2021**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Cash flows from operating activities				
Profit (loss) before tax	(110,653)	137,979	(133,520)	42,644
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	51,708	57,208	51,708	57,208
Allowance for expected credit loss of trade receivables (reversal)	(116)	17	(116)	17
Share of losses from investments in associates	3,449	-	-	-
(Gain) loss on disposals/write-off of equipment	(27)	78	(27)	78
Provision for long-term employee benefits	1,894	2,232	1,894	2,232
Unrealised loss on exchange	-	-	19,476	37,447
Interest income	(7,559)	(20,248)	(1,831)	(6,959)
Interest expenses	-	100	-	100
Profit (loss) from operating activities before changes in operating assets and liabilities	(61,304)	177,366	(62,416)	132,767
Operating assets (increase) decrease				
Trade and other receivables	8,397	91,139	8,397	94,906
Inventories	1,584	(1,667)	1,584	(1,667)
Other current assets	3,659	(3,254)	3,651	(7,045)
Other non-current assets	62	11,850	62	11,850
Operating liabilities increase (decrease)				
Trade and other payables	(8,685)	(143,992)	(9,009)	(144,378)
Other current liabilities	(8,287)	(53,760)	(8,287)	(53,760)
Provision for long-term employee benefits	(781)	-	(781)	-
Other non-current liabilities	(2,050)	(1,995)	(2,050)	(1,995)
Cash flows from (used in) operating activities	(67,405)	75,687	(68,849)	30,678
Cash paid for corporate income tax	(1,239)	(798)	(572)	(868)
Net cash flows from (used in) operating activities	(68,644)	74,889	(69,421)	29,810

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the three-month period ended 31 March 2021

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Cash flows from investing activities				
Decrease in fixed deposits with financial institutions	59,000	215,000	59,000	215,000
Cash received from interest income	2,573	11,117	2,236	6,226
Acquisitions of property, plant and equipment	(1,208)	(168,118)	(1,208)	(168,118)
Acquisitions of intangible assets	-	(16)	-	(16)
Proceeds from disposals of equipment	33	-	33	-
Net cash flows from investing activities	<u>60,398</u>	<u>57,983</u>	<u>60,061</u>	<u>53,092</u>
Cash flows from financing activities				
Cash paid for lease liability	-	(1,760)	-	(1,760)
Net cash flows used in financing activities	<u>-</u>	<u>(1,760)</u>	<u>-</u>	<u>(1,760)</u>
Increase (decrease) in translation adjustments	<u>30,673</u>	<u>(6,289)</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>22,427</u>	<u>124,823</u>	<u>(9,360)</u>	<u>81,142</u>
Cash and cash equivalents at beginning of period	<u>1,162,613</u>	<u>1,402,753</u>	<u>59,731</u>	<u>329,604</u>
Cash and cash equivalents at end of period	<u>1,185,040</u>	<u>1,527,576</u>	<u>50,371</u>	<u>410,746</u>
	-	-	-	-

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2021

(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							
Issued and		Retained earnings		financial		Fair value		Total other		Total equity	
fully paid-up				statements in		reserve		components of		attributable to	
share capital		Share premium		foreign currency		shareholders'		the Company		to non-controlling	
				Appropriated		Unappropriated				interests of	
										the subsidiary	
										Total	
										shareholders'	
										equity	
Balance as at 1 January 2020	1,300,000	1,590,400	130,000	5,117,857	435,086	6,914	442,000	8,580,257	61,138	8,641,395	
Profit for the period	-	-	-	129,105	-	-	-	129,105	(4)	129,101	
Other comprehensive income for the period	-	-	-	-	182,745	(127,347)	55,398	55,398	-	55,398	
Total comprehensive income for the period	-	-	-	129,105	182,745	(127,347)	55,398	184,503	(4)	184,499	
Balance as at 31 March 2020	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>5,246,962</u>	<u>617,831</u>	<u>(120,433)</u>	<u>497,398</u>	<u>8,764,760</u>	<u>61,134</u>	<u>8,825,894</u>	
Balance as at 1 January 2021	1,300,000	1,590,400	130,000	3,842,243	499,138	(43,136)	456,002	7,318,645	62,361	7,381,006	
Loss for the period	-	-	-	(84,019)	-	-	-	(84,019)	(6)	(84,025)	
Other comprehensive income for the period	-	-	-	-	93,850	34,668	128,518	128,518	-	128,518	
Total comprehensive income for the period	-	-	-	(84,019)	93,850	34,668	128,518	44,499	(6)	44,493	
Balance as at 31 March 2021	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>3,758,224</u>	<u>592,988</u>	<u>(8,468)</u>	<u>584,520</u>	<u>7,363,144</u>	<u>62,355</u>	<u>7,425,499</u>	

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2021

(Unit: Thousand Baht)

	Separate financial statements				Total shareholders' equity
	Issued and fully paid-up share capital	Share premium	Retained earnings		
			Appropriated	Unappropriated	
Balance as at 1 January 2020	1,300,000	1,590,400	130,000	3,096,294	6,116,694
Total comprehensive income for the period	-	-	-	34,177	34,177
Balance as at 31 March 2020	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>3,130,471</u>	<u>6,150,871</u>
Balance as at 1 January 2021	1,300,000	1,590,400	130,000	2,508,336	5,528,736
Total comprehensive income for the period	-	-	-	(106,789)	(106,789)
Balance as at 31 March 2021	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>2,401,547</u>	<u>5,421,947</u>

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

Shangri-La Hotel Public Company Limited and its subsidiaries

Notes to consolidated interim financial statements

For the three-month period ended 31 March 2021

1. General information

1.1 Coronavirus disease 2019 Pandemic

The Coronavirus disease 2019 pandemic affects the Group's hotel business due to the restriction on entry into the country of foreign tourists, reducing in purchasing power, including the government measures to prevent and control the spread of the Coronavirus disease 2019 pandemic, and this is significantly impacting the Group's financial position, operating results, and cash flows at present, and is expected to do so in the future. This situation may bring uncertainties and have an impact on the environment in which the group operates. The Group's management has continuously monitored ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and has used estimates and judgement in respect of various issues as the situation has evolved.

1.2 Basis for the 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.

1.3 Basis of consolidation

These consolidated financial statements include the financial statements of Shangri-La Hotel Public Company Limited ("the Company") and its subsidiaries ("the subsidiaries") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2020. There have been no changes in the composition of the Group during the current period.

1.4 New financial reporting standards

a) Financial reporting standards that became effective in the current period

During the period, the Group has adopted the revised financial reporting standards and interpretations which are effective for fiscal years beginning on or after 1 January 2021. 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 of the standards.

The adoption of these financial reporting standards does not have any significant impact on the Group's financial statements.

b) Financial reporting standards that will become effective for fiscal years beginning on or after 1 January 2022

The Federation of Accounting Professions issued amendments to Thai Financial Reporting Standard 16 Leases that provide temporary exemptions from the impact of interest rate benchmark reform for a lessee, provided that all specified conditions are to be met.

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

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 2020.

3. Related party transactions

During the periods, the Group had significant business transactions with related parties. Such transactions, which are summarised below, were concluded on terms and bases agreed upon between the Company and those related parties.

(Unaudited but reviewed)

(Unit: Million Baht)

	For the three-month periods ended 31 March				Transfer Pricing Policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>	
<u>Transactions with associated companies</u>					
Interest income	5	8	-	-	USD LIBOR and 0.92 to 2.05 percent per annum
<u>Transactions with related companies</u>					
Revenue from hotel operations	10	11	10	11	Normal business price
Management fees	4	14	4	14	Contract price
Marketing and promotion fees	1	4	1	4	Contract price
Advertising and reservation fees	2	4	2	4	Contract price
Training fees	1	-	1	-	Contract price

The balances of the accounts between the Company and these related companies as at 31 March 2021 and 31 December 2020 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	31 March	31 December	31 March	31 December
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
		(Audited)		(Audited)
<u>Trade receivables - related parties (Note 4)</u>				
Related companies				
Others	760	855	760	855
Total trade receivables - related parties	<u>760</u>	<u>855</u>	<u>760</u>	<u>855</u>
<u>Other receivables - related parties (Note 4)</u>				
Associated company				
Traders Yangon Company Limited	55	55	55	55
Related companies				
Others	1,625	1,330	1,625	1,330
Total other receivables - related parties	<u>1,680</u>	<u>1,385</u>	<u>1,680</u>	<u>1,385</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
		(Audited)		(Audited)
<u>Long-term loans to and interest receivables</u>				
<u>from related parties</u>				
Associated companies				
Non-interest bearing				
Traders Square Company Limited	42,481	40,716	-	-
	<u>42,481</u>	<u>40,716</u>	<u>-</u>	<u>-</u>
Interest bearing				
Traders Yangon Company Limited	510,021	488,827	-	-
Shangri-La Yangon Company Limited	745,614	711,915	-	-
Traders Square Company Limited	773,010	738,576	-	-
	<u>2,028,645</u>	<u>1,939,318</u>	<u>-</u>	<u>-</u>
Total	2,071,126	1,980,034	-	-
Less: Allowance for impairment losses				
on financial assets	(639,419)	(612,848)	-	-
Total	<u>1,431,707</u>	<u>1,367,186</u>	<u>-</u>	<u>-</u>
Less: Cumulative share of losses from investments				
in associates (Note 6)	(222,372)	(209,708)	-	-
Total long-term loans to and interest receivables				
from related parties - net	<u>1,209,335</u>	<u>1,157,478</u>	<u>-</u>	<u>-</u>

The interest-bearing portions of the loans carry interest at rates of USD LIBOR and 0.92 to 2.05 percent per annum. The loans are unsecured and repayable on demand. The Group deemed these long-term loans that, in substance, form part of the interests in associates (Note 6 to the financial statements).

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
		(Audited)		(Audited)
<u>Other payables - related parties (Note 9)</u>				
Related companies				
Shangri-La International Hotel Management Pte., Ltd.	29,559	22,897	29,472	22,897
Shangri-La International Hotel Management Limited	2,739	2,991	2,739	2,991
Others	1,153	975	34	5
Total other payables - related parties	<u>33,451</u>	<u>26,863</u>	<u>32,245</u>	<u>25,893</u>

(Unaudited but reviewed)

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020
	(Audited)		(Audited)	
<u>Short-term loans from related party</u>				
Subsidiary				
Hasfield Holdings Pte., Ltd.	-	-	472,578	453,102
Total short-term loans from related party	-	-	472,578	453,102

The above loans are repayable on demand and no interest bearing.

During the current period, movements of loans to and interest receivables from related parties and loan from related party were as follows:

	(Unit: Thousand Baht)				
	Consolidated financial statements				
	Balance as at 1 January 2021	Increase during the period	Decrease during the period	Translation adjustment	Balance as at 31 March 2021
<u>Long-term loans to and interest receivables from related parties</u>					
Associated companies					
Non-interest bearing					
Traders Square Company Limited	40,716	-	-	1,765	42,481
Interest bearing					
Traders Yangon Company Limited	488,827	-	-	21,194	510,021
Shangri-La Yangon Company Limited	711,915	2,735	-	30,964	745,614
Traders Square Company Limited	738,576	2,329	-	32,105	773,010
Total	1,980,034	5,064	-	86,028	2,071,126
Less: Allowance for impairment losses on financial assets	(612,848)	-	-	(26,571)	(639,419)
Total	1,367,186	5,064	-	59,457	1,431,707
Less: Cumulative share of losses from investments in associates (Note 6)	(209,708)	(3,449)	-	(9,215)	(222,372)
Total long-term loans to and interest receivables from related parties - net	1,157,478	1,615	-	50,242	1,209,335

	(Unit: Thousand Baht)				
	Separate financial statements				
	Balance as at 1 January 2021	Increase during the period	Decrease during the period	Loss on exchange	Balance as at 31 March 2021
<u>Short-term loans from related party</u>					
Subsidiary					
Hasfield Holdings Pte., Ltd.	453,102	-	-	19,476	472,578
Total short-term loans from related party	453,102	-	-	19,476	472,578

Directors and management's benefits

During the three-month periods ended 31 March 2021 and 2020, the Group had employee benefit expenses to their directors and management as detailed below.

	(Unit: Thousand Baht)	
	For the three-month periods ended 31 March	
	Consolidated financial statements/ Separate financial statements	
	<u>2021</u>	<u>2020</u>
Short-term employee benefits	8,830	13,173
Post-employment benefits	673	850
Total	<u>9,503</u>	<u>14,023</u>

Guarantee obligations with related parties

The Company has outstanding guarantee obligations with its related parties, as described in Note 16.3 to the financial statements.

4. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
		(Audited)		(Audited)
<u>Trade receivables - related parties</u> (Note 3)				
Age on the basis of invoice date				
Less than 120 days	760	855	760	855
Total trade receivables - related parties	<u>760</u>	<u>855</u>	<u>760</u>	<u>855</u>
<u>Trade receivables - unrelated parties</u>				
Age on the basis of invoice date				
Less than 120 days	3,419	11,757	3,419	11,757
120 - 180 days	173	27	173	27
Over 180 days	4,171	4,337	4,171	4,337
Total	7,763	16,121	7,763	16,121
Less: Allowance for expected credit losses	(4,201)	(4,317)	(4,201)	(4,317)
Total trade receivables - unrelated parties, net	<u>3,562</u>	<u>11,804</u>	<u>3,562</u>	<u>11,804</u>
Total trade receivables, net	<u>4,322</u>	<u>12,659</u>	<u>4,322</u>	<u>12,659</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2021	2020	2021	2020
	(Audited)		(Audited)	
<u>Other receivables</u>				
Other receivables - related parties (Note 3)	1,680	1,385	1,680	1,385
Other receivables - unrelated parties	1,614	1,853	1,614	1,853
Interest receivables	2,004	2,082	1,479	1,884
Total other receivables	5,298	5,320	4,773	5,122
Total trade and other receivables - net	9,620	17,979	9,095	17,781

5. Investments in subsidiaries

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

Company's name	Paid-up capital		Shareholding percentage		Cost	
	31 March	31 December	31 March	31 December	31 March	31 December
	2021	2020	2021	2020	2021	2020
			(Percent)	(Percent)	(Audited)	
Town Development Company Limited	Baht 1,303 million	Baht 1,303 million	100	100	1,303,000	1,303,000
Total investments in subsidiaries					1,303,000	1,303,000

The Company's subsidiaries held through its subsidiaries are summarised below.

Company's name	Nature of business	Country of incorporation	Paid-up capital		Percentage of shareholding	
			31 March	31 December	31 March	31 December
			2021	2020	2021	2020
					(Percent)	(Percent)

Subsidiaries held through Town Development Company Limited

TRR-Kerry Development Company Limited	Holding investment	Thailand	Baht 231 million	Baht 231 million	57.33	57.33
Apizaco Limited	Holding investment	Hong Kong	HKD 206 million	HKD 206 million	100.00	100.00
Hasfield Holdings Pte., Ltd.	Dormant	Singapore	SGD 34 million	SGD 34 million	100.00	100.00
Traders Hotel and Resort Limited	Dormant	Thailand	Baht 0.2 million	Baht 0.2 million	100.00	100.00

Subsidiary held through Apizaco Limited

Zukerman Limited	Holding investment	British Virgin	USD 1	USD 1	100.00	100.00
------------------	--------------------	----------------	-------	-------	--------	--------

6. Investments in associates

6.1 Details of associates:

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Consolidated financial statements							
			Paid-up capital		Shareholding percentage		Cost		Carrying amounts based on equity method	
			31 March	31 December	31 March	31 December	31 March	31 December	31 March	31 December
			2021	2020	2021	2020	2021	2020	2021	2020
				(Percent)	(Percent)	(Audited)		(Audited)		
Associated companies (owned by Zukerman Limited)										
Traders Yangon Company Limited	Hotel	Myanmar	USD 3.6 million	USD 3.6 million	23.53	23.53	28,020	26,856	-	-
Shangri-La Yangon Company Limited	Serviced apartments	Myanmar	USD 2.0 million	USD 2.0 million	22.22	22.22	16,569	15,881	-	-
Traders Square Company Limited	Commercial complex and office for rent	Myanmar	USD 0.1 million	USD 0.1 million	23.56	23.56	661	633	-	-
Total							45,250	43,370	-	-

6.2 Summarised financial information of associates

The financial information of these associated companies for three-month periods ended 31 March 2021 and 2020, and for the year ended 31 December 2020, which was included in the consolidated financial statements, was prepared by the associates' management. However, the Company's management believes that there would have been no significant difference to financial information if those financial information had been audited by auditors.

Financial information of the associated companies is summarised below.

(Unit: Thousand Baht)

	Statements of financial position					
	Traders Yangon Company Limited		Shangri-La Yangon Company Limited		Traders Square Company Limited	
	31 March	31 December	31 March	31 December	31 March	31 December
	2021	2020	2021	2020	2021	2020
Total assets	1,213,960	1,194,614	3,172,419	3,095,094	3,520,597	3,398,990
Total liabilities	(3,383,258)	(3,221,797)	(3,678,504)	(3,582,035)	(4,060,283)	(3,899,939)
Net assets (liabilities)	(2,169,298)	(2,027,183)	(506,085)	(486,941)	(539,686)	(500,949)

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the three-month periods ended 31 March

	Traders Yangon Company Limited		Shangri-La Yangon Company Limited		Traders Square Company Limited	
	2021	2020	2021	2020	2021	2020
Total revenue	5,654	95,382	77,270	101,286	72,526	89,210
Profit (loss)	(52,350)	(32,888)	1,899	14,798	(16,430)	(38,730)

6.3 The reconciliation of interests in associates

Since 2020, the Group's management decided to change the objective of the long-term loans to these three associated companies. Given the situation with the Coronavirus disease 2019 pandemic, no plans have been set for collection of these long-term loans for the foreseeable future and the long-term loans were, therefore, deemed in substance to form part of the interests in associates.

(Unit: Thousand Baht)

	Consolidated financial statements			Total
	As at 31 March 2021			
	Traders Yangon Company Limited	Shangri-La Yangon Company Limited	Traders Square Company Limited	
<u>Interests in associates</u>				
Net assets (liabilities) of associates	(2,169,298)	(506,085)	(539,686)	(3,215,069)
Shareholding percentage (Percent)	23.53%	22.22%	23.56%	
The Group's interests in associates	(510,436)	(112,452)	(127,150)	(750,038)
<u>Investments in associates</u>				
Ordinary shares, at cost	28,020	16,569	661	45,250
Less: Cumulative share of losses from investments in associates	(28,020)	(16,569)	(661)	(45,250)
Total	-	-	-	-

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements			
	As at 31 March 2021			
	Traders Yangon Company Limited	Shangri-La Yangon Company Limited	Traders Square Company Limited	Total
<u>Long-term loans to and interest receivables from related parties (Note 3)</u>				
Long-term loans to and interest receivables from related parties	510,021	745,614	815,491	2,071,126
Less: Impairment losses on financial assets	(510,021)	-	(129,398)	(639,419)
Total - net	-	745,614	686,093	1,431,707
Less: Cumulative share of losses from investments in associates	-	(95,883)	(126,489)	(222,372)
Total long-term loans to and interest receivables from related parties - net	-	649,731	559,604	1,209,335
Unrecognised cumulative share of losses from investments in associates	(482,416)	-	-	(482,416)

7. Other non-current financial assets

As at 31 March 2021, details of other non-current financial assets are as below.

(Unit: Thousand Baht)

	Consolidated financial statements
<u>Equity instruments designated at FVOCI</u>	
Listed equity instruments	
Shangri-La Asia Limited - related party	329,008
Non-listed equity instruments	
Don Muang Tollway Public Company Limited	131,151
Total equity instruments designated at FVOCI	460,159

(Unaudited but reviewed)

Movements of the investment in related party during the three-month period ended 31 March 2021 are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements
Fair value as at 1 January 2021	281,200
Gain recognised into other comprehensive income	34,668
Translation adjustment	13,140
Fair value as at 31 March 2021	329,008

8. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2021 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2021	3,600,867	3,599,013
Acquisitions during the period - at cost	1,208	1,208
Disposals/Write-off during the period - net book value at disposals/write-off date	(6)	(6)
Depreciation for the period	(51,014)	(51,014)
Net book value as at 31 March 2021	3,551,055	3,549,201

9. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	31 March 2021	31 December 2020	31 March 2021	31 December 2020
Trade payables - unrelated parties	13,854	26,351	13,854	26,351
Other payables - related parties (Note 3)	33,451	26,863	32,245	25,893
Other payables - unrelated parties	4,660	6,736	4,638	6,713
Payables for purchase of assets	2,336	2,387	2,336	2,387
Retention payables	3,262	5,267	3,262	5,267
Accrued expenses	31,465	30,109	30,440	29,173
Total trade and other payables	89,028	97,713	86,775	95,784

(Unaudited but reviewed)

10. Other current liabilities

(Unit: Thousand Baht)

	Consolidated financial statements/ Separate financial statements	
	31 March 2021	31 December 2020 (Audited)
Advances from customers	64,058	67,907
Others	16,751	21,189
Total other current liabilities	<u>80,809</u>	<u>89,096</u>

11. Provision for long-term employee benefits

Movements in the provision for long-term employee benefits account during the three-month period ended 31 March 2021 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements/Separate financial statements
Balance as at 1 January 2021	79,587
Current service cost	1,438
Interest cost	456
Benefits paid during the period	(781)
Balance as at 31 March 2021	<u>80,700</u>

12. Finance income/Finance cost

Finance income/Finance cost for the three-month periods ended 31 March 2021 and 2020 are summarised below:

(Unit: Thousand Baht)

	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Finance income				
Interest income	7,559	20,248	1,831	6,959
Total	<u>7,559</u>	<u>20,248</u>	<u>1,831</u>	<u>6,959</u>
Finance cost				
Unrealised loss on exchange rate of short-term loan from related party (Note 3)	-	-	(19,476)	(37,447)
Interest expenses on lease liabilities	-	(100)	-	(100)
Total	<u>-</u>	<u>(100)</u>	<u>(19,476)</u>	<u>(37,547)</u>

13. Income tax

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

Income tax for the three-month periods ended 31 March 2021 and 2020 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Current income tax:				
Interim corporate income tax charge	(2)	(8,689)	-	(8,278)
Deferred tax:				
Relating to origination and reversal of temporary differences	26,630	(189)	26,731	(189)
Income tax reported in the statements of comprehensive income	<u>26,628</u>	<u>(8,878)</u>	<u>26,731</u>	<u>(8,467)</u>

14. Earnings per share

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

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Profit (loss) for the period (Thousand Baht)	(84,019)	129,105	(106,789)	34,177
Weighted average number of ordinary shares (Thousand shares)	130,000	130,000	130,000	130,000
Earnings (loss) per share (Baht per share)	(0.65)	0.99	(0.82)	0.26

15. Segment information

The Group is organised into business units based on its services. During the current period, the Group have not changed the organisation of their reportable segments.

The following tables present revenue and profit information regarding the Group's operating segments for the three-month periods ended 31 March 2021 and 2020.

(Unit: Million Baht)

	For the three-month periods ended 31 March											
	Hotel business				Holding Investment	Total segments		Adjustments and eliminations		Consolidated		
	Hotel in Bangkok		Hotel in Chiangmai			2021	2020	2021	2020	2021	2020	2021
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
Revenues												
External customers	59	338	16	87	-	-	75	425	-	-	75	425
Total revenues	59	338	16	87	-	-	75	425	-	-	75	425
Operating results												
Segment gross profit	12	224	3	58	-	-	15	282	-	-	15	282
Other income	1	2	-	1	-	-	1	3	-	-	1	3
Depreciation and amortisation expenses	(31)	(36)	(21)	(21)	-	-	(52)	(57)	-	-	(52)	(57)
Exchange gains	-	-	-	-	20	82	20	82	(19)	(37)	1	45
Share of losses from investments in associates	-	-	-	-	(3)	-	(3)	-	-	-	(3)	-
Finance income	2	7	-	-	6	13	8	20	-	-	8	20
Finance cost	(19)	(37)	-	-	-	-	(19)	(37)	19	37	-	-
Profit (loss) before income tax	(95)	44	(39)	(1)	23	95	(111)	138	-	-	(111)	138
Income tax benefits (expenses)	19	(8)	8	-	-	(1)	27	(9)	-	-	27	(9)
Profit (loss) for the period	(76)	36	(31)	(1)	23	94	(84)	129	-	-	(84)	129

16. Commitments and contingent liabilities**16.1 Capital commitments**

As at 31 March 2021, the Company had capital commitments of approximately Baht 54 million (31 December 2020: Baht 54 million), relating to the construction and renovation of the hotel building.

16.2 Service commitments

As at 31 March 2021, the Company had no future minimum payments required under non-cancellable service contracts (31 December 2020: Baht 1 million).

16.3 Guarantees

- (1) As at 31 March 2021, there were outstanding bank guarantees of approximately Baht 12 million (31 December 2020: Baht 12 million) issued by a bank on behalf of the Company in respect of electricity usage.
- (2) As at 31 March 2021 and 31 December 2020, the Company had the Counter Indemnity Agreement with the parent company to indemnify the contingent liability relating to loan facilities from banks of its two associated companies, Traders Yangon Company Limited and Shangri-La Yangon Company Limited, amounting to USD 11.77 million and USD 6.67 million, respectively, which is loan facilities according to the subsidiary's proportionate interest in these associates.

17. Financial instruments**17.1 Fair value of financial instruments**

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.

17.2 Fair value hierarchy

As at 31 March 2021 and 31 December 2020, the subsidiary had the following assets that were measured at fair value using different levels of inputs as follows:

	(Unit: Million Baht)			
	Consolidated financial statements			
	As at 31 March 2021			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVOCI				
Listed equity instruments	329	-	-	329
Non - Listed equity instruments	-	-	131	131

(Unaudited but reviewed)

(Unit: Million Baht)

Consolidated financial statements				
As at 31 December 2020				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVOCI				
Listed equity instruments	281	-	-	281
Non - Listed equity instruments	-	-	131	131

Valuation techniques and inputs to Level 3 valuation

The fair value of investment in equity instruments of non-listed company has been determined by analysis and considering change in the invested companies' financial position and operation performance, including other several factors.

During the current period, the Company has not changed the method and the assumption for measurement of the financial instruments and there was no transfer within the fair value hierarchy.

However, non-listed equity instruments (Don Muang Tollway Public Company Limited) is listed in the Stock Exchange of Thailand, with trading permitted from 7 May 2021.

17.3. Foreign currency risk

The balances of financial assets and liabilities denominated in foreign currencies of the Group as at 31 March 2021 and 31 December 2020 are summarised below.

Consolidated financial statements						
Foreign currency	Financial assets		Financial liabilities		Average exchange rate	
	As at 31 March 2021	As at 31 December 2020	As at 31 March 2021	As at 31 December 2020	As at 31 March 2021	As at 31 December 2020
	(Million)	(Million) (Audited)	(Million)	(Million) (Audited)	(Baht per 1 foreign currency unit)	
US dollar	43	43	-	-	31.3394	30.0371

Separate financial statements						
Foreign currency	Financial assets		Financial liabilities		Average exchange rate	
	As at 31 March 2021	As at 31 December 2020	As at 31 March 2021	As at 31 December 2020	As at 31 March 2021	As at 31 December 2020
	(Million)	(Million) (Audited)	(Million)	(Million) (Audited)	(Baht per 1 foreign currency unit)	
US dollar	-	-	15	15	31.3394	30.0371

18. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 10 May 2021.

To : Managing Director
The Stock Exchange of Thailand

Date : May 10, 2021

Re : Management Discussion and Analysis for the period ended March 31, 2021

The Board of Directors is pleased to announce the Company's results of operation for the period ended March 31, 2021 as follows: -

Net profit / (loss) after corporate income tax for the period ended March 31, 2021 and 2020:

(Baht in million)	<u>2021</u>	<u>2020</u>	<u>Change</u>
The Company	(106.79)	34.18	(412.43%)
Consolidated	(84.02)	129.11	(165.08%)

The Company:

The Company's profit before corporate income tax for the period ended March 31, 2021 decreased by Baht 176.16 million against the corresponding period of last year. The decrease in the Company's profit was mainly attributed to the decrease in profit before income tax of Shangri-La Hotel, Bangkok ("SLBK") by Baht 139.14 million and increase in loss of Shangri-La Hotel, Chiang Mai ("SLCM") by Baht 37.02 million.

Revenues from hotel operations of SLBK decreased by Baht 279.00 million from Baht 337.75 million to Baht 58.75 million mainly due to the decrease in all types of revenue including room, food & beverages and other revenue resulting from lower occupancy due to COVID-19 pandemic situation. Gross Profit before expenses decreased by Baht 211.98 million. Selling and administrative expenses decreased by Baht 16.07 million and Baht 40.69 million, respectively. Depreciation expense decreased by Baht 4.94 million against last year. Finance cost decreased by Baht 18.07 million mainly due to strengthening of Thai Baht currency against US Dollar. As a result, the profit before corporate income tax decreased by Baht 139.14 million from profit of Baht 44.02 million to loss of Baht 95.12 million.

Loss before corporate income tax of SLCM increased by Baht 37.02 million as compared to 2020, mainly attributed to lower revenues from hotel operations by Baht 71.04 million from Baht 87.26 million to Baht 16.22 million as a result of lower room occupancy and average room rates in 2021 due to COVID-19 pandemic situation. Gross Profit before expenses decreased by Baht 55.26 million. Selling and administrative expenses decreased by Baht 3.71 million and Baht 14.82 million, respectively. Depreciation Expenses decreased by Baht 0.56 million against last year. As a result, the loss before corporate income tax increased by Baht 37.02 million from Baht 1.38 million to Baht 38.40 million.

Consequently, the total profit of SLBK and SLCM before corporate income tax decreased by Baht 176.16 million from profit of Baht 42.64 million to loss of Baht 133.52 million. The corporate income tax decreased by Baht 35.20 million as compared to 2020 due to loss before income tax in 2021. The Company recorded a net loss after tax of Baht 106.79 million for the period ended March 31, 2021 compared to profit of Baht 34.18 million last year (decreased by 412.43%).

Consolidated:

The consolidated profit before corporate income tax for the period ended March 31, 2021 decreased by Baht 248.63 million against last year. The decrease in consolidated profit before corporate income tax was due to decrease in the Company's profit before corporate income tax of Baht 176.16 million and decrease in profit from subsidiaries by Baht 72.47 million. The decrease in profit of subsidiaries was largely due to the decrease in exchange gain from loan to a related company. As a result, the corporate income tax decreased by Baht 35.51 million mainly as a result of lower profit from the Company. Overall, the consolidated net profit after tax attributable to the equity holders of the Company for the period ended March 31, 2021 decreased by Baht 213.13 million against last year (decreased by 165.08%).

Yours faithfully,

(Mrs. Pavinee Meensuk)
Director

Headline: Financial Performance Quarter 1 (F45) (Reviewed)

Security Symbol: SHANG

Announcement Details

Financial Statement (F45)

Company name	SHANGRI-LA HOTEL PUBLIC COMPANY LIMITED		
Quarter	Quarter 1		
(In thousands)			
Financial Statement	Quarter 1		
Status	Reviewed		
Ending	31 March		
Year	2021	2020	
Profit (loss) attributable to equity holders of the Company *	(84,019)	129,105	
EPS (baht)	(0.65)	0.99	

Type of report Unqualified opinion with an emphasis of matters /Others

*For consolidated financial statements

Please review financial statement (Full Version) before making investment decision

"The company hereby certifies that the information above is correct and complete. In addition, the company has already reported and disseminated its financial statements in full via the SET Electronic Listed Company Information Disclosure (SET Portal)."

Signature _____

(Mrs. Pavinee Meensuk)

Director

Authorized Persons to Disclose Information

This announcement was prepared and disseminated by listed company or issuer through the electronic system which is provided for the purpose of dissemination of the information and related documents of listed company or issuer to the Stock Exchange of Thailand only. The Stock Exchange of Thailand has no responsibility for the correctness and completeness of any statements, figures, reports or opinions contained in this announcement, and has no liability for any losses and damages in any cases. In case you have any inquiries or clarification regarding this announcement, please directly contact listed company or issuer who made this announcement.