

Thai Vegetable Oil Public Company Limited and its subsidiary

Condensed notes to interim financial statements

For the three-month period ended 31 March 2025

1. General information

1.1 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 presenting condensed interim financial statements. The Company has presented the statements of financial position, income, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements and has presented notes to the interim financial statements on a condensed basis.

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

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 consolidation

The interim consolidated financial statements include the financial statements of Thai Vegetable Oil Public Company Limited (“the Company”) and its subsidiary company (“the subsidiary”) (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 2024, with no change in shareholding structure of subsidiary during the current period.

1.3 Accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2024.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2025, do not have any significant impact on the Group’s financial statements.

2. Related party transactions

During the period, the Group had significant business transactions with related parties. Such transactions arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Group and those related parties. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Summaries significant business transactions with related parties as follows.

(Unit: Million Baht)				
For the three-month periods ended 31 March				
	Consolidated		Separate	
	financial statements		financial statements	
	2025	2024	2025	2024
<u>Transactions with subsidiary</u>				
(eliminated from the consolidated financial statements)				
Purchases of packing material	-	-	71	56
<u>Transactions with related companies</u>				
Sales of goods by the Company	2	2	2	2
Sales of goods by subsidiary	16	12	-	-
Purchase of machinery	-	3	-	3

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

(Unit: Thousand Baht)				
	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2025	2024	2025	2024
	(Audited)		(Audited)	
<u>Trade receivables - related parties (Note 3)</u>				
Related companies (related by common directors or shareholders)	6,903	4,943	1,034	370
Total trade receivables - related parties	6,903	4,943	1,034	370
<u>Trade payable - related party (Note 8)</u>				
Subsidiary	-	-	52,061	47,797
Total trade payable - related party	-	-	52,061	47,497

(Unaudited but reviewed)

Directors and management's benefits

(Unit: Million Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Short-term employee benefits	20	20	17	16
Post-employment benefits	1	1	1	1
Total	<u>21</u>	<u>21</u>	<u>18</u>	<u>17</u>

3. Trade and other current receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
		(Audited)		(Audited)
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	6,903	4,943	1,034	370
Total trade receivables - related parties (Note 2)	<u>6,903</u>	<u>4,943</u>	<u>1,034</u>	<u>370</u>
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	1,221,360	1,092,857	1,204,020	1,077,398
Past due				
Not over 3 months	157,983	215,999	136,167	183,748
3 - 6 months	3,069	3,012	-	310
6 - 12 months	2,123	828	-	-
Over 12 months	51,674	59,969	41,740	46,203
Returned cheques	9,468	8,444	-	-
Total	<u>1,445,677</u>	<u>1,381,109</u>	<u>1,381,927</u>	<u>1,307,659</u>
Less: Allowance for expected credit losses	<u>(67,076)</u>	<u>(77,435)</u>	<u>(47,841)</u>	<u>(52,827)</u>
Total trade receivables - unrelated parties, net	<u>1,378,601</u>	<u>1,303,674</u>	<u>1,334,086</u>	<u>1,254,832</u>
Total trade receivables - net	<u>1,385,504</u>	<u>1,308,617</u>	<u>1,335,120</u>	<u>1,255,202</u>

(Unaudited but reviewed)

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2025	31 December 2024	31 March 2025	31 December 2024
	(Audited)		(Audited)	
<u>Other current receivables</u>				
Other current receivables	3,075	3,641	1,289	3,609
Accrued income	712	1,111	712	1,111
Total other receivables	3,787	4,752	2,001	4,720
Trade and other current receivables - net	1,389,291	1,313,369	1,337,121	1,259,922

Movement of the allowance for expected credit losses account for the three-month period ended 31 March 2025 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Balance as at 1 January 2025	77,435	52,827
Decrease	(6,612)	(4,986)
Written-off	(3,747)	-
Balance as at 31 March 2025	67,076	47,841

4. Reduction cost of inventories to net realisable value

Movements in the reduction cost to net realisable value of inventories account for the three-month period ended 31 March 2025 are realisable below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Balance as at 1 January 2025	14,357	13,282
Add: Reduction cost of inventories to net realisable value	3,188	2,022
Less: Written-off	(7,359)	(7,359)
Balance as at 31 March 2025	10,186	7,945

(Unaudited but reviewed)

5. Other financial assets

(Unit: Thousand Baht)

	Consolidated/Separate financial statements	
	31 March 2025	31 December 2024
		(Audited)
<u>Other current financial assets</u>		
Debt instruments at FVTPL (Note 12)		
Investment in fixed income open-end funds	3,120,817	2,560,803
Total other current financial assets	3,120,817	2,560,803
<u>Other non-current financial assets</u>		
Equity instruments designated at FVOCI (Note 12)		
Equity instruments of listed companies	15,940	15,251
Equity instruments of non-listed companies		
Thai Edible Oil Company Limited	337,893	338,197
Other	100	100
Total other non-current financial assets	353,933	353,548

6. Investments in subsidiary

(Unit: Thousand Baht)

Company's name	Separate financial statements					
	Paid-up capital		Shareholding percentage		Cost	
	31 March	31 December	31 March	31 December	31 March	31 December
	2025	2024	2025	2024	2025	2024
			(%)	(%)		(Audited)
Prodigy Public Co., Ltd.	148,500	148,500	32	32	21,500	21,500

7. Property, plant and equipment

Movements in the property, plant and equipment account during the three-month period ended 31 March 2025 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2025	4,600,400	4,410,835
Acquisitions during the period - at cost	143,923	139,938
Transfers to intangible assets	(531)	(531)
Disposals during the period - net book value	(789)	(789)
Depreciation for the period	(81,433)	(73,735)
Net book value as at 31 March 2025	4,661,570	4,475,718

(Unaudited but reviewed)

8. Trade and other current payables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2025	31 December 2024	31 March 2025	31 December 2024
		(Audited)		(Audited)
Trade payable - related party (Note 2)	-	-	52,061	47,797
Trade payables - unrelated parties	3,097,573	2,381,245	3,055,357	2,304,705
Other current payables - unrelated parties	194,641	203,380	189,345	198,558
Accrued expenses	241,580	202,287	230,630	195,990
Total trade and other current payables	<u>3,533,794</u>	<u>2,786,912</u>	<u>3,527,393</u>	<u>2,747,050</u>

9. Earnings per share

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

(Unaudited but reviewed)

10. Segment information

The Group is organised into business units based on its products. During the current period, the Group has not changed the organisation of the reportable segments. The following tables present revenue and profit information regarding the Group's operating segments for the three-month periods ended 31 March 2025 and 2024.

(Unit: Million Baht)

	For the three-month periods ended 31 March											
	Manufacture and distribution of products from soybean		Manufacture and distribution of packaging products		Others		Total reportable segments		Adjustments and eliminations		Consolidated	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Revenue												
Revenue from external customers	6,735	7,589	81	94	39	30	6,855	7,712	-	-	6,855	7,713
Inter-segment	-	-	71	56	-	-	71	56	(71)	(56)	-	-
Total sales	<u>6,735</u>	<u>7,589</u>	<u>152</u>	<u>150</u>	<u>39</u>	<u>30</u>	<u>6,926</u>	<u>7,768</u>	<u>(71)</u>	<u>(56)</u>	<u>6,855</u>	<u>7,713</u>
Segment profit	851	483	43	35	9	7	903	525	-	-	903	525
Unallocated income (expenses):												
Other income											26	31
Selling and administrative expenses											(228)	(191)
Reversal of allowance for expected credit losses											7	1
Reversal of reduction cost of inventories to net realisable value (reduction)											4	(9)
Loss on exchange											(27)	(57)
Gain on derivatives											4	93
Finance cost											(1)	(2)
Profit before income tax expenses											688	391
Income tax expenses											(138)	(72)
Profit for the period											550	319

11. Commitments and contingent liabilities

11.1 Capital commitments

As at 31 March 2025, the Group had capital commitments of Baht 116 million, USD 0.1 million, SGD 1.4 million, EUR 0.2 million and CNY 0.1 million (31 December 2024: Baht 182 million, SGD 0.4 million, USD 0.2 million, EUR 0.1 million) relating to the construction of factory, acquisition of machinery factory tools and equipment (The Company only: Baht 116 million, USD 0.1 million, SGD 1.4 million and EUR 0.2 million and CNY 0.1 million, 31 December 2024: Baht 181 million, SGD 0.4 million, USD 0.2 million and EUR 0.1 million).

11.2 Guarantees

As at 31 March 2025, there were outstanding bank guarantees of Baht 43 million (31 December 2024: Baht 43 million) issued by banks on behalf of the Company and its subsidiary in respect of certain performance bonds as required in the normal course of business of the Company and the subsidiary (The Company only: Baht 33 million, 31 December 2024: Baht 33 million). The bank guarantees are related to guarantee electricity use.

12. Financial instruments

12.1 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.

(Unaudited but reviewed)

12.2 Fair value hierarchy

As at 31 March 2025, the Group had the following assets and liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

	Consolidated/Separate financial statements			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
<i>Financial assets measured at FVTPL</i>				
Investments in fixed income open-end funds	-	3,121	-	3,121
<i>Financial assets measured at FVOCI</i>				
Investments in equity instruments of listed companies	16	-	-	16
Investments in equity instruments of non-listed companies	-	-	338	338
<i>Derivatives</i>				
Foreign currency forward contracts	-	13	-	13
Commodity swap contracts	-	35	-	35
Commodity option contracts	-	8	-	8
Assets for which fair value are disclosed				
Investment properties	-	-	162	162
Liabilities measured at fair value				
<i>Derivatives</i>				
Foreign currency forward contracts	-	14	-	14
Commodity swap contracts	-	72	-	72
Commodity option contracts	-	8	-	8

During the current period, there was no change in method and assumption using in estimate the fair value of financial instruments and no transfer within the fair value hierarchy.

12.3 Reconciliation of recurring fair value measurements categorised within Level 3 of the fair value hierarchy

(Unit: Thousand Baht)

	Consolidated/Separate financial statements
	Investments in equity instruments of non-listed companies
Balance as at 1 January 2025	338,297
Loss recognised into other comprehensive income	(304)
Balance as at 31 March 2025	337,993

12.4 Financial risk management

Risk on fluctuation of raw materials price

The Company is exposed to the price volatility of soybean which is major raw material of the Company's production and the fluctuation in soybean meal and soybean oil price which are major products of the Company. In order to manage risk on the fluctuation in gross profit margin, the Company has entered into short-term commodity swap agreement and commodity option agreement with banks and counterparties to hedge such risk.

The Company's outstanding commodity swap and commodity option contracts as at 31 March 2025 are summarised as follows.

Consolidated/Separate financial statements		
Contract type	Notional amount	Contractual maturity date
	(Million USD)	
Commodity swap contracts	42.6	May - August 2025
Commodity option contracts	417.0	May - August 2025

Foreign currency risk

The Group's exposure to foreign currency risk relates primarily to purchases of major raw materials and machinery and sales of goods which are denominated in foreign currencies.

As at 31 March 2025 and 31 December 2024, the balance of financial assets and liabilities denominated in foreign currencies of the Company are summarised as follows.

	Financial assets		Financial liabilities		Average exchange rate	
	31 March 2025	31 December 2024	31 March 2025	31 December 2024	31 March 2025	31 December 2024
Foreign currencies	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
USD	0.3	1.4	86.4	64.5	33.9265	33.9879
EUR	-	-	0.1	-	36.7392	35.4284

The Company seeks to mitigate this risk by entering into forward exchange contracts, which are mature within one year in order to hedge the foreign exchange risk.

The outstanding forward exchange contracts as at 31 March 2025 are summarised as follows.

Consolidated/Separate financial statements			
Foreign currencies	Amount	Average contractual exchange rate	Contractual maturity date
	(million)	(Baht per 1 foreign currency unit)	
<u>Forward contracts to "Buy"</u>			
USD	152.7	33.5616	April - December 2025
<u>Forward contracts to "Sell"</u>			
USD	1.8	33.7420	July - September 2025

13. Events after the reporting period

- 13.1** On 25 April 2025, the Annual General Meeting of the Company's shareholders for the year 2025 approved the dividend payment from the Company's operating result for the year 2024 of Baht 1.73 per share, or a total of Baht 1,539 million, as the Company had already paid the interim dividend during 2024 of Baht 0.80 per share or a total of Baht 712 million, and therefore the remaining dividend to be paid will be Baht 0.93 per share or a total of Baht 827 million. The Company will pay such dividend in May 2025.
- 13.2** On 23 April 2025, the Annual General Meeting of the subsidiary's shareholders for the year 2025 approved the dividend payment from the subsidiary's operating result for the year 2024 of Baht 0.24 per share, or a total of Baht 71 million, as the subsidiary had already paid the interim dividend during 2024 of Baht 0.09 per share or a total of Baht 27 million, and therefore the remaining dividend to be paid will be Baht 0.15 per share or a total of Baht 44 million. The subsidiary will pay such dividend in May 2025.

14. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 9 May 2025.