

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

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Lanna Resources Public Company Limited

I have reviewed the accompanying consolidated financial information of Lanna Resources Public Company Limited and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2024, 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 Lanna Resources Public Company Limited for the same periods (collectively "the interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Accounting Standard 34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

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

Conclusion

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

Samran Taengcham

Certified Public Accountant (Thailand) No. 8021

EY Office Limited

Bangkok: 13 August 2024

Lanna Resources Public Company Limited and its subsidiaries

Statements of financial position

As at 30 June 2024

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June	31 December	30 June	31 December
		2024	2023	2024	2023
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		2,528,887	1,701,750	1,142,828	986,124
Restricted bank deposits	5	1,052,973	1,015,202	-	-
Trade and other receivables	2, 3	2,452,164	2,123,603	486,726	681,828
Inventories		467,359	570,023	145,140	125,019
Value added tax refundable		677,384	985,072	-	-
Prepaid income tax		202,738	200,695	-	-
Advance payments for goods	2	34,065	35,013	34,065	-
Other current financial assets	4	1,896,660	1,595,888	1,895,558	1,594,800
Other current assets		436,205	405,531	5,956	2,972
Total current assets		9,748,435	8,632,777	3,710,273	3,390,743
Non-current assets					
Restricted bank deposits	5	390,561	393,422	-	-
Investments in subsidiaries	6	-	-	787,348	788,091
Investments in associated companies	7	517,766	496,503	59,328	59,328
Long-term loan to related party	2	9,226	32,802	9,226	32,802
Investment properties		45,404	46,669	28,691	28,691
Biological asset		21,189	18,966	-	-
Property, plant and equipment	8	3,944,726	3,967,191	349,828	340,377
Right-of-use assets		53,209	60,329	24,532	29,447
Goodwill		186,000	186,000	-	-
Intangible assets	9	18,058	39,145	15,647	36,339
Deferred tax assets		36,088	41,570	56,702	56,702
Other non-current financial assets		6,613	7,217	4,091	4,783
Other non-current assets	10	878,338	909,417	-	-
Total non-current assets		6,107,178	6,199,231	1,335,393	1,376,560
Total assets		15,855,613	14,832,008	5,045,666	4,767,303

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

Lanna Resources Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 30 June 2024

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June	31 December	30 June	31 December
		2024	2023	2024	2023
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	11	927,905	1,247,365	-	-
Trade and other payables	2, 12	818,533	577,605	96,566	45,084
Current portion of lease liabilities		25,958	29,325	13,439	13,409
Current portion of long-term loans from financial institutions	13	172,708	191,742	-	-
Accrued expenses		648,391	395,681	11,854	38,643
Income tax payable		266,358	319,649	-	-
Other current financial liabilities		6,168	7,649	1,364	4,063
Other current liabilities		290,668	201,968	11,126	10,383
Total current liabilities		3,156,689	2,970,984	134,349	111,582
Non-current liabilities					
Lease liabilities from financial institutions - net of current portion		31,076	35,715	13,206	18,242
Long-term loans from financial institutions - net of current portion	13	231,652	309,604	-	-
Provision for long-term employee benefits		213,338	201,447	49,776	50,850
Provision for mine reclamation and decommissioning costs		151,476	148,764	-	-
Deferred tax liabilities		482,980	495,562	-	-
Total non-current liabilities		1,110,522	1,191,092	62,982	69,092
Total liabilities		4,267,211	4,162,076	197,331	180,674

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

Lanna Resources Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 30 June 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity (continued)				
Shareholders' equity				
Share capital				
Registered, issued and fully paid up				
524,999,679 ordinary shares of Baht 1 each	525,000	525,000	525,000	525,000
Share premium	680,400	680,400	680,400	680,400
Retained earnings				
Appropriated - Statutory reserve	52,500	52,500	52,500	52,500
Appropriated - General reserve	1,310,600	1,310,600	1,310,600	1,310,600
Unappropriated	5,813,311	5,377,368	2,279,835	2,018,129
Other components of shareholders' equity	389,584	160,644	-	-
Equity attributable to owners of the Company	8,771,395	8,106,512	4,848,335	4,586,629
Non-controlling interests of the subsidiaries	2,817,007	2,563,420	-	-
Total shareholders' equity	11,588,402	10,669,932	4,848,335	4,586,629
Total liabilities and shareholders' equity	15,855,613	14,832,008	5,045,666	4,767,303
	-	-	-	-

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

Directors

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

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

	Note	Consolidated financial statements		Separate financial statements	
		<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues					
Sales	2	5,943,970	6,127,870	418,550	407,202
Commission and marketing service income	2	-	-	88,737	76,851
Other income					
Dividend income	2, 6, 7	-	-	470,696	561,770
Service income	2	-	-	26,839	23,348
Sales of raw materials from the fire incident	14	12,810	-	-	-
Gain on exchange		-	-	10,938	14,918
Others		32,106	20,362	338	1,003
Total other income		44,916	20,362	508,811	601,039
Total revenues		5,988,886	6,148,232	1,016,098	1,085,092
Expenses					
Cost of sales	2	3,178,849	3,007,020	378,141	371,362
Selling and distribution expenses		1,374,716	1,392,363	44,183	40,794
Administrative expenses		175,981	171,602	52,497	56,167
Loss from the fire incident	14	29,010	-	-	-
Loss on exchange		36,992	29,398	-	-
Total expenses		4,795,548	4,600,383	474,821	468,323
Operating profit		1,193,338	1,547,849	541,277	616,769
Share of profit from investments in associated companies	7	17,897	52,641	-	-
Finance income	2	30,759	16,526	13,995	8,456
Finance cost		(21,957)	(23,012)	(606)	(598)
Profit before income tax expenses		1,220,037	1,594,004	554,666	624,627
Income tax expenses	15	(436,771)	(573,185)	(112,466)	(128,399)
Profit for the period		783,266	1,020,819	442,200	496,228
Profit attributable to:					
Equity holders of the Company		481,947	641,432	442,200	496,228
Non-controlling interests of the subsidiaries		301,319	379,387	-	-
		<u>783,266</u>	<u>1,020,819</u>		
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)	16	0.92	1.22	0.84	0.95
Weighted average number of ordinary shares (Thousand shares)		525,000	525,000	525,000	525,000

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three-month period ended 30 June 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Profit for the period	<u>783,266</u>	<u>1,020,819</u>	<u>442,200</u>	<u>496,228</u>
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>				
Exchange differences on translation of financial statements in foreign currency	<u>53,541</u>	<u>202,819</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods	<u>53,541</u>	<u>202,819</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>53,541</u>	<u>202,819</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>836,807</u></u>	<u><u>1,223,638</u></u>	<u><u>442,200</u></u>	<u><u>496,228</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>514,734</u>	<u>765,941</u>	<u><u>442,200</u></u>	<u><u>496,228</u></u>
Non-controlling interests of the subsidiaries	<u>322,073</u>	<u>457,697</u>		
	<u><u>836,807</u></u>	<u><u>1,223,638</u></u>		

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

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

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

	Note	Consolidated financial statements		Separate financial statements	
		<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues					
Sales	2	11,761,409	12,883,472	849,741	1,035,176
Commission and marketing service income	2	-	-	171,371	150,650
Other income					
Dividend income	2, 6, 7	-	-	923,755	1,099,503
Service income	2	-	-	51,488	46,605
Sales of raw materials from the fire incident	14	24,491	-	-	-
Gain on exchange		-	30,308	29,108	16,683
Others		74,173	55,395	453	1,906
Total other income		98,664	85,703	1,004,804	1,164,697
Total revenues		11,860,073	12,969,175	2,025,916	2,350,523
Expenses					
Cost of sales	2	6,164,648	5,998,101	764,604	951,866
Selling and distribution expenses		2,620,092	3,078,823	87,954	97,258
Administrative expenses		323,339	308,578	85,685	89,594
Loss from the fire incident	14	73,985	-	-	-
Loss on exchange		51,723	-	-	-
Total expenses		9,233,787	9,385,502	938,243	1,138,718
Operating profit		2,626,286	3,583,673	1,087,673	1,211,805
Share of profit from investments in associated companies	7	32,581	90,990	-	-
Finance income	2	60,281	29,716	27,096	14,609
Finance cost		(45,933)	(43,755)	(1,231)	(1,130)
Profit before income tax expenses		2,673,215	3,660,624	1,113,538	1,225,284
Income tax expenses	15	(950,556)	(1,336,858)	(221,832)	(254,229)
Profit for the period		1,722,659	2,323,766	891,706	971,055
Profit attributable to:					
Equity holders of the Company		1,065,943	1,422,105	891,706	971,055
Non-controlling interests of the subsidiaries		656,716	901,661		
		<u>1,722,659</u>	<u>2,323,766</u>		
Basic earnings per share					
	16				
Profit attributable to equity holders of the Company (Baht)		2.03	2.71	1.70	1.85
Weighted average number of ordinary shares (Thousand shares)		525,000	525,000	525,000	525,000

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of comprehensive income

For the six-month period ended 30 June 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
<u>Note</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Profit for the period	<u>1,722,659</u>	<u>2,323,766</u>	<u>891,706</u>	<u>971,055</u>
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>				
Exchange differences on translation of financial statements in foreign currency	<u>373,226</u>	<u>157,526</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified to profit or loss in subsequent periods	<u>373,226</u>	<u>157,526</u>	<u>-</u>	<u>-</u>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>				
Share of other comprehensive income from associates - actuarial loss	7 <u>-</u>	<u>(22)</u>	<u>-</u>	<u>-</u>
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax	<u>-</u>	<u>(22)</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>373,226</u>	<u>157,504</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>2,095,885</u>	<u>2,481,270</u>	<u>891,706</u>	<u>971,055</u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>1,294,883</u>	<u>1,518,552</u>	<u>891,706</u>	<u>971,055</u>
Non-controlling interests of the subsidiaries	<u>801,002</u>	<u>962,718</u>		
	<u>2,095,885</u>	<u>2,481,270</u>		

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries
Statements of changes in shareholders' equity
For the six-month period ended 30 June 2024

(Unit: Thousand Baht)

Consolidated financial statements												
Equity attributable to owners of the Company												
					Other components of shareholders' equity							
					Other							
					comprehensive							
					income							
					Exchange							
					differences on							
					translation of	Surplus on change	Capital reserve	Total other	Total equity	Equity attributable	Total	
					financial	in the percentage	for share-based	component of	attributable to	to non-controlling	shareholders'	
					statements in	of shareholding	payment	shareholders'	owners of	interests of	equity	
					foreign currency	in subsidiary	transactions	equity	the Company	the subsidiaries	shareholders'	
					Unappropriated							
					Retained earnings							
					Appropriated							
Issued and		Share		Statutory		General						
paid up		premium		reserve		reserve						
share capital	share capital	share capital	share capital	share capital	share capital	share capital	share capital	share capital	share capital	share capital	share capital	
Balance as at 1 January 2023	525,000	680,400	52,500	1,310,600	4,673,393	112,279	75,949	556	188,784	7,430,677	2,251,082	9,681,759
Profit for the period	-	-	-	-	1,422,105	-	-	-	-	1,422,105	901,661	2,323,766
Other comprehensive income for the period	-	-	-	-	(22)	96,469	-	-	96,469	96,447	61,057	157,504
Total comprehensive income for the period	-	-	-	-	1,422,083	96,469	-	-	96,469	1,518,552	962,718	2,481,270
Dividend paid (Note 17)	-	-	-	-	(813,750)	-	-	-	-	(813,750)	-	(813,750)
Decrease in non-controlling interests of the subsidiaries from dividend payments of subsidiaries	-	-	-	-	-	-	-	-	-	-	(639,295)	(639,295)
Balance as at 30 June 2023	<u>525,000</u>	<u>680,400</u>	<u>52,500</u>	<u>1,310,600</u>	<u>5,281,726</u>	<u>208,748</u>	<u>75,949</u>	<u>556</u>	<u>285,253</u>	<u>8,135,479</u>	<u>2,574,505</u>	<u>10,709,984</u>
Balance as at 1 January 2024	525,000	680,400	52,500	1,310,600	5,377,368	84,139	75,949	556	160,644	8,106,512	2,563,420	10,669,932
Profit for the period	-	-	-	-	1,065,943	-	-	-	-	1,065,943	656,716	1,722,659
Other comprehensive income for the period	-	-	-	-	-	228,940	-	-	228,940	228,940	144,286	373,226
Total comprehensive income for the period	-	-	-	-	1,065,943	228,940	-	-	228,940	1,294,883	801,002	2,095,885
Dividend paid (Note 17)	-	-	-	-	(630,000)	-	-	-	-	(630,000)	-	(630,000)
Decrease in non-controlling interests of the subsidiaries from dividend payments of subsidiaries	-	-	-	-	-	-	-	-	-	-	(547,415)	(547,415)
Balance as at 30 June 2024	<u>525,000</u>	<u>680,400</u>	<u>52,500</u>	<u>1,310,600</u>	<u>5,813,311</u>	<u>313,079</u>	<u>75,949</u>	<u>556</u>	<u>389,584</u>	<u>8,771,395</u>	<u>2,817,007</u>	<u>11,588,402</u>

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2024

(Unit: Thousand Baht)

	Separate financial statements					Total shareholders' equity
	Issued and paid up share capital	Share premium	Retained earnings		Unappropriated	
			Statutory reserve	General reserve		
Balance as at 1 January 2023	525,000	680,400	52,500	1,310,600	1,898,913	4,467,413
Profit for the period	-	-	-	-	971,055	971,055
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	971,055	971,055
Dividend paid (Note 17)	-	-	-	-	(813,750)	(813,750)
Balance as at 30 June 2023	<u>525,000</u>	<u>680,400</u>	<u>52,500</u>	<u>1,310,600</u>	<u>2,056,218</u>	<u>4,624,718</u>
Balance as at 1 January 2024	525,000	680,400	52,500	1,310,600	2,018,129	4,586,629
Profit for the period	-	-	-	-	891,706	891,706
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	891,706	891,706
Dividend paid (Note 17)	-	-	-	-	(630,000)	(630,000)
Balance as at 30 June 2024	<u>525,000</u>	<u>680,400</u>	<u>52,500</u>	<u>1,310,600</u>	<u>2,279,835</u>	<u>4,848,335</u>

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of cash flows

For the six-month period ended 30 June 2024

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from operating activities				
Profit before tax	2,673,215	3,660,624	1,113,538	1,225,284
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	670,983	787,051	37,951	35,670
Reduction of inventory to net realisable value	11,546	2,302	-	2,302
Unrealised gain on change in value of investments in general fixed income funds	(14)	(6)	-	-
Share of profit from investments in associated companies	(32,581)	(90,990)	-	-
Allowance for impairment loss on investments in subsidiaries	-	-	743	1,642
Write-off of value added tax refundable and prepaid income tax	3,407	511	-	-
Loss from write-off of biological assets	139	-	-	-
Loss (gain) on disposals and write-off of machine, equipment computer software and investment properties	(323)	5,395	(339)	(1,314)
Gain on write-off of right-of-use assets from contract cancellation	(36)	(18)	(36)	-
Loss on write-off of deferred stripping costs	7,662	3,408	-	-
Write-back of dividend payable	-	(27)	-	(27)
Dividend income	-	-	(923,755)	(1,099,503)
Provision for long-term employee benefits	14,158	16,248	2,498	1,834
Provision for mine reclamation and decommissioning costs	25,890	17,398	-	-
Unrealised loss (gain) on exchange	32,462	7,192	56	(1,949)
Unrealised gain on derivative	(758)	(3,682)	(758)	(3,682)
Finance income	(60,281)	(29,716)	(27,096)	(14,609)
Finance cost	46,021	43,809	1,231	1,130
Profit from operating activities before changes in operating assets and liabilities	3,391,490	4,419,499	204,033	146,778

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries**Statements of cash flows (continued)****For the six-month period ended 30 June 2024**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from operating activities (continued)				
Operating assets (increase) decrease				
Trade and other receivables	(325,596)	(391,272)	198,212	219,619
Inventories	91,118	(414,184)	(20,121)	(66,133)
Value added tax refundable	337,871	(87,677)	-	(2,340)
Advance payments for goods	828	500,855	(34,185)	43,977
Other current assets	(30,674)	(191,404)	(2,985)	(3,080)
Operating liabilities increase (decrease)				
Trade and other payables	241,405	160,518	49,543	(1,065)
Accrued expenses	252,936	303,858	(26,789)	(40,771)
Other current financial liabilities	(1,481)	(3,624)	(2,699)	(3,623)
Other current liabilities	86,387	(26,542)	(1,570)	1,752
Cash paid for long-term employee benefits	(3,572)	(3,453)	(3,572)	(2,416)
Cash paid for mine reclamation	<u>(26,642)</u>	<u>(15,940)</u>	-	-
Cash from operating activities	4,014,070	4,250,634	359,867	292,698
Interest income	57,316	27,314	24,148	12,207
Cash paid for interest expenses	(41,776)	(38,039)	-	-
Refund of income tax	-	28,303	-	-
Cash paid for income tax	<u>(1,064,407)</u>	<u>(1,992,412)</u>	<u>(219,519)</u>	<u>(251,798)</u>
Net cash from operating activities	<u>2,965,203</u>	<u>2,275,800</u>	<u>164,496</u>	<u>53,107</u>
Cash flows from investing activities				
Increase in fixed deposits	(300,000)	(199,500)	(300,000)	(199,500)
Decrease in restricted bank deposits	73,190	69,226	-	-
Decrease in long-term loan to related party	24,331	45,853	24,331	45,853
Dividend received from subsidiaries and associated company	11,318	10,645	923,755	1,099,503
Proceeds from disposals of machine and equipment	510	2,084	510	2,084
Acquisitions of plant and equipment	(131,321)	(195,097)	(18,202)	(15,269)
Acquisitions of computer software	(299)	(3,758)	(260)	(1,897)
Acquisitions of biological asset	(2,362)	(2,269)	-	-
Decrease (increase) in other non-current financial assets	729	(1,496)	692	(1,470)
Increase in other non-current assets	<u>(302,676)</u>	<u>(512,239)</u>	-	-
Net cash from (used in) investing activities	<u>(626,580)</u>	<u>(786,551)</u>	<u>630,826</u>	<u>929,304</u>

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

(Unaudited but reviewed)

Lanna Resources Public Company Limited and its subsidiaries

Statements of cash flows (continued)

For the six-month period ended 30 June 2024

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Cash flows from financing activities				
Net decrease in short-term loans from financial institutions	(339,776)	(194,607)	-	-
Cash received from long-term loans from financial institution	-	40,120	-	-
Repayment of long-term loans from financial institution	(110,576)	(155,150)	-	-
Cash paid for principal portion of lease liabilities	(14,484)	(15,130)	(6,710)	(6,259)
Cash paid for interest expense of lease liabilities	(2,189)	(2,047)	(1,231)	(1,130)
Dividend paid	(1,177,415)	(1,453,045)	(630,000)	(813,750)
Increase in non-controlling interests of the subsidiaries	<u>144,286</u>	<u>61,057</u>	<u>-</u>	<u>-</u>
Net cash used in financing activities	<u>(1,500,154)</u>	<u>(1,718,802)</u>	<u>(637,941)</u>	<u>(821,139)</u>
Increase (decrease) in translation adjustments	<u>(10,655)</u>	<u>100,945</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>827,814</u>	<u>(128,608)</u>	<u>157,381</u>	<u>161,272</u>
Cash and cash equivalents at beginning of period	1,701,750	3,028,666	986,124	987,798
Effect of change in foreign exchange rate				
on cash at bank balance	<u>(677)</u>	<u>-</u>	<u>(677)</u>	<u>-</u>
Cash and cash equivalents at end of period	<u><u>2,528,887</u></u>	<u><u>2,900,058</u></u>	<u><u>1,142,828</u></u>	<u><u>1,149,070</u></u>
	-	-	-	-
Supplemental cash flows information:				
Non-cash transactions				
Additions to right-of-use assets and lease liabilities	8,346	10,796	1,741	7,053
Payables from purchases of plant and equipment and intangible assets	4,946	2,996	4,095	900
Transferred land to investment properties	908	-	-	-
Transfer equipment to other non-current assets	71,509	-	-	-

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

Lanna Resources Public Company Limited and its subsidiaries

Condensed notes to interim financial statements

For the three-month and six-month periods ended 30 June 2024

1. General information

1.1 Corporate information

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

1.2 Basis of preparation of interim financial statements

This interim financial statements are prepared in accordance with Thai Accounting Standard 34 Interim Financial Reporting, with the Company presenting condensed interim financial statements. The Company has presented the statements of financial position, comprehensive income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements and has presented notes to the interim financial statements on a condensed basis.

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

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

1.3 Basis of consolidation

These interim consolidated financial statements included the financial statements of Lanna Resources Public Company Limited (“the Company”) and its subsidiaries (“the subsidiaries”) (collectively as “the Group”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2023 with no change in shareholding structure of subsidiaries during the current period.

1.4 Accounting policies

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2023.

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

2. Related party transactions

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

Summaries business transactions with related parties are as follows.

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Dividend income	-	-	459,378	551,125
Commission and marketing service income	-	-	88,737	76,851
Service income	-	-	26,839	23,348
Purchase of coal	-	-	-	94,282
<u>Transactions with major shareholder</u>				
Sales of coal	285,624	289,865	285,624	289,865
Other income	-	523	-	523
<u>Transactions with associated companies</u>				
Dividend income	-	-	11,318	10,645
Interest income	118	631	118	631
Purchase of coal	266,022	172,195	266,022	172,195
Freight charge	54,674	71,518	54,674	71,518

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the six-month periods ended 30 June

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
<u>Transactions with subsidiaries</u>				
(eliminated from the consolidated financial statements)				
Dividend income	-	-	912,437	1,088,858
Commission and marketing service income	-	-	171,371	150,650
Service income	-	-	51,488	46,605
Purchase of coal	-	-	107,337	203,362
<u>Transactions with major shareholder</u>				
Sales of coal	559,151	779,737	559,151	779,737
Other income	-	523	-	523
<u>Transactions with associated companies</u>				
Dividend income	-	-	11,318	10,645
Interest income	330	1,384	330	1,384
Purchase of coal	406,297	431,462	406,297	431,462
Freight charge	128,817	201,469	128,817	201,469

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

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
<u>Trade and other receivables - related parties</u>				
(Note 3)				
Major shareholder	390,955	610,974	390,955	610,974
Subsidiaries	-	-	42,135	29,745
Associated company	330	1,026	330	1,026
Total trade and other receivables - related parties	<u>391,285</u>	<u>612,000</u>	<u>433,420</u>	<u>641,745</u>
<u>Advance payments for goods - related party</u>				
Associated company	34,065	-	34,065	-
Total advance payment for goods - related party	<u>34,065</u>	<u>-</u>	<u>34,065</u>	<u>-</u>
<u>Trade and other payables - related party</u>				
(Note 12)				
Associated company	65,229	1,950	65,229	1,950
Total trade and other payables - related party	<u>65,229</u>	<u>1,950</u>	<u>65,229</u>	<u>1,950</u>

(Unaudited but reviewed)

Long-term loan to related party

On 31 August 2021, the Company entered into Shareholder Loan Agreement to provide a long-term loan to an associated company. The loan bears interest at 6 months SIBOR plus 1% per annum and on 25 May 2022, the interest rate was adjusted to 3 months SIBOR plus 1% per annum, effective since 1 April 2022. Such loan is repayable on demand. Movement of long-term loan to related party for the six-month period ended 30 June 2024 was summarised below.

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	Balance as at 1 January 2024	Decrease during the period	Unrealised gain on exchange	Balance as at 30 June 2024
Long-term loan to related company				
Associated company	32,802	(24,331)	755	9,226

Directors and management's benefits

During the three-month and six-month periods ended 30 June 2024 and 2023, the Group had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Short-term employee benefits	79,460	67,111	28,063	33,512
Post-employment benefits	2,450	2,956	556	485
Total	81,910	70,067	28,619	33,997

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Short-term employee benefits	122,922	102,706	38,037	43,710
Post-employment benefits	5,528	7,029	1,113	969
Total	128,450	109,735	39,150	44,679

(Unaudited but reviewed)

3. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
<u>Trade receivables - related parties</u>				
Age on the basis of due dates				
Not yet due	390,955	610,974	420,693	632,658
Total trade receivables - related parties	390,955	610,974	420,693	632,658
<u>Trade receivables - unrelated parties</u>				
Age on the basis of due dates				
Not yet due	1,848,263	1,265,593	42,848	33,048
Past due				
Up to 3 months	142,477	190,867	-	-
Total trade receivables - unrelated parties	1,990,740	1,456,460	42,848	33,048
Total trade receivables - net	2,381,695	2,067,434	463,541	665,706
<u>Other receivables</u>				
Other receivables - related parties	-	-	12,397	8,061
Other receivables - unrelated parties	59,655	48,099	1	1
Advances	369	591	369	591
Interest receivable - related party	330	1,026	330	1,026
Interest receivable - unrelated parties	10,115	6,453	10,088	6,443
Total other receivables	70,469	56,169	23,185	16,122
Total trade and other receivables	2,452,164	2,123,603	486,726	681,828

An overseas subsidiary has pledged its trade receivables to secure credit facilities from the financial institutions. As at 30 June 2024, the balance of trade receivables totaling Rupiah 90,000 million or approximately Baht 194.4 million (31 December 2023: Rupiah 90,000 million or approximately Baht 191.7 million) were placed to secure such credit facilities.

(Unaudited but reviewed)

4. Other current financial assets

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
<u>Measured at amortised cost</u>				
Fixed deposits	1,894,800	1,594,800	1,894,800	1,594,800
<u>Measured at FVTPL</u>				
Investments in open-end funds	1,102	1,088	-	-
Derivative assets	758	-	758	-
Total	<u>1,896,660</u>	<u>1,595,888</u>	<u>1,895,558</u>	<u>1,594,800</u>

5. Restricted bank deposits

As at 30 June 2024, the overseas subsidiaries have restricted bank deposits of USD 28.6 million or approximately Baht 1,053.0 million (31 December 2023: USD 29.7 million or approximately Baht 1,015.2 million) resulting from the government required the overseas subsidiaries to hold 30% of cash received from export sale in bank account.

As at 30 June 2024, the overseas subsidiaries have restricted bank deposits of USD 10.6 million or approximately Baht 390.6 million (31 December 2023: USD 11.5 million or approximately Baht 393.4 million) to secure mine reclamation of the overseas subsidiaries to the government and guarantee for coal supply of the overseas subsidiaries.

6. Investments in subsidiaries

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

Company	Paid up capital		Shareholding percentage		Cost		(Unit: Thousand Baht) Dividends received for the six-month periods ended	
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	30 June
	2024	2023	2024	2023	2024	2023	2024	2023
			(%)	(%)				
Local subsidiaries								
Lanna Power Generation Company Limited	Baht 300 million	Baht 300 million	100.00	100.00	300,000	300,000	-	-
Thai Agro Energy Public Company Limited	Baht 1,000 million	Baht 1,000 million	51.00	51.00	510,000	510,000	-	-
Overseas subsidiaries								
PT. Singlurus Pratama (Incorporated in Indonesia)	Rp 10,500 million	Rp 10,500 million	65.00	65.00	22,421	22,421	711,870	899,429
PT. Lanna Harita Indonesia (Incorporated in Indonesia)	USD 8 million	USD 8 million	55.00	55.00	155,023	155,023	200,567	189,429
Total investments in subsidiaries					987,444	987,444	912,437	1,088,858
Less: Allowance for impairment loss of the investment					(200,096)	(199,353)		
Total investments in subsidiaries - net					787,348	788,091		

Overseas subsidiaries

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

(Unaudited but reviewed)

7. Investments in associated companies

(Unit: Thousand Baht)

Company	Nature of business	Relationship	Paid up capital		Shareholding percentage		Carrying amounts based on equity method		Cost		Dividend received for the six-month periods ended	
			30 June 2024	31 December 2023	30 June 2024	31 December 2023	30 June 2024	31 December 2023	30 June 2024	31 December 2023	30 June 2024	30 June 2023
					(%)	(%)						
United Bulk Shipping Pte. Ltd. (Incorporated in Singapore)	Shipping business and coal distribution	Direct holding	SGD 0.1 million	SGD 0.1 million	49.00	49.00	18,388	23,952	891	891	11,318	10,645
PT. Pesona Khatulistiwa Nusantara (Incorporated in Indonesia)	Manufacture and distribution of coal	Direct holding	Rp 580,891 million	Rp 580,891 million	10.00	10.00	499,378	472,551	58,437	58,437	-	-
Total							517,766	496,503	59,328	59,328	11,318	10,645

(Unaudited but reviewed)

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

(Unit: Thousand Baht)

	For the three-month periods ended 30 June				For the six-month periods ended 30 June			
	Share of profit from investments in associated companies		Share of other comprehensive income from investments in associated companies		Share of profit from investments in associated companies		Share of other comprehensive income from investments in associated companies	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
United Bulk Shipping Pte. Ltd.	2,542	2,428	-	-	5,754	5,924	-	-
PT. Pesona Khatulistiwa Nusantara	15,355	50,213	-	-	26,827	85,066	-	(22)
Total	17,897	52,641	-	-	32,581	90,990	-	(22)

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

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

(Unaudited but reviewed)

8. Property, plant and equipment

Movements in the property, plant and equipment account for the six-month period ended 30 June 2024 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2024	3,967,191	340,377
Acquisitions during the period - cost	130,907	20,204
Disposed and write-off during the period - net book value on disposal and write-off date	(187)	(171)
Transfers to investment properties - net book value	(908)	-
Transfers to deferred expenses - Indonesia coal mine project	(71,509)	-
Depreciation for the period	(163,926)	(10,582)
Translation adjustments	83,158	-
Net book value as at 30 June 2024	<u>3,944,726</u>	<u>349,828</u>

The local subsidiary has mortgaged part of its land and construction thereon and machinery with net book value as at 30 June 2024 amounting to approximately Baht 1,072.2 million (31 December 2023: Baht 1,118.6 million) as collateral for short-term and long-term loans and credit facilities granted by a commercial bank as discussed in Note 11 and 13.

The overseas subsidiary has mortgaged part of its land, machinery, and equipment with net book value as at 30 June 2024 amounting to approximately USD 14.7 million or equivalent to Baht 541.7 million (31 December 2023: USD 15.8 million or equivalent to Baht 539.9 million) as collateral for short-term and long-term loans and credit facilities granted by a commercial bank as discussed in Note 11 and 13.

9. Intangible assets

Movement in the intangible assets account for the six-month period ended 30 June 2024 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements		
	Computer software	Deferred transferred service fees according to contract	Total
Net book value as at 1 January 2024	4,997	34,148	39,145
Acquisitions during the period - cost	60	-	60
Amortisation for period	(830)	(20,399)	(21,229)
Translation adjustments	82	-	82
Net book value as at 30 June 2024	<u>4,309</u>	<u>13,749</u>	<u>18,058</u>

(Unit: Thousand Baht)

	Separate financial statements		
	Computer software	Deferred transferred service fees according to contract	Total
Net book value as at 1 January 2024	2,191	34,148	36,339
Acquisition during the period - cost	21	-	21
Amortisation for period	(314)	(20,399)	(20,713)
Net book value as at 30 June 2024	<u>1,898</u>	<u>13,749</u>	<u>15,647</u>

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

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

(Unaudited but reviewed)

10. Other non-current assets

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

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	30 June 2024	31 December 2023
Deferred expenses - Indonesia coal mine project	265,323	220,767
Deferred stripping costs	612,421	688,650
Others	594	-
Total other non-current assets	<u>878,338</u>	<u>909,417</u>
Amortisation expenses for the period/year	<u>467,392</u>	<u>925,950</u>

11. Short-term loans from financial institutions

	(Unit: Thousand Baht)			
	Interest rate (percent per annum)		Consolidated financial statements	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
Promissory notes	5.20 - 5.70	4.50 - 5.45	927,905	984,586
Bill of purchasing line	-	0.50	-	262,779
Total			<u>927,905</u>	<u>1,247,365</u>

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

	(Unit: Thousand Baht)
Balance as at 1 January 2024	1,247,365
Add: Increase during the period	1,567,340
Amortisation of transaction costs during the period	150
Less: Repayment during the period	(1,907,116)
Translation adjustments	20,166
Balance as at 30 June 2024	<u>927,905</u>

(Unaudited but reviewed)

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

As at 30 June 2024, the short-term credit facilities of the subsidiaries which have not yet been drawn down amounted to USD 32.0 million or equivalent to Baht 1,179.2 million and Baht 697.1 million totaling of Baht 1,876.3 million (31 December 2023: USD 24.3 million or equivalent to Baht 832.4 million and Baht 660.3 million, totaling of Baht 1,492.7 million).

12. Trade and other payables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
Trade payables - related party	65,229	1,950	65,229	1,950
Trade payables - unrelated parties	569,149	417,253	24,588	37,730
Other payables - unrelated parties	184,155	158,402	6,749	5,404
Total trade and other payables	<u>818,533</u>	<u>577,605</u>	<u>96,566</u>	<u>45,084</u>

13. Long-term loans from financial institutions

(Unit: Thousand Baht)

	Consolidated	
	financial statements	
	30 June	31 December
	2024	2023
Long-term loans from financial institutions	404,360	501,346
Less: Current portion	<u>(172,708)</u>	<u>(191,742)</u>
Long-term loans from financial institutions - net of current portion	<u>231,652</u>	<u>309,604</u>

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

(Unit: Thousand Baht)

Balance as at 1 January 2024	501,346
Amortisation of transaction costs during the period	320
Repayment during the period	<u>(110,576)</u>
Translation adjustments	13,270
Balance as at 30 June 2024	<u>404,360</u>

(Unaudited but reviewed)

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

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

As at 30 June 2024, the long-term credit facilities of the Group which have not yet been drawn down amounted to USD 0.4 million or approximately Baht 16.1 million (31 December 2023: USD 2.4 million or approximately Baht 83.4 million).

14. Damage from fire incident

On 8 January 2024, a fire broke out in the local subsidiary's warehouse, affecting the stored cassava chips. The subsidiary was able to manage the situation, mitigating damage to other areas. However, the subsidiary is covered by all-risk insurance against such damage and is currently in the process of claiming compensation from the insurance company.

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

	(Unit: Thousand Baht)	
	For the three-month period ended 30 June 2024	For the six-month period ended 30 June 2024
Sales of raw materials from the fire incident	12,810	24,491
Total	12,810	24,491
Cost of sales of raw materials from the fire incident	(41,777)	(62,967)
Decrease (increase) in reduction of cost to net realisable value and allowance for damaged inventories	12,767	(11,018)
Total expenses relating to the fire incident	(29,010)	(73,985)
Net loss arising from the fire incident	(16,200)	(49,494)

15. Income tax

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

Income tax for the three-month and six-month periods ended 30 June 2024 and 2023 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current income tax:				
Interim corporate income tax charge	336,210	452,478	-	-
Adjustment in respect of income tax of previous year	1,269	20,773	-	-
Withholding tax deducted at source recognised as expenses during the period	20,272	18,222	112,147	128,448
Deferred tax:				
Relating to origination and reversal of temporary differences	79,020	81,712	319	(49)
Income tax reported in the income statements	<u>436,771</u>	<u>573,185</u>	<u>112,466</u>	<u>128,399</u>

	(Unit: Thousand Baht)			
	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Current income tax:				
Interim corporate income tax charge	756,737	1,025,418	-	-
Adjustment in respect of income tax of previous year	1,269	20,773	-	-
Withholding tax deducted at source recognised as expenses during the period	39,346	36,380	221,832	254,152
Deferred tax:				
Relating to origination and reversal of temporary differences	153,204	254,287	-	77
Income tax reported in the income statements	<u>950,556</u>	<u>1,336,858</u>	<u>221,832</u>	<u>254,229</u>

16. Earnings per share

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

17. Dividend paid

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

Companies

Dividends	Approved by	Total Dividends (Thousand US Dollar)	Dividend per share (US Dollar)	Paid on
<u>2024</u>				
Dividends for 2023	Annual General Meeting of shareholders on 22 April 2024	630,000	1.20	21 May 2024
Total		630,000	1.20	
<u>2023</u>				
Dividends for 2022	Annual General Meeting of shareholders on 24 April 2023	813,750	1.55	23 May 2023
Total		813,750	1.55	

Overseas subsidiaries**PT. Lanna Harita Indonesia**

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

(Unaudited but reviewed)

During the six-month period ended 30 June 2024, the Company recorded dividend income at 55 percent for a total of USD 5.5 million or equivalent to Baht 200.6 million. The Company had been withheld the withholding tax deducted at source of Baht 40.1 million (2023: USD 5.5 million or equivalent to Baht 189.4 million. The Company had been withheld the withholding tax deducted at source of Baht 37.9 million).

PT. Singlurus Pratama

<u>Dividends</u>	<u>Approved by</u>	<u>Total dividends</u> (Thousand US Dollar)	<u>Dividend per share</u> (US Dollar)	<u>Paid on</u>
<u>2024</u>				
The third interim dividends for 2023	Board of Directors' meeting on 26 March 2024	15,000	1,428.6	27 March 2024
The fourth interim dividends for 2023	Board of Directors' meeting on 26 June 2024	15,000	1,428.6	27 June 2024
Total		<u>30,000</u>	<u>2,857.2</u>	
<u>2023</u>				
The third interim dividends for 2022	Board of Directors' meeting on 23 March 2023	20,000	1,904.8	27 March 2023
Dividends for 2022	Board of Directors' meeting on 12 June 2023	20,000	1,904.8	27 June 2023
Total		<u>40,000</u>	<u>3,809.6</u>	

During the six-month period ended 30 June 2024, the Company recorded dividend income at 65 percent for a total of USD 19.5 million or equivalent to Baht 711.9 million. The Company had been withheld the withholding tax deducted at source of Baht 142.4 million (2023: USD 26.0 million or equivalent to Baht 899.4 million. The Company had been withheld the withholding tax deducted at source of Baht 179.9 million).

18. Segment information

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

The following tables present revenue and profit information regarding of the Group's operating segments for the three-month and six-month periods ended 30 June 2024 and 2023.

(Unaudited but reviewed)

(Unit: Million Baht)

For the three-month periods ended 30 June

	Domestic coal business		Overseas coal business		Ethanol business		Soil conditioner business		Elimination of inter-segment transactions		Total	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Revenues												
Revenues from external customers	419	408	4,774	4,944	740	761	12	15	-	-	5,945	6,128
Inter-segment revenues	126	110	-	95	-	-	-	-	(126)	(205)	-	-
Total revenue	545	518	4,774	5,039	740	761	12	15	(126)	(205)	5,945	6,128
Operating results												
Segment gross profit	166	146	2,615	3,027	93	62	(3)	6	(106)	(121)	2,765	3,120
Sales of raw materials from the fire incident											13	-
Other income											32	20
Share of profit from investments in associated companies											18	53
Loss on exchange											(37)	(29)
Selling and distribution expenses											(1,375)	(1,392)
Administrative expenses											(175)	(172)
Loss from the fire incident											(29)	-
Finance income											31	17
Finance cost											(22)	(23)
Profit before income tax expenses											1,221	1,594
Income tax expenses											(437)	(573)
Profit for the period											784	1,021

(Unaudited but reviewed)

(Unit: Million Baht)

For the six-month periods ended 30 June

	Domestic coal business		Overseas coal business		Ethanol business		Soil conditioner business		Elimination of inter-segment transactions		Total	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	Revenues											
Revenues from external customers	850	1,035	9,514	10,290	1,380	1,529	18	29	-	-	11,762	12,883
Inter-segment revenues	244	217	107	204	-	-	-	-	(351)	(421)	-	-
Total revenue	<u>1,094</u>	<u>1,252</u>	<u>9,621</u>	<u>10,494</u>	<u>1,380</u>	<u>1,529</u>	<u>18</u>	<u>29</u>	<u>(351)</u>	<u>(421)</u>	<u>11,762</u>	<u>12,883</u>
Operating results												
Segment gross profit	329	301	5,354	6,633	165	153	(2)	14	(249)	(216)	5,597	6,885
Sales of raw materials from the fire incident											25	-
Other income											74	55
Share of profit from investments in associated companies											33	91
Gain (loss) on exchange											(52)	31
Selling and distribution expenses											(2,620)	(3,078)
Administrative expenses											(323)	(309)
Loss from the fire incident											(74)	-
Finance income											60	30
Finance cost											(46)	(44)
Profit before income tax expenses											<u>2,674</u>	<u>3,661</u>
Income tax expenses											(951)	(1,337)
Profit for the period											<u><u>1,723</u></u>	<u><u>2,324</u></u>

19. Significant contracts and agreements

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

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

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

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

20. Commitments and contingent liabilities

20.1 Capital commitments

As at 30 June 2024, the Group had capital commitments of Baht 9.0 million, relating to the fire suppression system installation and the filter press procurement and installation. (31 December 2023: Baht 10.5 million, relating to fire suppression system installation and other construction projects).

20.2 Long-term service and purchase commitments

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

(Unit: Million Baht)

Payable	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2024	2023	2024	2023
In up to 1 year	4.5	1.8	0.9	0.6
In over 1 year and up to 5 years	0.2	0.3	0.2	0.3

- b) The Group had commitments under service agreements regarding the legal consulting, the consulting for financing and management of Baht 23.1 million (The Company Only: Baht 22.7 million) (31 December 2023: Baht 29.0 million (The Company Only: Baht 29.0 million)).
- c) The Company had commitment under the coal purchase agreement and coal shipping agreement with overseas companies which the coal price and freight rate, coal quality and quantity to purchase are stipulated in the agreements.
- d) The local subsidiary entered into a power supply agreement with the Provincial Electricity Authority for a period of one year, and being automatically renewed for every one-year period. The subsidiary shall pay power supply at the rate as stipulated in the agreement.

20.3 Coal supply agreement commitments

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

20.4 Guarantees

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

21. Litigation

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

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

On 13 August 2019, the subsidiary received partial payment of Baht 0.2 million. In addition, on 21 January 2022, the court ordered the debtor, a government agency, to submit the funds as they had been withheld to the subsidiary. The debtor failed to submit the funds. As a result, in October 2022, the subsidiary attached of the debtor's bank deposits in full in accordance with the writ of execution. Subsequently, in December 2022, the debtor filed a petition for the revocation of the attachment of claims. However, upon an investigation of the said petition, the Court issued an order dismissing the petition due to the lack of reasonable grounds for revocation. Currently, the debtor has filed an appeal against the Court's order, and the case is now in the appellate process. However, the subsidiary recorded allowance for impairment in advance paid to that company for a whole amount.

22 Foreign currency risk

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

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

As at 30 June 2024				
Foreign currency	Financial assets	Financial liabilities	Exchange rate	
	(Million)	(Million)	(Baht per 1 foreign currency unit)	
			<u>Buying rate</u>	<u>Selling rate</u>
US dollar	13.4	1.8	36.6888	37.0105

(Unaudited but reviewed)

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

23. Financial Instrument

23.1 Fair value of financial instrument

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

23.2 Fair value hierarchy

As at 30 June 2024, the Group had the financial assets that were measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>Level 2</u>	<u>Total</u>	<u>Level 2</u>	<u>Total</u>
Investment in open-end fund	1,102	1,102	-	-
Derivatives - Foreign forward exchange contracts	758	758	758	758

24. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 13 August 2024.