

Thai Agro Energy Public Company Limited  
Review report and financial information  
For the three-month period ended 31 March 2025

## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of Thai Agro Energy Public Company Limited

I have reviewed the accompanying financial information of Thai Agro Energy Public Company Limited (the Company), which comprises the statement of financial position as at 31 March 2025, and the related 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 financial statements (collectively "the 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.

Samran Taengcham

Certified Public Accountant (Thailand) No. 8021

EY Office Limited

Bangkok: 30 April 2025

**Thai Agro Energy Public Company Limited****Statement of financial position****As at 31 March 2025**

(Unit: Thousand Baht)		
<u>Note</u>	<u>31 March 2025</u>	<u>31 December 2024</u>
	(Unaudited but reviewed)	(Audited)
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	48,497	38,353
Trade and other current receivables	3 146,726	122,677
Inventories	232,027	166,700
Advance payments for purchase of goods	66,015	101,100
Other current financial asset	15.2 1,119	1,114
Other current assets	5,963	9,146
<b>Total current assets</b>	<b>500,347</b>	<b>439,090</b>
<b>Non-current assets</b>		
Investment properties	3,078	3,089
Non-current biological assets	24,119	22,928
Property, plant and equipment	4 2,354,863	2,394,831
Right-of-use-assets	5 26,589	19,559
Intangible assets	2,902	3,071
Deferred tax assets	17,525	17,296
Other non-current financial assets	582	817
<b>Total non-current assets</b>	<b>2,429,658</b>	<b>2,461,591</b>
<b>Total assets</b>	<b>2,930,005</b>	<b>2,900,681</b>

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

**Thai Agro Energy Public Company Limited**  
**Statement of financial position (continued)**  
**As at 31 March 2025**

		(Unit: Thousand Baht)	
	<u>Note</u>	<u>31 March 2025</u>	<u>31 December 2024</u>
		(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>			
<b>Current liabilities</b>			
Short-term loans from financial institutions	6	946,419	938,491
Trade and other current payables	7	106,633	40,390
Current portion of lease liabilities		5,759	4,331
Current portion of long-term loans	8	99,873	99,873
Current provision for employee benefits		48	681
Other current financial liabilities		26	21
Other current liabilities		11,474	12,318
<b>Total current liabilities</b>		<u>1,170,232</u>	<u>1,096,105</u>
<b>Non-current liabilities</b>			
Lease liabilities - net of current portion		22,395	16,707
Long-term loans - net of current portion	8	49,952	99,921
Non-current provision for employee benefits		12,117	11,795
<b>Total non-current liabilities</b>		<u>84,464</u>	<u>128,423</u>
<b>Total liabilities</b>		<u>1,254,696</u>	<u>1,224,528</u>

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

**Thai Agro Energy Public Company Limited**  
**Statement of financial position (continued)**  
**As at 31 March 2025**

	(Unit: Thousand Baht)	
	31 March 2025	31 December 2024
	(Unaudited but reviewed)	(Audited)
<b>Shareholders' equity</b>		
Share capital		
Registered		
1,000,000,000 ordinary shares of Baht 1 each	1,000,000	1,000,000
Issued and fully paid up		
1,000,000,000 ordinary shares of Baht 1 each	1,000,000	1,000,000
Share premium	188,796	188,796
Capital reserve for share-based payment transactions	556	556
Retained earnings		
Appropriated - statutory reserve	100,000	100,000
Appropriated - general reserve	192,000	192,000
Unappropriated	193,957	194,801
<b>Total shareholders' equity</b>	<b>1,675,309</b>	<b>1,676,153</b>
<b>Total liabilities and shareholders' equity</b>	<b>2,930,005</b>	<b>2,900,681</b>
	-	-

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

.....

Directors

.....

(Unaudited but reviewed)

**Thai Agro Energy Public Company Limited**

**Statement of comprehensive income**

**For the three-month period ended 31 March 2025**

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

		For the three-month periods ended 31 March	
	Note	2025	2024
<b>Profit or loss:</b>			
<b>Revenues</b>			
Sales		465,566	645,424
Sales of raw materials from the fire incident	9	-	11,681
Other income		7,562	6,386
<b>Total revenues</b>		<u>473,128</u>	<u>663,491</u>
<b>Expenses</b>			
Cost of sales		434,896	573,395
Selling and distribution expenses		5,022	4,442
Administrative expenses		19,902	28,603
Loss from the fire incident	9	-	44,975
<b>Total expenses</b>		<u>459,820</u>	<u>651,415</u>
<b>Operating profit</b>		13,308	12,076
Finance income		38	54
Finance cost		(14,419)	(17,417)
<b>Loss before income tax</b>		(1,073)	(5,287)
Tax income	10	229	889
<b>Loss for the period</b>		<u>(844)</u>	<u>(4,398)</u>
<b>Other comprehensive income</b>			
<b>Other comprehensive income for the period</b>		-	-
<b>Total comprehensive income for the period</b>		<u>(844)</u>	<u>(4,398)</u>
<b>Loss per share</b>			
Basic loss per share	11		
Loss (Baht)		<u>(0.001)</u>	<u>(0.004)</u>
Weighted average number of ordinary shares			
(Thousand shares)		<u>1,000,000</u>	<u>1,000,000</u>

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

(Unaudited but reviewed)

**Thai Agro Energy Public Company Limited**

**Statement of changes in shareholders' equity**

**For the three-month period ended 31 March 2025**

(Unit: Thousand Baht)

	Issued and fully paid up share capital	Share premium	Capital reserve for share-based payment transactions	Retained earnings			
				Appropriated		Unappropriated	Total
				Statutory reserve	General reserve		
<b>Balance as at 1 January 2024</b>	1,000,000	188,796	556	100,000	192,000	172,342	1,653,694
Loss for the period	-	-	-	-	-	(4,398)	(4,398)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(4,398)	(4,398)
<b>Balance as at 31 March 2024</b>	<u>1,000,000</u>	<u>188,796</u>	<u>556</u>	<u>100,000</u>	<u>192,000</u>	<u>167,944</u>	<u>1,649,296</u>
<b>Balance as at 1 January 2025</b>	1,000,000	188,796	556	100,000	192,000	194,801	1,676,153
Loss for the period	-	-	-	-	-	(844)	(844)
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(844)	(844)
<b>Balance as at 31 March 2025</b>	<u>1,000,000</u>	<u>188,796</u>	<u>556</u>	<u>100,000</u>	<u>192,000</u>	<u>193,957</u>	<u>1,675,309</u>

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

(Unaudited but reviewed)

**Thai Agro Energy Public Company Limited**

**Statement of cash flows**

**For the three-month period ended 31 March 2025**

(Unit: Thousand Baht)

	<u>2025</u>	<u>2024</u>
<b>Cash flows from operating activities</b>		
Loss before tax	(1,073)	(5,287)
Adjustments to reconcile loss before tax to net cash provided by (paid from) operating activities:		
Depreciation and amortisation	45,558	46,616
Reduction of inventory to net realisable value (reversal)	(15,156)	23,785
Unrealised gain on change in value of other current financial assets	(5)	(8)
Provision for employee benefits	321	321
Finance income	(38)	(54)
Finance cost	<u>14,437</u>	<u>17,461</u>
Profit from operating activities before changes in operating assets and liabilities	44,044	82,834
Operating assets (increase) decrease		
Trade and other current receivables	(24,011)	(10,602)
Inventories	(50,171)	(42,672)
Advance payments for purchase of goods	35,085	35,013
Other current assets	3,216	1,063
Other non-current financial assets	235	-
Operating liabilities increase (decrease)		
Trade and other current payables	68,472	(15,797)
Other current financial liabilities	5	-
Other current liabilities	(518)	(2,242)
Provision for employee benefits	<u>(632)</u>	<u>-</u>
Cash from operating activities	75,725	47,597
Paid for interest expenses	(14,454)	(17,050)
Cash paid for income tax	<u>(33)</u>	<u>-</u>
<b>Net cash from operating activities</b>	<u>61,238</u>	<u>30,547</u>

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



(Unaudited but reviewed)

**Thai Agro Energy Public Company Limited**

**Statement of cash flows (continued)**

**For the three-month period ended 31 March 2025**

(Unit: Thousand Baht)

	<u>2025</u>	<u>2024</u>
<b>Cash flows from investing activities</b>		
Acquisitions of Mangium sprout and planting cost	(1,191)	(1,130)
Acquisitions of property, plant and equipment	(4,750)	(11,281)
Acquisitions of intangible assets	<u>(1,423)</u>	<u>(4)</u>
<b>Net cash used in investing activities</b>	<u>(7,364)</u>	<u>(12,415)</u>
<b>Cash flows from financing activities</b>		
Net increase in short-term loans from financial institutions	7,928	26,833
Cash paid for long-term loans from financial institutions	(50,000)	(50,000)
Cash paid for principal portion of lease liabilities	(1,380)	(1,715)
Cash paid for interest expense of lease liabilities	<u>(278)</u>	<u>(257)</u>
<b>Net cash used in financing activities</b>	<u>(43,730)</u>	<u>(25,139)</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	10,144	(7,007)
Cash and cash equivalents at beginning of period	<u>38,353</u>	<u>47,132</u>
<b>Cash and cash equivalents at end of period</b>	<u><u>48,497</u></u>	<u><u>40,125</u></u>

**Supplementary cash flows information**

Non-cash related transactions from investing activities

Account payables from purchases of plant and equipment and intangible assets	800	748
Additions to right-of-use assets and lease liabilities	8,496	-
Transferred land and building to investment properties	-	908

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

**Thai Agro Energy Public Company Limited**  
**Condensed notes to interim financial statements**  
**For the three-month period ended 31 March 2025**

**1. General information**

**1.1 Corporate information**

Thai Agro Energy Public Company Limited (“the Company”) was incorporated as a limited company and domiciled in Thailand and was transformed to be a public limited company under Thai laws on 18 October 2007. Its parent company is Lanna Resources Public Co., Ltd., which is a public limited company incorporated in Thailand. The parent company of the Group is Sunrise Equity Company Limited. The Company operates in Thailand and is principally engaged in production and distribution of ethanol for fuel and soil conditioner. The registered office of the Company is at 888/114, Ploenchit Road, Lumpini, Pathumwan, Bangkok.

**1.2 Basis of preparation of interim financial statements**

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company 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.

These 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 interim financial statements.

**1.3 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 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 Company's financial statements.

**2. Related party transactions**Directors and management's benefits

During the three-month periods ended 31 March 2025 and 2024, the Company had employee benefit expenses payable to its directors and management as below.

	(Unit: Thousand Baht)	
	For the three-month periods ended 31 March	
	<u>2025</u>	<u>2024</u>
Short-term employee benefits	5,322	6,303
Post-employment benefits	124	118
Total	<u>5,446</u>	<u>6,421</u>

**3. Trade and other current receivables**

	(Unit: Thousand Baht)	
	31 March	31 December
	<u>2025</u>	<u>2024</u>
Trade receivables - unrelated parties	145,596	122,388
Other current receivables - unrelated parties	1,082	281
Other current receivables - related parties	2	-
Interest receivable	46	8
Total trade and other current receivables	<u>146,726</u>	<u>122,677</u>

The outstanding balances of trade receivables as at 31 March 2025 amounting to Baht 145.6 million (31 December 2024: Baht 122.4 million) are undue trade receivables.

**4. 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)
Net book value as at 1 January 2025	2,394,831
Acquisitions during the period - at cost	3,944
Depreciation for the period	<u>(43,912)</u>
Net book value as at 31 March 2025	<u>2,354,863</u>

The Company has mortgaged part of its land and construction thereon and machinery with net book value as at 31 March 2025 amounting to approximately Baht 997.0 million (31 December 2024: Baht 1,020.9 million) as collateral for short-term and long-term loans and credit facilities granted by a commercial bank as discussed in Note 6 and 8.

**5. Right-of-use assets**

Movements of right-of-use assets for the three-month period ended 31 March 2025 are summarised below.

	(Unit: Thousand Baht)
Net book value as at 1 January 2025	19,559
Addition of right-of-use assets during the period - at cost	8,496
Depreciation for the period	<u>(1,466)</u>
Net book value as at 31 March 2025	<u>26,589</u>

**6. Short-term loans from financial institutions**

	(Unit: Thousand Baht)			
	Interest rate (percent per annum)			
	31 March 2025	31 December 2024	31 March 2025	31 December 2024
Promissory notes	5.03 - 5.40	5.00 - 5.50	946,419	938,491
Total			<u>946,419</u>	<u>938,491</u>

(Unaudited but reviewed)

Movements in short-term loans from financial institutions during the three-month period ended 31 March 2025 are summarised below.

	(Unit: Thousand Baht)
Balance as at 1 January 2025	938,491
Add: Increase during the period	573,110
Less: Repayment during the period	<u>(565,182)</u>
Balance as at 31 March 2025	<u>946,419</u>

Credit facilities from a financial institution are secured by the mortgage of part of the Company's land and construction thereon and machinery as discussed in Note 4.

As at 31 March 2025, the short-term credit facilities of the Company which have not yet been drawn down amounted to Baht 733.6 million (31 December 2024: Baht 756.5 million).

#### 7. Trade and other current payables

	(Unit: Thousand Baht)	
	31 March 2025	31 December 2024
Trade payables - unrelated parties	87,174	21,665
Other current payables - unrelated parties	15,873	15,139
Dividend payables - unrelated parties	3,586	3,586
Total trade and other current payables	<u>106,633</u>	<u>40,390</u>

#### 8. Long-term loans

	(Unit: Thousand Baht)	
	31 March 2025	31 December 2024
Long-term loans from financial institution	149,825	199,794
Less: Current portion	<u>(99,873)</u>	<u>(99,873)</u>
Long-term loans from financial institution, net of current portion	<u>49,952</u>	<u>99,921</u>

(Unaudited but reviewed)

Movements in the long-term loans account during the three-month period ended 31 March 2025 are summarised below.

	(Unit: Thousand Baht)
Balance as at 1 January 2025	199,794
Add: Amortisation of transaction costs during the period	31
Less: Repayment during the period	<u>(50,000)</u>
Balance as at 31 March 2025	<u>149,825</u>

The loans are secured by the mortgage of a part of the Company's land and construction thereon and machinery as discussed in Note 4.

As at 31 March 2025 and 31 December 2024, the Company could maintain certain financial ratio as specified in the loan agreement.

As at 31 March 2025 and 31 December 2024, the Company had no long-term credit facilities which have not yet been drawn down.

## 9. Damage from fire incident

On 8 January 2024, a fire broke out in the Company's warehouse, affecting the stored cassava chips. The Company was able to manage the situation, mitigating damage to other areas. However, the Company is covered by all-risk insurance against such damage. Currently, the Company already received the compensation from the insurance company.

During the three-month period ended 31 March 2024, the Company recognised the revenues and expenses relating to the fire incident in the statement of comprehensive income as follows:

	(Unit: Thousand Baht)
Sales of raw materials from the fire incident	<u>11,681</u>
<b>Total</b>	<u>11,681</u>
Cost of sales of raw materials from the fire incident	<u>(21,190)</u>
Reduction of inventories as at 31 March 2024 to net realisable value	<u>(23,785)</u>
<b>Total expenses relating to the fire incident</b>	<u>(44,975)</u>
<b>Net loss arising from the fire incident</b>	<u>(33,294)</u>

**10. Income tax**

Interim corporate income tax is calculated on loss before income tax for the periods, using the estimated effective tax rate for the year.

Tax income for the three-month periods ended 31 March 2025 and 2024 are made up as follows:

	(Unit: Thousand Baht)	
	For the three-month periods ended	
	31 March	
	<u>2025</u>	<u>2024</u>
<b>Current income tax:</b>		
Interim corporate income tax charge	-	-
<b>Deferred tax:</b>		
Relating to origination and reversal of temporary differences	<u>(229)</u>	<u>(889)</u>
<b>Tax income reported in the profit or loss</b>	<u><u>(229)</u></u>	<u><u>(889)</u></u>

**11. Loss per share**

Basic loss per share is calculated by dividing loss for the period (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

**12. Segment information**

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

The Company is organised into business units based on its products and recognised revenue at the point in time. The Company has two reportable segments, which consist of ethanol segment and soil conditioner segment.

(Unaudited but reviewed)

The following tables present revenue and loss information regarding the Company's operating segments for the three-month periods ended 31 March 2025 and 2024.

(Unit: Thousand Baht)

	For the three-month periods ended 31 March					
	Ethanol segment		Soil conditioner segment		Total	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
<b>Revenue</b>						
Revenue from external customers	448,384	639,819	17,182	5,605	465,566	645,424
<b>Total revenue</b>	<u>448,384</u>	<u>639,819</u>	<u>17,182</u>	<u>5,605</u>	<u>465,566</u>	<u>645,424</u>
<b>Operating</b>						
<b>Segment operating profit</b>	28,332	71,569	2,338	460	30,670	72,029
Sales of raw materials from the fire incident					-	11,681
Other income					7,562	6,386
Selling and distribution expenses					(5,022)	(4,442)
Administrative expenses					(19,902)	(28,603)
Loss from the fire incident					-	(44,975)
Finance income					38	54
Finance cost					(14,419)	(17,417)
<b>Loss before income tax</b>					<u>(1,073)</u>	<u>(5,287)</u>
Tax income					229	889
<b>Loss for the period</b>					<u>(844)</u>	<u>(4,398)</u>

### 13. Commitments and contingent liabilities

#### 13.1 Lease and service commitments

- a) The Company has entered into several leases of low-value assets, short-term lease agreements and other services. As at 31 March 2025 and 31 December 2024, the Company had future lease and other service payments as below.

(Unit: Million Baht)

	<u>31 March 2025</u>	<u>31 December 2024</u>
Payable:		
In up to 1 year	1.3	2.1

- b) The Company 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 Company shall pay power supply at the rate as stipulated in the agreement.



- c) The Company entered into a power supply agreement with Lanna Power Generation Co., Ltd (Related party). Authority for a period of fifteen years and being renewed for every five years period. The Company shall pay power supply at the rate as stipulated in the agreement.

## **13.2 Guarantees**

As at 31 March 2025, there were outstanding bank guarantees of approximately Baht 6.1 million issued by the bank on behalf of the Company to guarantee contracted performance under the agreement for using of electric to the Provincial Electricity Authority (31 December 2024: Baht 6.1 million).

## **14. Litigation**

On September 2011, a company sued the Company for its alleged non-compliance with the cassava chip purchase agreement, claiming a compensation for damage of Baht 186.9 million. The Company 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 Company 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 Company 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 Company has already made attachment of the claim.

On 13 August 2019, the Company 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 Company. The debtor failed to submit the funds. As a result, in October 2022, the Company 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 Civil Court issued an order dismissing the petition due to the lack of reasonable grounds for revocation. The debtor filed an appeal against the court's order. On 11 October 2024, the Appeal Court upheld the Civil Court's judgment to dismiss the petition. Subsequently, on 2 April 2025, the debtor filed a final appeal with a request for permission to appeal. Currently, the case is under consideration by the Supreme Court. However, the Company has recorded a full allowance for impairment of the advance paid to that company.

## 15. Financial Instrument

### 15.1 Fair value of financial instrument

Most of the Company'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.

### 15.2 Fair value hierarchy

As at 31 March 2025 and 31 December 2024, the Company had the financial asset that was measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)			
	As at 31 March 2025		As at 31 December 2024	
	Level 2	Total	Level 2	Total
<b>Financial asset measured at fair value</b>				
Investment in open-end fund	1,119	1,119	1,114	1,114

During the period, there was no transfers within the fair value hierarchy.

## 16. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 30 April 2025.