

**THAI NIPPON RUBBER INDUSTRY PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED AND SEPARATE  
FINANCIAL INFORMATION (UNAUDITED)**

**30 SEPTEMBER 2023**

## AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Thai Nippon Rubber Industry Public Company Limited

I have reviewed the interim consolidated financial information of Thai Nippon Rubber Industry Public Company Limited and its subsidiaries, and the interim separate financial information of Thai Nippon Rubber Industry Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 September 2023, the consolidated and separate statements of comprehensive income for the three-month and nine-month periods then ended, the related consolidated and separate statements of changes in equity and cash flows for the nine-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate 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 consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

**Sa-nga Chokenitisawat**

Certified Public Accountant (Thailand) No. 11251

Bangkok

10 November 2023

Thai Nippon Rubber Industry Public Co., Ltd.

Statement of Financial Position

As at 30 September 2023

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		30 September	31 December	30 September	31 December
		2023	2022	2023	2022
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		54,382	68,665	26,948	28,704
Short-term loan to subsidiaries	16 c)	-	-	237,704	170,537
Trade and other accounts receivable (net)	7	654,651	553,860	635,150	536,989
Inventories (net)		286,868	308,055	221,971	257,306
Value added tax (net)		26,058	31,955	16,734	22,939
Loans to employees		869	680	869	680
Derivative assets	20	-	2,442	-	2,442
Other current assets		13,689	13,556	-	-
<b>Total current assets</b>		<b>1,036,517</b>	<b>979,213</b>	<b>1,139,376</b>	<b>1,019,597</b>
<b>Non-current assets</b>					
Cash at a financial institution pledged as security		9,318	9,301	-	-
Investment in subsidiaries	8	-	-	78,861	78,861
Property, plant and equipment (net)	9	560,752	583,159	343,922	362,316
Right-of-use assets (net)		36,252	41,573	32,611	36,119
Intangible assets (net)	10	15,360	15,311	14,995	14,911
Deferred tax assets		150,383	139,165	145,727	135,591
Other non-current assets		3,818	3,747	2,724	2,600
<b>Total non-current assets</b>		<b>775,883</b>	<b>792,256</b>	<b>618,840</b>	<b>630,398</b>
<b>Total assets</b>		<b>1,812,400</b>	<b>1,771,469</b>	<b>1,758,216</b>	<b>1,649,995</b>

The accompanying notes on pages 10 to 24 are an integral part of these interim financial information.

**Thai Nippon Rubber Industry Public Co., Ltd.**
**Statement of Financial Position**
**As at 30 September 2023**

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		30 September	31 December	30 September	31 December
		2023	2022	2023	2022
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Short-term loans from financial institutions	11	398,500	416,000	348,500	366,000
Trade and other accounts payable	12	249,516	246,702	238,858	219,846
Current portions of					
- Lease liabilities (net)		10,179	9,341	9,001	8,185
- Long-term loans from a financial institution	13	11,904	11,904	-	-
Derivative liabilities	20	40,578	-	40,578	-
Accrued income tax		11,722	16,359	11,722	16,359
Other current liabilities		2,778	3,213	2,623	3,108
<b>Total current liabilities</b>		<b>725,177</b>	<b>703,519</b>	<b>651,282</b>	<b>613,498</b>
<b>Non-current liabilities</b>					
Lease liabilities (net)		27,284	31,986	24,734	28,550
Long-term loans from a financial institution	13	8,918	17,846	-	-
Deferred tax liabilities		9,690	11,448	-	-
Employee benefit obligations		90,365	72,322	85,161	69,088
<b>Total non-current liabilities</b>		<b>136,257</b>	<b>133,602</b>	<b>109,895</b>	<b>97,638</b>
<b>Total liabilities</b>		<b>861,434</b>	<b>837,121</b>	<b>761,177</b>	<b>711,136</b>
<b>Equity</b>					
Share capital					
Authorised share capital					
300,000,000 ordinary shares of par Baht 1 each		300,000	300,000	300,000	300,000
Issued and fully paid-up share capital					
300,000,000 ordinary shares of par Baht 1 each		300,000	300,000	300,000	300,000
Share premium (net)		378,296	378,296	378,296	378,296
Retained earnings					
Appropriated - legal reserve		15,617	8,149	15,617	8,149
Unappropriated		260,557	237,401	304,463	244,196
Other components of equity (net)		(3,504)	10,502	(1,337)	8,218
<b>Total equity</b>		<b>950,966</b>	<b>934,348</b>	<b>997,039</b>	<b>938,859</b>
<b>Total liabilities and equity</b>		<b>1,812,400</b>	<b>1,771,469</b>	<b>1,758,216</b>	<b>1,649,995</b>

The accompanying notes on pages 10 to 24 are an integral part of these interim financial information.

Thai Nippon Rubber Industry Public Co., Ltd.

Statement of Comprehensive Income

For the three-month period ended 30 September 2023

	Consolidated financial information		Separate financial information	
	(Unaudited) 30 September 2023 Thousand Baht	(Unaudited) 30 September 2022 Thousand Baht	(Unaudited) 30 September 2023 Thousand Baht	(Unaudited) 30 September 2022 Thousand Baht
Revenue from sales and services	435,384	626,478	414,722	595,589
Cost of sales and services	(299,481)	(426,729)	(274,217)	(394,236)
<b>Gross profit</b>	<b>135,903</b>	<b>199,749</b>	<b>140,505</b>	<b>201,353</b>
Other income	2,001	1,407	3,079	1,740
<b>Profit before expenses</b>	<b>137,904</b>	<b>201,156</b>	<b>143,584</b>	<b>203,093</b>
Selling expenses	(21,149)	(13,097)	(17,549)	(11,155)
Administrative expenses	(33,037)	(40,633)	(27,546)	(31,336)
Expected credit losses	(9,939)	(26,945)	(9,939)	(26,945)
Other gain (net)	4,717	21,493	4,839	22,437
Finance costs	(4,852)	(3,103)	(3,993)	(2,793)
<b>Total expenses</b>	<b>(64,260)</b>	<b>(62,285)</b>	<b>(54,188)</b>	<b>(49,792)</b>
<b>Profit before income tax</b>	<b>73,644</b>	<b>138,871</b>	<b>89,396</b>	<b>153,301</b>
Income tax	(6,966)	(9,462)	(7,890)	(10,956)
<b>Net profit for the period</b>	<b>66,678</b>	<b>129,409</b>	<b>81,506</b>	<b>142,345</b>
<b>Other comprehensive income:</b>				
Item that may not be reclassified subsequently to profit or loss				
- Remeasurements of defined benefit pension plans - net of tax	10	-	10	-
Item that may be reclassified subsequently to profit or loss				
- Exchange differences on translation	(1,289)	59	-	-
<b>Other comprehensive income for the period, net of tax</b>	<b>(1,279)</b>	<b>59</b>	<b>10</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>65,399</b>	<b>129,468</b>	<b>81,516</b>	<b>142,345</b>
<b>Profit attributable to :</b>				
Owner of the parent	66,678	129,409	81,506	142,345
Non-controlling interests	-	-	-	-
<b>Total comprehensive income attributable to :</b>				
Owner of the parent	65,399	129,468	81,516	142,345
Non-controlling interests	-	-	-	-
<b>Earnings per share</b>				
Basic earnings per share (Baht per share)	0.22	0.43	0.27	0.47

The accompanying notes on pages 10 to 24 are an integral part of these interim financial information.

Thai Nippon Rubber Industry Public Co., Ltd.  
Statement of Comprehensive Income  
For the nine-month period ended 30 September 2023

	Note	Consolidated financial information		Separate financial information	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		30 September	30 September	30 September	30 September
		2023	2022	2023	2022
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Revenue from sales and services		1,420,417	1,591,820	1,346,846	1,483,268
Cost of sales and services		(1,036,814)	(1,125,230)	(957,785)	(1,006,748)
<b>Gross profit</b>		<b>383,603</b>	<b>466,590</b>	<b>389,061</b>	<b>476,520</b>
Other income		5,750	4,708	7,828	5,117
<b>Profit before expenses</b>		<b>389,353</b>	<b>471,298</b>	<b>396,889</b>	<b>481,637</b>
Selling expenses		(59,022)	(42,203)	(49,424)	(34,997)
Administrative expenses		(174,043)	(127,131)	(153,647)	(104,749)
Expected credit losses		(20,442)	(46,544)	(20,638)	(46,349)
Other gain (net)		9,830	49,383	9,955	50,270
Finance costs		(13,491)	(9,623)	(11,000)	(7,922)
<b>Total expenses</b>		<b>(257,168)</b>	<b>(176,118)</b>	<b>(224,754)</b>	<b>(143,747)</b>
<b>Profit before income tax</b>		<b>132,185</b>	<b>295,180</b>	<b>172,135</b>	<b>337,890</b>
Income tax	15	(11,561)	(28,717)	(14,400)	(32,559)
<b>Net profit for the period</b>		<b>120,624</b>	<b>266,463</b>	<b>157,735</b>	<b>305,331</b>
<b>Other comprehensive income:</b>					
Item that may not be reclassified subsequently to profit or loss					
- Remeasurements of defined benefit pension plans - net of tax		(10,656)	-	(9,555)	-
Item that may be reclassified subsequently to profit or loss					
- Exchange differences on translation		(3,350)	120	-	-
<b>Other comprehensive income for the period, net of tax</b>		<b>(14,006)</b>	<b>120</b>	<b>(9,555)</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>106,618</b>	<b>266,583</b>	<b>148,180</b>	<b>305,331</b>
<b>Profit attributable to :</b>					
Owner of the parent		120,624	266,463	157,735	305,331
Non-controlling interests		-	-	-	-
<b>Total comprehensive income attributable to :</b>					
Owner of the parent		106,618	266,583	148,180	305,331
Non-controlling interests		-	-	-	-
<b>Earnings per share</b>					
Basic earnings per share (Baht per share)		0.40	0.89	0.53	1.02

The accompanying notes on pages 10 to 24 are an integral part of these interim financial information.

Thai Nippon Rubber Industry Public Co., Ltd.

Statement of Changes in Equity

For the nine-month period ended 30 September 2023

Consolidated financial information (Unaudited)									
Attributable to owners of the parent									
					Other components of equity (net)				
					Other comprehensive				
					income (net)				
Authorised, issued and fully paid-up share capital		Share premium (net)	Retained earnings		Remeasurements of employee benefit obligations (net)	Currency translation differences	Total other components of equity (net)	Total owners of the parent	Total equity
Note	Thousand Baht	Thousand Baht	Appropriated - legal reserve Thousand Baht	Unappropriated Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Opening balance as at 1 January 2023	300,000	378,296	8,149	237,401	9,870	632	10,502	934,348	934,348
Change in equity for the period									
Legal reserve	-	-	7,468	(7,468)	-	-	-	-	-
Dividend paid	14	-	-	(90,000)	-	-	-	(90,000)	(90,000)
Total comprehensive income for the period	-	-	-	120,624	(10,656)	(3,350)	(14,006)	106,618	106,618
Closing balance as at 30 September 2023	300,000	378,296	15,617	260,557	(786)	(2,718)	(3,504)	950,966	950,966
Opening balance as at 1 January 2022	300,000	549,080	30,000	(157,540)	(1,800)	555	(1,245)	720,295	720,295
Change in equity for the period									
Distribution to compensate accumulated deficit	-	(170,784)	(30,000)	200,784	-	-	-	-	-
Dividend payment	-	-	-	(60,000)	-	-	-	(60,000)	(60,000)
Total comprehensive income for the period	-	-	-	266,463	-	120	120	266,583	266,583
Closing balance as at 30 September 2022	300,000	378,296	-	249,707	(1,800)	675	(1,125)	926,878	926,878

The accompanying notes on pages 10 to 24 are an integral part of these interim financial information.

Thai Nippon Rubber Industry Public Co., Ltd.

Statement of Changes in Equity

For the nine-month period ended 30 September 2023

Separate financial information (Unaudited)							
		Authorised, issued and fully paid-up share capital	Share premium (net)	Retained earnings		Other components of equity (net)	
				Appropriated - legal reserve	Unappropriated	Other comprehensive income (net)	
						Remeasurements of employee benefit obligations (net)	Total
Note	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Opening balance as at 1 January 2023		300,000	378,296	8,149	244,196	8,218	938,859
Changes in equity for the period							
Legal reserve		-	-	7,468	(7,468)	-	-
Dividend paid	14	-	-	-	(90,000)	-	(90,000)
Total comprehensive income for the period		-	-	-	157,735	(9,555)	148,180
Closing balance as at 30 September 2023		300,000	378,296	15,617	304,463	(1,337)	997,039
Opening balance as at 1 January 2022		300,000	549,080	30,000	(200,784)	(1,800)	676,496
Changes in equity for the period							
Distribution to compensate accumulated deficit		-	(170,784)	(30,000)	200,784	-	-
Dividend payment		-	-	-	(60,000)	-	(60,000)
Total comprehensive income for the period		-	-	-	305,331	-	305,331
Closing balance as at 30 September 2023		300,000	378,296	-	245,331	(1,800)	921,827

The accompanying notes on pages 10 to 24 are an integral part of these interim financial information.



**Thai Nippon Rubber Industry Public Co., Ltd.**
**Statement of Cash Flows**
**For the nine-month period ended 30 September 2023**

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		30 September	30 September	30 September	30 September
		2023	2022	2023	2022
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Cash flows from operating activities</b>					
Net profit before income tax		132,185	295,180	172,135	337,890
Adjustments:					
Depreciation charge		74,652	73,205	56,452	58,418
Amortisation charge	10	2,248	2,216	2,180	2,162
(Reversal of) Expected credit losses		(20,834)	46,544	(20,638)	46,349
Loss from fair value of financial derivatives		43,020	34,639	43,020	34,639
Provision for obsolete inventory		2,512	5,664	3,285	4,335
(Reversal of) allowance for inventory costs in excess of net realisable value		(1,473)	(1,328)	(1,473)	3
Employee benefit obligations		9,247	8,876	8,378	8,147
Interest income from - financial institutions		(32)	(5)	(9)	(4)
Interest income from - short-term loan to subsidiaries	16 a)	-	-	(4,817)	(1,619)
Interest income from - loans to employee		(37)	(32)	(37)	(32)
Net (gain) loss from disposals of equipment		(415)	102	(542)	158
Loss from write-off of intangible assets		-	4	-	4
Unrealised (gain) from exchange rate arising from short-term loan to a subsidiary	16 c)	-	-	(1,026)	(943)
Finance costs					
- interest expense from - loans from financial institutions		12,160	9,076	9,748	7,476
- interest expense from - lease liabilities		1,331	547	1,252	446
Cash flow before changes in working capital		254,564	474,688	267,908	497,429
Changes in working capital					
- trade and other accounts receivable		(79,957)	(194,205)	(76,663)	(180,104)
- inventories		20,148	(21,172)	33,523	5,399
- value added tax		5,897	(12,318)	6,205	(4,832)
- other current assets		(3)	-	-	-
- other non-current assets		(71)	(53)	(124)	-
- trade and other accounts payable		9,074	25,412	18,674	5,215
- other current liabilities		(435)	(2,253)	(485)	(2,182)
- employee benefits paid		(4,098)	(5,803)	(4,098)	(4,929)
Cash generated from operating activities					
before income tax paid		205,119	264,296	244,940	315,996
- Interest received from financial institutions		32	5	9	4
- Income tax paid		(27,065)	(33,580)	(26,935)	(33,558)
Net cash generated from operating activities		178,086	230,721	218,014	282,442

The accompanying notes on pages 10 to 24 are an integral part of these interim financial information.

**Thai Nippon Rubber Industry Public Co., Ltd.**
**Statement of Cash Flows (Cont'd)**
**For the nine-month period ended 30 September 2023**

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
		30 September	30 September	30 September	30 September
		2023	2022	2023	2022
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Cash flows from investing activities</b>					
Short-term loan to subsidiaries - payments	16 c)	-	-	(79,141)	(120,108)
Short-term loan to subsidiaries - proceeds	16 c)	-	-	13,000	3,000
Loans to employee - principal payments		(189)	(270)	(189)	(270)
Interest received from - short-term loan to subsidiaries		-	-	3,957	1,246
Interest received from - loans to employee		37	32	37	32
Cash at a financial institution pledged as security (Increase)		(17)	-	-	-
Cash paid for investment in a subsidiary		-	-	-	(20,000)
Cash paid for purchases of - property, plant and equipment		(51,404)	(111,878)	(32,418)	(42,339)
Cash paid for purchases of - intangible assets		(1,715)	(793)	(1,682)	(754)
Cash received from disposals of equipment		463	184	586	24
Net cash (used in) investing activities		(52,825)	(112,725)	(95,850)	(179,169)
<b>Cash flows from financing activities</b>					
Short-term loans from financial institutions - proceeds	11	1,103,000	1,552,000	1,103,000	1,402,000
Short-term loans from financial institutions - payments	11	(1,120,500)	(1,513,500)	(1,120,500)	(1,363,500)
Long-term loans from financial institutions - payments	13	(8,928)	(60,030)	-	(60,030)
Finance costs paid					
- interest expense from loans from financial institutions		(11,276)	(9,262)	(8,873)	(7,662)
Dividend paid to the Group's shareholders		(89,993)	(52,796)	(89,993)	(52,796)
Cash paid for lease liabilities - principle		(7,166)	(7,753)	(6,302)	(6,817)
Cash paid for lease liabilities - interest expense		(1,331)	(547)	(1,252)	(446)
Net cash (used in) financing activities		(136,194)	(91,888)	(123,920)	(89,251)
<b>Net increase (decrease) in cash and cash equivalents</b>		(10,933)	26,108	(1,756)	14,022
(Gain) Loss on exchange rate		(3,350)	449	-	-
Cash and cash equivalents - beginning balance		68,665	43,173	28,704	14,729
Cash and cash equivalents - ending balance		54,382	69,730	26,948	28,751
<b>Non-cash transactions:</b>					
Purchases of assets during the periods which have not been paid					
- equipment		4,478	4,572	4,434	4,553
- intangible assets		670	21	670	21
Increase in right-of-use assets from contract extension during the period		3,302	16,121	3,302	16,121
Increase in retention from purchases of assets during the period		1,326	1,220	-	-
Dividend declared which has not been paid		28	7,222	28	7,222

The accompanying notes on pages 10 to 24 are an integral part of these interim financial information.

## **1 General information**

Thai Nippon Rubber Industry Public Co., Ltd. (“the Company”) was incorporated as a limited company on 29 September 1993. The Company registered to convert to a public company limited and changed its name from Thai Nippon Rubber Industry Co., Ltd. to Thai Nippon Rubber Industry Public Co., Ltd. on 2 June 2016. The Company has become a listed company in the Stock Exchange of Thailand on 29 November 2016.

The principal activities of the Company and its subsidiaries (“the Group”) are to manufacture and distribute condom and lubricating gel, manufacturing paper packaging products including manufacturing medicinal plants product. The registered addresses of the Company are as follows:

### **Head office**

No. 1 Charoenrat Road, Thungwatdon, Sathon, Bangkok 10120.

### **Branches**

Branch 1 : No. 49-49/1 Moo.5 Export Processing Zone 1, Laemchabang Industrial Estate, Thungsukla, Sriracha, Chonburi 20230.

Branch 2 : No. 789/139 Moo.1 Pintong Industrial, Nongkham, Sriracha, Chonburi 20110.

The interim consolidated and separate financial information have been approved by the Board of Directors on 10 November 2023.

The interim consolidated and separate financial information have been reviewed, not audited.

## **2 Basis of preparation**

The interim consolidated and separated financial information have been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting and other financial reporting requirements issued under the Securities and Exchange Act.

The interim consolidated and separate financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2022.

An English language version of the interim consolidated and separate financial information has been prepared from the interim financial information that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

## **3 Accounting policies**

The accounting policies used in the preparation of the interim consolidated and separate financial information are consistent with those used in the annual financial statements for the year ended 31 December 2022.

New and amended Thai Financial Reporting Standards effective for the accounting periods beginning on or after 1 January 2023 do not have significant impact to the Group.

## **4 Estimates**

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2022.

## 5 Fair value estimation

The Group presents financial assets and liabilities that are measured at fair value in each level including fair value of financial assets and financial liabilities, excluding financial assets and liabilities measured at amortised cost where their carrying value approximated fair value as follows.

Consolidated financial information	Separate financial information
<b>Financial assets</b> <ul style="list-style-type: none"> <li>- Cash and cash equivalents</li> <li>- Trade and other accounts receivable (net)</li> <li>- Loans to employee</li> <li>- Deposit at a financial institution pledged as security</li> <li>- Other non-current assets</li> </ul>	<b>Financial assets</b> <ul style="list-style-type: none"> <li>- Cash and cash equivalents</li> <li>- Short-term loan to subsidiaries</li> <li>- Trade and other accounts receivable (net)</li> <li>- Loans to employee</li> <li>- Other non-current assets</li> </ul>
<b>Financial liabilities</b> <ul style="list-style-type: none"> <li>- Short-term loans from financial institutions</li> <li>- Trade and other accounts payable</li> <li>- Derivative liabilities</li> <li>- Lease liabilities (net)</li> </ul>	<b>Financial liabilities</b> <ul style="list-style-type: none"> <li>- Short-term loans from financial institutions</li> <li>- Trade and other accounts payable</li> <li>- Derivative liabilities</li> <li>- Lease liabilities (net)</li> </ul>

The analysis of financial instruments carried and disclosed at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: The fair value of financial instruments is based on the closing price by reference to the Stock Exchange of Thailand.
- Level 2: The fair value of financial instruments is determined using significant observable inputs and, as little as possible, entity-specific estimates.
- Level 3: The fair value of financial instruments is not based on observable market data.

The fair values of long-term loans from a financial institution and financial instruments are disclosed in Note 13 and 20, respectively.

## 6 Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as Chief Executive Officer (CEO), that makes strategic decisions. CEO has chosen to organise the entity using groups of products by comparing consolidated financial information in current period with last period.

Consolidated financial information (Unaudited)							
For the nine-month periods ended 30 September							
	Condoms and lubricating gels		Paper boxes		Adjustments in consolidated financial information		Total
	2023	2022	2023	2022	2023	2022	2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Revenue from sales and services	1,347,022	1,486,503	137,873	131,143	(64,478)	(25,826)	1,420,417
Cost of sales and services	(961,069)	(1,012,899)	(118,333)	(129,649)	51,375	25,826	(1,028,027)
Depreciation charge in excess from building and equipment recognised under fair value	-	-	-	-	(8,787)	(8,508)	(8,787)
Segment results	385,953	473,604	19,540	1,494	(21,890)	(8,508)	383,603
Other income							5,750
Selling expenses							(59,022)
Administrative expenses							(174,043)
Expected credit losses							(20,442)
Other gain (net)							9,830
Finance costs							(13,491)
Operating profit							132,185
Income tax							(11,561)
Net profit for the period							120,624

The Group has two types of timing of revenue recognition when the obligations have been fulfilled and recognition throughout the period of compliance with the obligations. However, the Group has not presented revenue recognised over the period of compliance with the obligations due to insignificant values.

	Consolidated financial information					
	Condoms and lubricating gels		Paper boxes		Total	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	30 September	31 December	30 September	31 December	30 September	31 December
	2023	2022	2023	2022	2023	2022
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Segment assets - Domestic	24,895	21,701	49,644	17,354	74,539	39,055
- Export	497,745	498,027	-	-	497,745	498,027
Unallocated assets					1,240,116	1,234,387
Total assets					1,812,400	1,771,469

**7 Trade and other accounts receivable (net)**

	Consolidated financial information		Separate financial information	
	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Trade accounts receivable				
- other companies	1,012,655	892,155	974,089	874,605
- related company (Note 16 b))	9	4	18,262	102
<u>Less</u> Allowance for expected credit losses				
- other companies	(374,977)	(354,535)	(374,977)	(354,339)
	637,687	537,624	617,374	520,368
Other accounts receivable - related company (Note 16 b))	-	-	283	925
Prepaid expenses	5,374	3,947	5,080	3,635
Short-term deposits	10,634	8,565	10,612	8,497
Interest receivable - related company (Note 16 b))	-	-	1,204	344
Accrued income	526	3,191	526	3,191
Advance payment	198	143	71	29
Others	232	390	-	-
	654,651	553,860	635,150	536,989

Outstanding trade accounts receivable (net) as at 30 September 2023 and 31 December 2022 can be analysed by age of debtors as follows:

	Consolidated financial information		Separate financial information	
	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Current (30 days - 180 days credit terms)	247,159	189,237	236,108	178,513
Overdue				
Up to 3 months	213,334	274,952	216,735	269,993
3 months - 6 months	105,635	53,481	92,972	51,907
6 months - 12 months	57,196	19,954	57,196	19,955
Over 12 months	389,340	354,535	389,340	354,339
	1,012,664	892,159	992,351	874,707
<u>Less</u> Allowance for expected credit losses				
- other companies	-	-	-	-
Overdue				
Up to 3 months	-	-	-	-
3 months - 6 months	-	-	-	-
6 months - 12 months	-	-	-	-
Over 12 months	(374,977)	(354,535)	(374,977)	(354,339)
	(374,977)	(354,535)	(374,977)	(354,339)
	637,687	537,624	617,374	520,368

The movements of allowance for expected credit losses for the period ended 30 September 2023 are as follows:

	<b>(Unaudited)</b>	
	<b>Consolidated financial information</b>	<b>Separate financial information</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>
Opening book value	354,535	354,339
Reversal of allowance for expected credit losses during the period	(196)	-
Effect from exchange rate	20,638	20,638
Closing book value	374,977	374,977

## 8 Investment in subsidiaries

As at 30 September 2023 and 31 December 2022, investment in subsidiaries which is recorded by the cost method consisted of:

Company name	Nature of business	Registered in	Separate financial information					
			Issued and paid-up capital		Percentage of Shareholding (%)		Cost method	
			(Thousand Baht)				(Thousand Baht)	
			(Unaudited) 30 September 2023	(Audited) 31 December 2022	(Unaudited) 30 September 2023	(Audited) 31 December 2022	(Unaudited) 30 September 2023	(Audited) 31 December 2022
Operating subsidiaries								
Box Asia Group International Co., Ltd.	Manufacture paper boxes	Thailand	169,100	169,100	100	100	25,822	25,822
TNR (Beijing) Trading Co., Ltd.	Import and distribution	China	2,724	2,724	100	100	2,724	2,724
TNR USA Inc.	Import and distribution	United States of America	315	315	100	100	315	315
TNR Bioscience Co., Ltd.	Manufacture medicinal plants product	Thailand	50,000	50,000	100	100	50,000	50,000
							78,861	78,861

During the nine-month period ended 30 September 2023, there was no movement on investment in subsidiaries.



## 9 Property, plant and equipment (net)

	(Unaudited)	
	Consolidated financial information	Separate financial information
	Thousand Baht	Thousand Baht
<b>For the nine-month period ended 30 September 2023</b>		
Opening net book value	583,159	362,316
Additions	44,596	31,292
Disposals (net)	(48)	(44)
Depreciation charge	(66,955)	(49,642)
Closing net book value	560,752	343,922

As at 30 September 2023, machinery and factory equipment of a subsidiary in Thailand totalling Baht 67.34 million, were pledged with a financial institution to secure their credit facilities and long-term loans from a financial institution (as at 31 December 2022: Baht 67.34 million) (Note 13).

## 10 Intangible assets (net)

	(Unaudited)	
	Consolidated financial information	Separate financial information
	Thousand Baht	Thousand Baht
<b>For the nine-month period ended 30 September 2023</b>		
Opening net book value	15,311	14,911
Additions	2,297	2,264
Amortisation charge	(2,248)	(2,180)
Closing net book value	15,360	14,995

## 11 Short-term loans from financial institutions

### Promissory notes

The movement of promissory notes for the nine-month period ended 30 September 2023 comprises the following:

	(Unaudited)	
	Consolidated financial information	Separate financial information
	Thousand Baht	Thousand Baht
Opening balance	416,000	366,000
Addition during the period	1,103,000	1,103,000
Repayment during the period	(1,120,500)	(1,120,500)
Closing balance	398,500	348,500

**Thai Nippon Rubber Industry Public Co., Ltd.**  
**Condensed notes to the interim financial information (Unaudited)**  
**For the nine-month period ended 30 September 2023**

As at 30 September 2023 and 31 December 2022, promissory notes are unsecured and comprise the following:

<b>Consolidated financial information</b>					
<b>30 September 2023 (Unaudited)</b>			<b>31 December 2022 (Audited)</b>		
<b>Currency</b>	<b>Amount Thousand Baht</b>	<b>Interest rate (% per annum)</b>	<b>Currency</b>	<b>Amount Thousand Baht</b>	<b>Interest rate (% per annum)</b>
Baht	398,500	3.29 - 5.77	Baht	416,000	2.60 - 4.60

  

<b>Separate financial information</b>					
<b>30 September 2023 (Unaudited)</b>			<b>31 December 2022 (Audited)</b>		
<b>Currency</b>	<b>Amount Thousand Baht</b>	<b>Interest rate (% per annum)</b>	<b>Currency</b>	<b>Amount Thousand Baht</b>	<b>Interest rate (% per annum)</b>
Baht	348,500	3.29 - 3.70	Baht	366,000	2.60 - 4.60

## 12 Trade and other accounts payable

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>(Unaudited) 30 September 2023 Thousand Baht</b>	<b>(Audited) 31 December 2022 Thousand Baht</b>	<b>(Unaudited) 30 September 2023 Thousand Baht</b>	<b>(Audited) 31 December 2022 Thousand Baht</b>
Trade accounts payable				
- other companies	140,991	119,136	130,968	110,770
- related companies (Note 16 b))	3,110	8,031	11,082	1,654
Other accounts payable				
- other companies	26,162	24,618	22,139	21,923
- related companies (Note 16 b))	134	619	134	619
Accounts payable for purchases of				
- equipment	4,478	12,212	4,434	5,559
- intangible assets	671	88	671	88
Advance received from customers	30,220	17,006	30,220	17,006
Provision for goods returned	898	904	898	904
Retention	1,325	1,553	-	-
Dividends payable	28	-	28	-
Accrued expenses				
- employee expenses	27,226	42,920	26,474	42,695
- interest expense	1,026	142	1,013	139
- legal expense	-	3,675	-	3,675
- others	13,247	15,798	10,797	14,814
	<b>249,516</b>	<b>246,702</b>	<b>238,858</b>	<b>219,846</b>

### 13 Long-term loans from a financial institution

As at	Consolidated financial statements		Separate financial statements	
	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Long-term loans from financial institutions	20,822	29,750	-	-
<u>Less</u> Current portion of long-term loans	(11,904)	(11,904)	-	-
	8,918	17,846	-	-

The movement of the long-term loans from a financial institution for the nine-month period ended 30 September 2023 comprises the following:

	(Unaudited)	
	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
Opening balance	29,750	-
Repayment during the period	(8,928)	-
Closing balance	20,822	-

As at 30 September 2023 and 31 December 2022, the fair value are based on discounted cash flows using a discount rate based upon the borrowing rates of 2.04% per annum and 4.17% per annum, respectively (Level 2 of fair value hierarchy). There was no change in valuation technique during the period. However, such fair value is close to their carrying amount as the impact of discounting is not significant.

As at 30 September 2023, a long-term loans agreement from a financial institution in Thailand to purchase machinery of a subsidiary. The loans are secured against the subsidiary's machinery and factory equipment and saving bank account and bank guarantee issued by the Company. The subsidiary are subject to certain financial covenants, including limitation on indebtedness.

#### Borrowing facilities

The Group had the following unused credit facilities from a financial institution:

As at	Consolidated financial information	
	(Unaudited) 30 September 2023	(Audited) 31 December 2022
Baht	Baht 29.75 million	Baht 29.75 million

### 14 Dividend

On 7 April 2023, at the Annual General Meeting of shareholders no. 1/2023, the shareholders approved to pay dividend in respect of the net profit for the year ended 31 December 2022 under Bol certificate no. 1466(1)/2553 of Baht 0.30 per share amounting to Baht 90,000,000, which paid to shareholders on 3 May 2023.

## 15 Income tax

	(Unaudited)			
	Consolidated financial information		Separate financial information	
	2023 Thousand Baht	2022 Thousand Baht	2023 Thousand Baht	2022 Thousand Baht
<b>For the nine-month periods ended 30 September</b>				
<b>Current income tax:</b>				
Current income tax on taxable profit for the period	(22,412)	(37,661)	(22,412)	(37,661)
Over recorded income tax for prior year	114	(4,180)	114	(4,180)
Income tax expense	(22,298)	(41,841)	(22,298)	(41,841)
<b>Deferred tax:</b>				
Origination and reversal of temporary differences	10,737	13,124	7,898	9,282
Total income tax	(11,561)	(28,717)	(14,400)	(32,559)

## 16 Related party transactions

As at 30 September 2023, the Company's shares are held by the following individuals/companies;

Individual/Company	Type	% of holding	Incorporation/ Nationality
The family of Dararattanaroj	Shareholders and/or directors	37.26	Thai
Charoen Aksorn Holding Group Co., Ltd.	Parent	26.25	Thailand
THK Investment Company Limited	Related company	12.00	Hongkong
CMS Holding Co., Ltd.	Related company	2.35	Thailand
Other investors		22.14	-
		100.00	

**Thai Nippon Rubber Industry Public Co., Ltd.**  
**Condensed notes to the interim financial information (Unaudited)**  
**For the nine-month period ended 30 September 2023**

- a) The following significant transactions incurred during for the nine-month periods ended 30 September 2023 and 2022 were carried out with related companies as follows:

	(Unaudited)			
	Consolidated financial information		Separate financial information	
	2023 Thousand Baht	2022 Thousand Baht	2023 Thousand Baht	2022 Thousand Baht
<b>For the nine-month periods ended 30 September</b>				
Sales of goods				
Parent company	-	6	-	6
Subsidiaries	-	-	16,421	-
Related parties	710	312	6	95
	710	318	16,427	101
Service income				
Subsidiaries	-	-	665	151
Sales of scrap				
Related parties	-	1,857	-	-
Other income				
Parent company	7	-	7	-
Subsidiaries	-	-	129	-
Related parties	52	-	-	-
	59	-	136	-
Interest income				
Subsidiaries	-	-	4,816	1,619
Purchase of raw materials and packaging				
Subsidiaries	-	-	48,057	25,826
Related parties	25,649	52,978	-	-
	25,649	52,978	48,057	25,826
Purchase of office supply				
Related parties	314	161	314	161
Paid for lease liabilities and service expenses				
Parent company	5,136	4,990	5,128	4,990
Management benefit expenses				
- short-term employee benefits	14,811	18,841	14,811	18,841
- post-employments benefits	337	307	337	307
	15,148	19,148	15,148	19,148
Directors' remuneration	3,160	2,705	3,160	2,705

Sales of goods and service, purchase of goods and services, other income and other expenses were charged by related companies under price as agreed between the parties.

Management benefit expenses represent benefits which management has received from working for the Company and benefits received at retirement age.

Directors' remuneration was proposed in the Board of Directors meeting and will be approved in the Annual General Meeting of the Company's shareholders.

**Thai Nippon Rubber Industry Public Co., Ltd.**  
**Condensed notes to the interim financial information (Unaudited)**  
**For the nine-month period ended 30 September 2023**

- b) Outstanding balances as at 30 September 2023 and 31 December 2022 arising from related company transactions comprise the following:

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>(Unaudited) 30 September 2023 Thousand Baht</b>	<b>(Audited) 31 December 2022 Thousand Baht</b>	<b>(Unaudited) 30 September 2023 Thousand Baht</b>	<b>(Audited) 31 December 2022 Thousand Baht</b>
Trade accounts receivable (Note 7)				
Parent company	7	-	7	-
Subsidiaries	-	-	18,252	98
Related parties	2	4	3	4
	9	4	18,262	102
Other accounts receivable (Note 7)				
Subsidiaries	-	-	283	925
Interest receivable (Note 7)				
Subsidiaries	-	-	1,204	344
Deposits				
Parent company	577	576	576	576
Trade accounts payable (Note 12)				
Subsidiaries	-	-	11,082	1,654
Related parties	3,110	8,031	-	-
	3,110	8,031	11,082	1,654
Other accounts payable (Note 12)				
Parent company	96	578	96	578
Related parties	38	41	38	41
	134	619	134	619
Accrual expenses				
Directors	901	576	901	576

- c) **Short-term loans to subsidiaries**

The movements of short-term loans to subsidiaries for the nine-month period ended 30 September 2023 comprises the following:

	<b>(Unaudited) Separate financial information Thousand Baht</b>
Beginning balance of the period	170,537
Additions during the period	79,141
Repayment during the period	(13,000)
Unrealised gain from exchange rate	1,026
Ending balance of the period	237,704

As at 30 September 2023, outstanding short-term loans to subsidiaries are unsecured loans denominated in Thai Baht and US Dollar which are due for repayment within 3 months. The loans bear the interest at the rate as agreed between the parties.

## 17 Banks guarantee

As at 30 September 2023 and 31 December 2022, the Group has letters of guarantee issued by domestic banks on behalf of the Group for the following purposes:

Consolidated financial information					
30 September 2023 (Unaudited)			31 December 2022 (Audited)		
Currency	Currency amount in thousand	Thousand Baht and Thousand Baht equivalent	Currency	Currency amount in thousand	Thousand Baht and Thousand Baht equivalent
Guarantee for electricity usage	Baht	11,196	Baht	9,233	9,233
Guarantee for material purchase	Baht	1,000	Baht	1,000	1,000
Guarantee for performance	Baht	440	Baht	349	349
	USD	113	USD	10	347
	EUR	18	EUR	-	-
Guarantee for secure credit facilities of its subsidiary	Baht	69,500	Baht	69,500	69,500
		87,021			80,429
Separate financial information					
30 September 2023 (Unaudited)			31 December 2022 (Audited)		
Currency	Currency amount in thousand	Thousand Baht and Thousand Baht equivalent	Currency	Currency amount in thousand	Thousand Baht and Thousand Baht equivalent
Guarantee for electricity usage	Baht	10,427	Baht	8,538	8,538
Guarantee for performance	Baht	440	Baht	349	349
	USD	113	USD	10	347
	EUR	18	EUR	-	-
Guarantee for secure credit facilities of its subsidiary	Baht	69,500	Baht	69,500	69,500
		85,252			78,734

## 18 Contingent liabilities

On 6 November 2021, the Company received a notice dated 5 November 2021 from Products Licensing LLC whose rights were assigned from Playboy Enterprises International, Inc. (collectively "Playboy") which purports to exercise the right to terminate the Product License Agreement ("Agreement").

The Company has appointed a legal counsel in the United States of America and in Thailand. After both legal counsels had considered the facts and relevant laws, the US counsel views that Playboy wrongfully terminated the Agreement and committed several violations under US laws. The legal counsel advised the Company to take legal action against Playboy to pursue its legal rights. The Company submitted a complaint against Playboy with the claim value of USD 100,000,000 which was later amended essentially to include an individual who was a sale consultant of the Company (the "Individual") and is believed to be involved with Playboy's actions, as the co-defendants in the same lawsuit under the claims of unfair competition and breach of fiduciary duty under First Amended Complaint ("FAC").

On 12 May 2022, the Individual filed an answer to the Company's FAC. Thereafter, on 21 June 2022, Playboy filed its answer to the Company's FAC and counter-claim against the Company essentially for breach of the Agreement. The precise quantum of damage sought by Playboy is not specified in Playboy's counter-claim. At this moment, the ultimate outcome of the counter-claim and quantum of damage cannot be ascertained yet as advised by the US legal counsel.

As at 30 September 2023, the case is currently under proceedings at the United States District Court for the Central District of California. There is no significant change in the case.

## 19 Commitments

### a) Capital commitments

As at 30 September 2023 and 31 December 2022, the Group has capital commitments relating to purchase of machine and equipment, building construction, and computer software as follows:

	Consolidated financial information		Separate financial information	
	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Purchase of machine and equipment	3,138	6,382	3,138	5,945
Purchase of computer software	1,699	1,410	1,699	1,410
	4,837	7,792	4,837	7,355

### b) Operating commitment contracts

As at 30 September 2023 and 31 December 2022, the Group has the non-cancellable lease contract and service agreements. The future minimum payments under operating commitments in respect of office equipment rental and service fee are as follows:

	Consolidated financial information		Separate financial information	
	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
<u>Due for payable within</u>				
1 year	1,864	3,099	1,060	2,924
Later than 1 year but not later than 5 years	88	307	88	307
	1,952	3,406	1,148	3,231

## 20 Financial instruments

### Forward foreign currency exchange rate contracts

As at 30 September 2023 and 31 December 2022 the settlement dates on buying and selling forward contracts were ranged 6 months. The local currency amounts to be received and contractual exchange rates of the outstanding contracts were:

	Consolidated and separate financial information					
	30 September 2023 (Unaudited)			31 December 2022 (Audited)		
Foreign currency	Contract amount in thousand	Exchange rate	Thousand Baht equivalent	Contract amount in thousand	Exchange rate	Thousand Baht equivalent
<u>Selling forward contract</u> USD	19,654	33.32 - 35.62	671,912	800	37.33	29,864



## Net fair value

The net fair value of the derivative financial instruments as at 30 September 2023 and 31 December 2022 are as follows:

	Consolidated financial information		Separate financial information	
	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht	(Unaudited) 30 September 2023 Thousand Baht	(Audited) 31 December 2022 Thousand Baht
Net fair of value of				
- Forward foreign currency exchange contracts	(40,578)	2,442	(40,578)	2,442

The fair values of financial derivative contracts, which are forward foreign exchange rate contracts are determined by the market price of each contract which are calculated by a financial institution of the Group as at 30 September 2023 and 31 December 2022 (Level 2 of fair value hierarchy).

## 21 Events occurring after the reporting date

At the Board of directors meeting no. 5/2023, held on 10 November 2023, the Board of directors approved to pay interim dividend in respect of the net profit for the nine-month period ended 30 September 2023 under BoI certificate no. 1466(1)/2553 of Baht 0.25 per share totalling Baht 75 million. The Company will pay dividend to shareholders in December 2023.