

MAJOR CINEPLEX GROUP PUBLIC COMPANY LIMITED

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

31 MARCH 2023

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

To the Shareholders and the Board of Directors of Major Cineplex Group Public Company Limited

I have reviewed the interim consolidated financial information of Major Cineplex Group Public Company Limited and its subsidiaries, and the interim separate financial information of Major Cineplex Group Public Company Limited. These comprise the consolidated and separate statements of financial position as at 31 March 2023, the related consolidated and separate statements of comprehensive income, changes in equity and cash flows for the three-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 the 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.

Tithinun Vankeo

Certified Public Accountant (Thailand) No. 9432

Bangkok

10 May 2023

Major Cineplex Group Public Company Limited
Statement of Financial Position
As at 31 March 2023

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		31 March	31 December	31 March	31 December
		2023	2022	2023	2022
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Assets					
Current assets					
Cash and cash equivalents		847,778	1,167,027	428,159	729,979
Financial assets measured at amortised cost	5	24,891	24,902	24,891	24,902
Financial assets measured at fair value through profit or loss	6	49,050	49,214	49,050	49,214
Financial assets measured at fair value through other comprehensive income	7	2,185,906	2,503,991	2,185,906	2,503,991
Trade accounts and other receivables		478,935	531,882	332,430	353,099
Short-term loans to related parties	17.4	3,326	5,113	382,568	390,891
Inventories		149,728	151,380	99,055	99,236
Films under production		49,785	68,124	-	-
Current portion of prepaid services		1,876	1,876	1,876	1,876
Other current assets		142,767	155,465	31,498	41,457
Total current assets		3,934,042	4,658,974	3,535,433	4,194,645
Non-current assets					
Finance lease receivables		7,937	8,242	-	-
Investment in subsidiaries	9	-	-	2,255,398	2,158,392
Investment in associates	10	1,884,572	1,873,346	1,854,823	1,841,962
Interests in joint ventures	11	26,674	26,391	-	-
Long-term loans to related parties	17.5	1,900	1,900	136,240	154,080
Investment property	12	364,434	369,053	-	-
Property, plant and equipment	13	4,425,620	4,475,731	2,896,608	2,927,885
Right-of-use assets		2,701,198	2,784,678	1,959,735	2,018,515
Intangible assets	13	196,005	172,605	87,425	89,777
Deferred income tax assets		306,055	248,813	160,413	94,282
Long-term prepaid services		72,256	56,733	54,100	54,904
Other non-current assets		204,026	170,263	128,461	114,551
Total non-current assets		10,190,677	10,187,755	9,533,203	9,454,348
Total assets		14,124,719	14,846,729	13,068,636	13,648,993

Director _____ Director _____

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Financial Position (Cont'd)
As at 31 March 2023

	Notes	Consolidated financial information		Separate financial information	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		31 March	31 December	31 March	31 December
		2023	2022	2023	2022
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term borrowings from financial institutions		312	317	-	-
Trade accounts and other payables		1,204,739	1,463,485	773,764	1,019,853
Current portion of contract liabilities		493,790	528,865	412,996	494,189
Current portion of long-term borrowings		490,000	490,000	490,000	490,000
Current portion of lease liabilities		261,797	258,008	198,752	194,998
Short-term loans from related parties	17.6	-	-	607,325	452,235
Accrued income tax		13,479	9,894	-	-
Other current liabilities		79,069	54,846	51,412	26,076
Total current liabilities		2,543,186	2,805,415	2,534,249	2,677,351
Non-current liabilities					
Long-term borrowings		1,221,464	1,416,038	1,221,464	1,416,038
Lease liabilities		2,679,565	2,748,467	1,908,618	1,960,307
Deferred income tax liabilities		120,748	126,829	-	-
Employee benefit obligations		90,016	87,873	64,366	62,954
Contract liabilities		3,510	4,686	-	-
Other non-current liabilities		429,884	435,941	173,755	176,773
Total non-current liabilities		4,545,187	4,819,834	3,368,203	3,616,072
Total liabilities		7,088,373	7,625,249	5,902,452	6,293,423

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited

Statement of Financial Position (Cont'd)

As at 31 March 2023

	Consolidated financial information		Separate financial information	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Liabilities and equity (Cont'd)				
Equity				
Share capital				
Authorised share capital				
Ordinary shares, 894,667,502 shares				
par value of Baht 1 each	894,668	894,668	894,668	894,668
Issued and fully paid-up share capital				
Ordinary shares, 894,667,502 shares				
paid-up of Baht 1 each	894,668	894,668	894,668	894,668
Share premium	4,055,609	4,055,609	4,055,609	4,055,609
Share premium - treasury share	288,425	288,425	288,425	288,425
Retained earnings				
Appropriated - legal reserve	90,600	90,600	90,600	90,600
Unappropriated	2,001,493	1,931,383	1,888,598	1,822,206
Other components of equity	(424,610)	(168,832)	(51,716)	204,062
Equity attributable to owners of the parent	6,906,185	7,091,853	7,166,184	7,355,570
Non-controlling interests	130,161	129,627	-	-
Total equity	7,036,346	7,221,480	7,166,184	7,355,570
Total liabilities and equity	14,124,719	14,846,729	13,068,636	13,648,993

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 31 March 2023

	Consolidated		Separate	
	financial information		financial information	
	2023	2022	2023	2022
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Revenues				
Service income	1,113,363	780,831	642,109	514,042
Sales income	476,982	347,644	320,809	224,001
Total revenues	1,590,345	1,128,475	962,918	738,043
Costs				
Cost of services	(902,687)	(802,667)	(561,155)	(520,476)
Cost of sales	(223,934)	(200,136)	(146,745)	(110,131)
Total costs	(1,126,621)	(1,002,803)	(707,900)	(630,607)
Gross profit	463,724	125,672	255,018	107,436
Other income	43,793	63,273	39,943	59,499
Selling expenses	(114,670)	(63,238)	(75,419)	(66,249)
Administrative expenses	(282,889)	(239,716)	(180,005)	(164,505)
(Loss) gain from fair value remeasurement of investment property	(5,217)	113,127	-	-
Reversal of expected credit loss	3,135	19,606	898	32,153
Finance costs	(51,968)	(49,668)	(47,864)	(51,496)
Gain on disposals of investment	158	2,147	158	2,147
Share of profit from investments	22,529	17,908	71,149	137,471
Profit (loss) before income tax	78,595	(10,889)	63,878	56,456
Income tax	(6,772)	36,515	2,514	25,955
Profit for the period	71,823	25,626	66,392	82,411

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Comprehensive Income (Unaudited) (Cont'd)
For the three-month period ended 31 March 2023

	Consolidated financial information		Separate financial information	
	2023	2022	2023	2022
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Other comprehensive income:				
<i>Items that will not subsequently be reclassified to profit or loss</i>				
Share of other comprehensive expense from investments using equity method	-	(940)	-	(869)
Change in fair value of investments in equity instrument measured at fair value through other comprehensive income	(318,085)	136,978	(318,085)	136,978
Income tax relating to the above items	63,617	(27,396)	63,617	(27,396)
	(254,468)	108,642	(254,468)	108,713
<i>Items that will subsequently be reclassified to profit or loss</i>				
Currency translation differences	(2,361)	302	-	-
Share of other comprehensive (expense) income from investments using equity method	(128)	(24)	(1,310)	488
	(2,489)	278	(1,310)	488
Other comprehensive (expense) income for the period, net of tax	(256,957)	108,920	(255,778)	109,201
Total comprehensive (expense) income for the period	(185,134)	134,546	(189,386)	191,612
Profit attributable to:				
Owners of the parent	70,110	24,082	66,392	82,411
Non-controlling interests	1,713	1,544	-	-
	71,823	25,626	66,392	82,411
Total comprehensive income (expense) attributable to:				
Owners of the parent	(185,668)	133,220	(189,386)	191,612
Non-controlling interests	534	1,326	-	-
	(185,134)	134,546	(189,386)	191,612
	Baht	Baht	Baht	Baht
Earnings per share				
Basic earnings per share	0.08	0.03	0.07	0.09

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statements of Changes in Equity (Unaudited)
For the three-month period ended 31 March 2023

Consolidated financial information											Unit: Thousand Baht	
Attributable to owners of the parent												
Issued and paid-up share capital	Share premium	Share premium on reinsurance of treasury share	Retained earnings		Change in parent's ownership interest in subsidiaries	Other components of equity			Total other components of equity	Total owners of the parent	Non-controlling interests	Total equity
			Appropriated-legal reserve	Unappropriated		Other comprehensive income (expense)						
						difference and share of other comprehensive (expense) income from investment	Change in fair value of investment in equity instruments	Currency translation				
894,668	4,055,609	288,425	90,600	1,931,383	(372,941)	(316)	204,425	(168,832)	7,091,853	129,627	7,221,480	
-	-	-	-	70,110	-	(1,310)	(254,468)	(255,778)	(185,668)	534	(185,134)	
894,668	4,055,609	288,425	90,600	2,001,493	(372,941)	(1,626)	(50,043)	(424,610)	6,906,185	130,161	7,036,346	
894,668	4,055,609	288,425	90,600	2,216,908	(373,593)	(2,701)	-	(376,294)	7,169,916	116,898	7,286,814	
-	-	-	-	23,150	-	488	109,582	110,070	133,220	1,326	134,546	
894,668	4,055,609	288,425	90,600	2,240,058	(373,593)	(2,213)	109,582	(266,224)	7,303,136	118,224	7,421,360	

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statements of Changes in Equity (Unaudited) (Cont'd)
For the three-month period ended 31 March 2023

	Separate financial information					Unit: Thousand Baht		
						Other components of equity		
						Other comprehensive income (expense)		
						Share of other	Change in	Total other
	Issued and	Share	Share premium	Retained earnings		comprehensive (expense)	fair value of	component
	paid-up	premium	on reissuance	Appropriated-	Unappropriated	income from investments	investment in	of equity
	share capital		of treasury share	legal		using equity method	equity instruments	Total
				reserve				equity
Opening balance at 1 January 2023	894,668	4,055,609	288,425	90,600	1,822,206	(363)	204,425	204,062
Changes in equity for period								
Total comprehensive income (expense)	-	-	-	-	66,392	(1,310)	(254,468)	(255,778)
Closing balance as at 31 March 2023	894,668	4,055,609	288,425	90,600	1,888,598	(1,673)	(50,043)	7,166,184
Opening balance at 1 January 2022	894,668	4,055,609	288,425	90,600	2,078,723	(2,747)	-	(2,747)
Changes in equity for period								
Total comprehensive income	-	-	-	-	81,542	488	109,582	110,070
Closing balance as at 31 March 2022	894,668	4,055,609	288,425	90,600	2,160,265	(2,259)	109,582	7,596,890

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Cash Flows (Unaudited)
For the three-month period ended 31 March 2023

	Notes	Consolidated financial information		Separate financial information	
		2023	2022	2023	2022
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Profit (loss) before income tax		78,595	(10,889)	63,878	56,456
Adjustments for:					
Depreciation and amortisation		292,253	340,795	175,980	189,429
(Reversal) expected credit loss		(3,135)	(19,606)	(898)	(32,153)
Bad debt recovery		-	(7)	-	-
Loss on write-off of bad debts and other assets		30	-	-	-
Loss (reversal) on diminution in value of inventories		3,000	(12,381)	3,000	(8,447)
Loss (gain) on remeasurement of investment property	12	5,217	(113,127)	-	-
(Gain) loss from disposals of equipment		(169)	1,180	84	1,066
Loss on write-off of equipment and intangible assets		-	16,531	-	14,402
Loss on impairment of plant and equipment (reversal)		-	(9,163)	-	-
Loss on impairment of intangible assets	13	790	450	-	-
Leases payment discount		-	(30,168)	-	(25,352)
Gain on disposals of financial assets measured at fair value through profit or loss	6	(158)	(2,147)	(158)	(2,147)
Gain on remeasuring of financial assets measured at fair value through profit or loss	6	(521)	(850)	(521)	(850)
Shares of profit from subsidiaries, associates and joint ventures	9,10,11	(22,527)	(17,908)	(71,150)	(137,471)
Loss (reversal) on impairment of investment in subsidiaries and joint ventures	9	-	6	(917)	-
Advance income - loyalty program		246	1,370	55	1,370
Employee benefit obligations		2,143	2,220	1,412	1,589
Unrealised loss (gain) on exchange rate		2,640	2,433	1,185	(85)
Interest income		(2,078)	(6,143)	(5,598)	(9,900)
Financial costs		51,968	49,668	47,864	51,496
Changes in operating assets and liabilities:					
- trade and other receivables		56,087	5,896	23,316	61,899
- inventories		(1,348)	13,542	(2,820)	8,904
- films under productions		(20,030)	(22,957)	-	-
- other current assets		(1,053)	4,629	5,048	(4,349)
- finance lease receivables		465	430	-	-
- other non-current assets		(20,731)	(5,198)	(1,015)	(864)
- trade accounts and other payables		(233,195)	(101,782)	(239,809)	(183,310)
- other current liabilities		24,223	(92,672)	25,336	(91,404)
- contract liabilities		(36,688)	(75,783)	(81,248)	(112,924)
- other non-current liabilities		(6,084)	(9,672)	(3,017)	(3,251)
Cash flows generated from (used in) operating activities		169,940	(91,303)	(59,993)	(225,896)

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Cash Flows (Unaudited) (Cont'd)
For the three-month period ended 31 March 2023

	Notes	Consolidated financial information		Separate financial information	
		2023	2022	2023	2022
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Cash flows generated from (used in) operating activities		169,940	(91,303)	(59,993)	(225,896)
Interest paid		(51,629)	(52,828)	(46,985)	(55,666)
Income tax paid		(19,964)	(1,926)	(7,405)	(6,681)
Net cash generated from (used in) operating activities		98,347	(146,057)	(114,383)	(288,243)
Cash flows from investing activities					
Short-term loans made to related parties	17.4	(50)	(100)	(210,888)	(166,026)
Short-term loans repayments received from related parties	17.4	1,837	3,290	219,211	193,570
Long-term loans repayment received from related parties	17.5	-	-	15,000	-
Proceeds from disposals of financial assets measured at amortised cost		-	(139,343)	-	(139,343)
Payments for financial assets measured at fair value through profit or loss	6	(273,806)	-	(273,806)	-
Proceeds from disposals of financial assets measured at fair value through profit or loss	6	273,964	1,796,013	273,964	1,796,013
Payments for financial assets measured at fair value through other comprehensive income		-	(1,632,649)	-	(1,632,649)
Payments for investment in subsidiary	9	-	-	(50,000)	-
Payments for investment in associates		-	(11,550)	-	-
Proceeds from return of investment in associates	10	10,890	-	10,890	-
Purchases of property, plant and equipment		(153,629)	(90,984)	(85,119)	(48,300)
Proceeds from disposals of equipment		379	77	96	65
Purchases of intangible assets		(22,446)	(8,820)	(4,385)	(4,314)
Interest received		2,172	3,216	5,138	6,979
Dividends received		-	23,414	-	23,414
Return of profit sharing	10	-	1,500	-	-
Net cash used in investing activities		(160,689)	(55,936)	(99,899)	29,409
Cash flows from financing activities					
Proceeds from short-term loans from related parties	17.6	-	-	440,014	222,970
Repayments to short-term loans from related parties	17.6	-	-	(284,924)	(265,530)
Proceeds from short-term loans from financial institutions		-	20,000	-	-
Repayments to short-term loans from financial institutions		-	(20,000)	-	-
Repayments to lease liabilities		(63,447)	(57,148)	(47,628)	(34,724)
Repayments to long-term borrowings from financial institutions		(195,000)	(195,000)	(195,000)	(195,000)
Repayments to debenture	14	-	(500,000)	-	(500,000)
Net cash used in financing activities		(258,447)	(752,148)	(87,538)	(772,284)
Net decrease in cash and cash equivalents		(320,789)	(954,141)	(301,820)	(1,031,118)
Opening balance of cash and cash equivalents		1,167,027	2,013,814	729,979	1,722,697
Exchange gain on cash and cash equivalents		1,540	991	-	-
Closing balance of cash and cash equivalents		<u>847,778</u>	<u>1,060,664</u>	<u>428,159</u>	<u>691,579</u>

The accompanying notes are part of this interim financial information.

Major Cineplex Group Public Company Limited
Statement of Cash Flows (Unaudited) (Cont'd)
For the three-month period ended 31 March 2023

Non-cash transactions

Significant non-cash transactions during the three-month periods ended 31 March 2023 and 2022

	Consolidated		Separate	
	financial information		financial information	
	2023	2022	2023	2022
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Purchases of intangible assets, not yet paid	-	2,990	-	-
Acquisition - right-of-use assets and lease liabilities less lease incentives	-	26,503	-	4,335
Lease modifications and reassessments	-	161,196	-	-
Proceeds from sales back lease area	-	794	-	-
Addition of decommissioning funds obligations	-	4,129	-	-
Purchase of financial assets held at fair value through comprehensive income	-	57,709	-	57,709

The accompanying notes are part of this interim financial information.

1 Basis of preparation

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

An English version of the interim consolidated and separate financial information has been prepared from the interim financial information that is 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.

2 Accounting policies

The accounting policies used in the preparation of the interim 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 material impact on the Group.

3 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. The estimates and assumptions were not changed from those that were applied for financial statements for the year ended 31 December 2022.

4 Segment and revenue information

The Group's Chief Executive Officer who is a strategic decision-maker of the Group identifies reportable segments of its business to examine the Group's performance by business as follows:

	Consolidated financial information					Total Million Baht
	Cinema business Million Baht	Advertising business Million Baht	Bowling and karaoke business Million Baht	Rental and services business Million Baht	Movie content business Million Baht	
For the three-month period ended 31 March 2023						
Revenues						
- Gross segment revenues	1,312	103	110	84	78	1,687
- Inter-segment revenues	(34)	-	(4)	(22)	(37)	(97)
Net revenues	1,278	103	106	62	41	1,590
Segment results	33	64	28	(17)	32	140
Unallocated items						(32)
Profit from operations						108
Finance costs						(52)
Share of profit from investments in associates and joint ventures						23
Profit before income tax						79
Income tax						(7)
Net profit						72
Timing of revenue recognition						
At a point in time	450	19	27	-	20	516
Over time	828	84	79	62	21	1,074
Total revenues	1,278	103	106	62	41	1,590

There has been no material change in total assets or total liabilities from the amounts disclosed in the last annual financial statements.

Major Cineplex Group Public Company Limited
Condensed Notes to Interim Financial Information (Unaudited)
For the interim period ended 31 March 2023

	Consolidated financial information					Total Million Baht
	Cinema business Million Baht	Advertising business Million Baht	Bowling and Karaoke business Million Baht	Rental and services Million Baht	Movie content business Million Baht	
For the three-month period ended 31 March 2022						
Revenues						
- Gross segment revenues	951	73	60	75	122	1,281
- Inter-segment revenues	(59)	-	(9)	(15)	(70)	(153)
Net revenues	892	73	51	60	52	1,128
Segment results	(77)	52	(14)	108	(50)	19
Unallocated items						-
Profit from operations						19
Finance costs						(50)
Gain on disposals of investments						2
Share of profit from investments in associates and joint ventures						18
Loss before income tax						(11)
Income tax						37
Net profit						26
Timing of revenue recognition						
At a point in time	348	9	15	-	40	412
Over time	544	64	36	60	12	716
Total revenues	892	73	51	60	52	1,128

5 Fair value

The following table presents financial assets and liabilities that are measured at fair value, excluding where its fair value is approximating the carrying amount.

Consolidated financial information								
Level 1		Level 2		Level 3		Total		
31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	
Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	
Financial assets								
Financial assets measured at fair value through profit or loss (FVPL)								
Closed-ended fund	-	-	-	-	49,050	49,214	49,050	49,214
Financial assets measured at fair value through other comprehensive income (FVOCI)								
Listed equity securities	2,185,906	2,503,991	-	-	-	-	2,185,906	2,503,991
Total financial assets	2,185,906	2,503,991	-	-	49,050	49,214	2,234,956	2,553,205
Separate financial information								
Level 1		Level 2		Level 3		Total		
31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022	
Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	
Financial assets								
Financial assets measured at fair value through profit or loss (FVPL)								
Closed-ended fund	-	-	-	-	49,050	49,214	49,050	49,214
Financial assets measured at fair value through other comprehensive income (FVOCI)								
Listed equity securities	2,185,906	2,503,991	-	-	-	-	2,185,906	2,503,991
Total financial assets	2,185,906	2,503,991	-	-	49,050	49,214	2,234,956	2,553,205

The fair value of financial instruments in level one is based on the closing price by reference to the Stock Exchange of Thailand.

Valuation techniques used to measure fair value level 3

Financial assets measured at fair value through profit or loss (FVPL)

- Closed-ended fund is an investment in equity securities overseas which is mature in five years with two extension of one-year period each. The closed-ended fund is considered as debt securities. The financial assets measured at fair value through profit and loss by using a Net Asset Valuation ("NAV") approach as at period end date. The data is calculated by fund manager.

Fair value of financial assets and financial liabilities maturing within one year are approximate to carrying amount since the impact of discount rate is not significant.

The following table presents fair value and carrying amount of financial assets and financial liabilities, excluding those with the carrying amount approximates fair value.

Consolidated and Separate financial information		
31 March 2023		
	Carrying amount - net Thousand Baht	Fair value Thousand Baht
Financial assets not measured at fair value		
Financial assets measured at amortised cost		
- Current portion	24,891	25,063
Financial liabilities not measured at fair value		
Long-term borrowings from financial institutions		
- Current portion	490,000	472,569
- Non-current portion	1,221,464	1,216,555

6 Financial assets measured at fair value through profit or loss

Movements for the three-month period ended 31 March 2023 are as follows:

	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
Opening net book value	49,214	49,214
Addition	273,806	273,806
Disposal	(273,964)	(273,964)
Realised gain on disposal of investment	158	158
Unrealised gain on investment	521	521
Unrealised loss form exchange rate	(685)	(685)
Closing net book value	49,050	49,050

During the period ended 31 March 2023, the Company additionally invested in debentures of Baht 273.81 million. The Company disposed all of those debentures at Baht 273.96 million. The Company recognised gain on disposal of investment amounting to Baht 0.16 million in the statement of comprehensive income.

7 Financial assets measured at fair value through other comprehensive income

Movements for the three-month period ended 31 March 2023 is as follows:

	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
Opening net book value	2,503,991	2,503,991
Unrealised loss on investment	(318,085)	(318,085)
Closing net book value	2,185,906	2,185,906

During the period ended 31 March 2023, the Company did not additionally invest in equity securities. The Company has elected to present changes in fair value of equity instruments in other comprehensive income.

8 Trade and other receivables

As at 31 March 2023 and 31 December 2022, trade receivables, included in trade accounts and other receivables in statements of financial position, can be analysed by aging as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Unbilled revenue	192,610	226,078	78,477	75,453
Trade accounts receivable				
Current	151,077	148,841	75,479	68,321
Overdue less than 3 months	47,943	94,287	7,251	38,117
3 - 6 months	3,563	8,603	-	728
6 - 12 months	2,129	8,431	-	1,638
Over 12 months	10,033	13,633	955	772
Total	407,355	499,873	162,162	185,029
<u>Less</u> Loss allowance	(23,786)	(27,119)	(1,636)	(3,003)
Trade accounts receivable, net	383,569	472,754	160,526	182,026

9 Investment in subsidiaries

Movements of investments in subsidiaries for the three-month period ended 31 March 2023 are as follows:

	Separate financial information Thousand Baht
Opening net book value	2,158,392
Additions	50,000
Share of profit	47,399
Share of other comprehensive expenses	(1,310)
Reversal of impairment	917
Closing net book value	2,255,398

Addition of investment

Major Join film Co., Ltd.

The Extraordinary General Meeting of shareholders of Major Join Film Co., Ltd. (subsidiary) No.1/2023 on 27 March 2023, passed a resolution to approve an increase in the registered capital from Baht 250.00 million (25,000,000 shares at the par value of Baht 100.00 each) to Baht 350.00 million (3,500,000 shares at the par value Baht 100.00 each) by issuing additional 1,000,000 shares at the par value of Baht 100.00 each. The Company made a payment on 27 March 2023 amounting to Baht 50.00 million and will made another payment of Baht 50.00 million in the second quarter of 2023.

10 Investment in associates

Movements of investments in associates for the three-month period ended 31 March 2023 are as follows:

	Consolidated financial information	Separate financial information
	Thousand Baht	Thousand Baht
Opening net book value	1,873,346	1,841,962
Return of investment	(10,890)	(10,890)
Share of profit	22,209	23,751
Share of other comprehensive expenses	(93)	-
Closing net book value	1,884,572	1,854,823

Gain on disposals of assets to the Property Fund will be realised on the straight-line basis over the lease contracts period of the buildings leased out to the Property Fund. During the three-month period ended 31 March 2023, the Group realised gain on disposals of Baht 2.57 million in the consolidated statement of comprehensive income (31 March 2022: Baht 2.57 million).

Return of investment

Major Cineplex Lifestyle Leasehold Property Fund ("MJLF")

On 2 March 2023, Kasikorn Asset Management Co., Ltd., the management company of Major Cineplex Lifestyle Leasehold Property Fund (MJLF) has set the book closing date on 16 March 2023 for capital reduction from Baht 3,267.00 million (330,000,000 shares at the par value of Baht 9.90 each) to Baht 3,234.00 million (330,000,000 shares at the par value of Baht 9.80 each). The company received cash from capital reduction in totalling of Baht 10.89 million on 29 March 2023. This capital reduction does not affect shareholding percentage in this associate.

11 Joint arrangements

11.1 Joint ventures

Movements of investments in joint ventures for the three-month period ended 31 March 2023 are as follows:

	Consolidated financial information
	Thousand Baht
Opening net book value	26,391
Share of profit	318
Share of other comprehensive expenses	(35)
Closing net book value	26,674

11.2 Joint operations

Movements of investments in joint operations for three-month period ended 31 March 2023 are as follows;

Addition of investment

Major Join Film Company Limited invested in "Joint Venture Suea Phen" on 16 January 2023, in which the Company has percentage of interest 80% with respect to the joint investment agreement. The Company paid 100% of investment which calculated to Baht 22.40 million. The Company made a payment on 3 February 2023 amounting to Baht 4.80 million and on 15 February 2023 amounting to Baht 17.60 million.

Return of investment

- Major Join Film Company Limited received returned of investment from "Joint Venture Buaphan Fun Yub" amounting to Baht 7.89 million on 15 February 2022.
- M Thirty Nine Company Limited received returned of investment from "Joint Venture Bikeman" amounting to Baht 0.07 million on 27 February 2023.

12 Investment property

	Consolidated financial information Thousand Baht
Opening net book value	369,053
Transfer from property, plant and equipment	598
Net loss from fair value remeasurement	(5,217)
Closing net book value	364,434

To measure the fair value of investment property, the Group engaged an independent valuer to assess the fair value of the investment property. The Group's valuation technique used significant unobservable inputs, such that the fair value measurement was classified as level 3.

13 Property, plant, equipment and intangible assets

Movements of property, plant and equipment and intangible assets for the three-month period ended 31 March 2023 are as follows:

	Consolidated financial information		Separate financial information	
	Property, plant and equipment Thousand Baht	Intangible assets Thousand Baht	Property, plant and equipment Thousand Baht	Intangible assets Thousand Baht
Opening net book value	4,475,731	172,605	2,927,885	89,777
Exchange differences	(3,677)	(135)	-	-
Additions	127,114	22,446	78,560	4,384
Transfer from film under production	-	38,369	-	-
Transfer out to investment property	(598)	-	-	-
Disposals	(210)	-	(179)	-
Depreciation/amortisation	(172,740)	(36,490)	(109,658)	(6,736)
Impairment charge	-	(790)	-	-
Closing net book value	4,425,620	196,005	2,896,608	87,425

14 Borrowings

On 7 September 2022, the Company issued a straight, unsecured and unsubordinated Baht bonds (Straight Bond) of 1,000,000 units at face value of Baht 1,000 per unit, totalling of Baht 1,000 million. The straight bond has a term of five-year and maturity date is on 7 September 2027 with a fixed interest rate of 4.25% per annum and due for payment every three months. The Company has to maintain debt to equity ratio at the ratio stipulated in the prospectus.

On 4 February 2021, the Company issued a straight, unsecured and unsubordinated Baht bonds (Straight Bond) of 500,000 units at face value of Baht 1,000 per unit, totaling of Baht 500 million. The straight bond has a term of one-year and maturity date was on 4 February 2022. The Company redeemed the entire amount of this debenture on the maturity date.

On 12 September 2017, the Company issued a straight, unsecured and unsubordinated Baht bonds (Straight Bond) of 1,000,000 units at face value of Baht 1,000 per unit, totalling of Baht 1,000 million. The straight bond has a term of five-year and maturity date was on 12 September 2022. The Company redeemed the entire amount of this debenture on the maturity date.

15 Income tax expense

Income tax expense is recognised based on management's estimate. The estimated tax rate used for the three-month period ended 31 March 2023 is 8.62% and 3.94% compared to 335.34% and 45.97%, for the three months ended 31 March 2022 for consolidated financial information and separate financial information, respectively. Tax rate differs from recognition of deferred tax assets for tax loss carried forwards which probable that future taxable profit will be available against which the temporary differences can be utilised.

16 Commitments and contingencies

16.1 Bank guarantees and letter of credits

As at 31 March 2023, there are outstanding bank guarantees and letters of credit given on behalf of the Group to third parties amounting to Baht 239.39 million (31 December 2022: Baht 234.96 million).

16.2 Service contract commitments

The Company and its subsidiaries have commitment obligations in terms of service contracts. The future aggregate non-cancellable minimum service payments under the contracts are as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
	Million Baht	Million Baht	Million Baht	Million Baht
Not later than 1 year	640	639	407	405
Later than 1 year but not later than 5 years	2,415	2,426	1,630	1,635
Later than 5 years	2,847	3,422	2,160	2,529
	5,902	6,487	4,197	4,569

In addition to the minimum service payments, the Group also has obligations in respect of service contracts based on revenue sharing with the service providers.

16.3 Capital commitments

Capital expenditure contracted for at the statement of financial position date, but not recognised in the financial statements is presented as follows:

	Currency	Consolidated financial information		Separate financial information	
		2023 Thousand	2022 Thousand	2023 Thousand	2022 Thousand
Property, plant and equipment	THB	147,360	201,934	84,472	135,152
	USD	541	925	-	-
Total in Thai Baht and equivalent to Thai Baht	THB	147,360	201,934	84,472	135,152
	USD	18,519	32,111	-	-
		165,879	234,045	84,472	135,152

16.4 Commitment for film productions

As at 31 March 2023, the Group has commitments in respect of payments to film directors amounting to Baht 6.17 million (31 December 2022: Baht 10.55 million).

17 Related party transactions

The following material transactions were carried out with related parties:

17.1 Sales of goods and services and others

For the three-month period ended 31 March	Consolidated financial information		Separate financial information	
	2023 Thousand Baht	2022 Thousand Baht	2023 Thousand Baht	2022 Thousand Baht
Sales of goods and services				
Subsidiaries	-	-	38,574	57,065
Associates	3,771	27,760	3,399	-
Leasehold property fund	15,448	13,677	8,040	8,400
Joint ventures	609	90	-	-
Joint operation	455	124	-	-
Related parties	32,483	10,732	6,550	1,206
	52,766	52,383	56,563	66,671

17.2 Purchase of goods and services and others

For the three-month period ended 31 March	Consolidated financial information		Separate financial information	
	2023 Thousand Baht	2022 Thousand Baht	2023 Thousand Baht	2022 Thousand Baht
Purchases of goods and services				
Subsidiaries	-	-	40,724	21,947
Associates	1,701	3,522	1,458	850
Leasehold property fund	24,344	47,186	20,999	34,468
Joint operation	3,644	-	-	-
Related parties	35,217	28,581	34,938	25,751
	64,906	79,289	98,119	83,016

17.3 Outstanding balances arising from sales/purchases of goods/services and others

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Trade accounts receivable (include unbilled revenue)				
Subsidiaries	-	-	22,777	24,451
Associates	2,742	4,701	-	192
Leasehold property fund	3,576	2,174	29	22
Joint ventures	3,993	5,534	-	-
Joint operation	2,128	2,258	-	-
Related parties	28,786	12,140	6,157	3,296
	41,225	26,807	28,963	27,961
Amounts due from related parties				
Subsidiaries	-	-	164,064	178,284
Associates	17	11	17	11
Leasehold property fund	2,835	2,423	2,835	2,394
Joint ventures	-	96	-	-
Related parties	484	2,093	20	98
<u>Less</u> Loss allowance	-	-	(32,067)	(34,819)
	3,336	4,623	134,869	145,968
Deposit (included in "Other non-current assets")				
Leasehold property fund	2,572	2,556	2,572	2,556
	2,572	2,556	2,572	2,556
Trade accounts payable (included in "Trade and other payables")				
Subsidiaries	-	-	30,755	34,998
Associates	273	6,339	-	248
Leasehold property fund	6,094	8,153	5,230	7,003
Joint ventures	1,683	966	-	-
Joint operation	4,001	4,607	-	-
Related parties	6,467	6,852	8,352	7,594
	18,518	26,917	44,337	49,843
Other payables (included in "Amounts due to related parties")				
Subsidiaries	-	-	8,759	50,912
Associates	10,869	11,885	10,775	11,885
Leasehold property fund	67	281	-	-
Related parties	12,762	8,632	5,610	2,428
Board	2,704	1,834	2,132	719
	26,402	22,632	27,276	65,944
Contract liabilities				
Subsidiaries	-	-	45,697	114,170
Associates	380	380	-	-
Joint operation	45	45	-	-
Related parties	-	75	-	-
	425	500	45,697	114,170

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Advance received for rental and services (included in “Other non-current liabilities”)				
Leasehold property fund	18,415	18,677	-	-
Related parties	1,609	1,986	-	-
	20,024	20,663	-	-
Deposits received (included in “Other non-current liabilities”)				
Leasehold property fund	123,503	123,503	-	-
Related parties	5,531	5,531	-	-
	129,034	129,034	-	-
Lease liabilities				
Associates	2,126	2,276	-	-
Leasehold property fund	250,256	254,251	216,664	220,075
Related parties	116,562	119,207	116,562	119,207
	368,944	375,734	333,226	339,282

17.4 Short-term loans to related parties

The movements of short-term loans to related parties for the three-month period ended 31 March 2023 and for the year ended 31 December 2022 are as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Subsidiaries and employees				
Opening balance	5,113	17,516	390,891	386,225
Loans provided during the period/year	50	280	210,888	716,466
Loans repayments received during the period/year	(1,837)	(12,683)	(219,211)	(711,800)
Closing balance	3,326	5,113	382,568	390,891

Short-term loans to related parties are unsecured loans to subsidiaries amounting to Baht 379.24 million. Loans are repayable within 1 month and carry interest at the rate of 4% per annum (2022: 4% per annum).

Short-term loans to employees in the consolidated and separate financial information were Baht 3.33 million (2022: Baht 5.11 million), bearing no interest (2022: nil).

The related interest income was Baht 3.30 million (31 March 2022: Baht 3.67 million). As at 31 March 2023, the accrued interest income in the separate financial information was Baht 1.14 million (31 December 2022: Baht 1.32 million).

17.5 Long-term loans to related parties

The movements of long-term loans to related parties for the three-month period ended 31 March 2023 and for the year ended 31 December 2022 are as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Subsidiaries and employees				
Opening balance	1,900	1,900	154,080	125,380
Loans repayments received during the period/year	-	-	(15,000)	(8,640)
Loss allowance	-	-	(2,840)	-
Reversal of loss allowance	-	-	-	37,340
Closing balance	1,900	1,900	136,240	154,080

Long-term loans to subsidiaries amounting to Baht 134.34 million are carrying interest at the rate of 2.38% per annum (2022: 2.38% per annum) and is repayable on demand. However, the Company issued the letter specified that the Company will not demand for payment of loan within twelve months from 31 December 2022.

Long-term loans to employees in the consolidated and separate financial information were Baht 1.90 million (2022: Baht 1.90 million), bearing no interest (2022: nil).

The related interest income was Baht 0.94 million (31 March 2022: Baht 1.02 million). As at 31 March 2023, the accrued interest income in the separate financial information was Baht 108.08 million (31 December 2022: Baht 108.11 million).

17.6 Short-term loans from related parties

The movements of short-term loans from related parties for the three-month period ended 31 March 2023 and for the year ended 31 December 2022 are as follows:

	Consolidated financial information		Separate financial information	
	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht	31 March 2023 Thousand Baht	31 December 2022 Thousand Baht
Subsidiaries and associates				
Opening balance	-	-	452,235	918,934
Loans borrowed during the period/year	-	-	440,014	1,223,587
Loans repayments during the period/year	-	-	(284,924)	(1,690,286)
Closing balance	-	-	607,325	452,235

Short-term loans from related parties are loans from subsidiaries which are unsecured short-term loans of Baht 607.33 million (2022: Baht 452.24 million), repayable within 1 month and carrying interest rate of 4% per annum.

The related interest expense in the separate financial information was Baht 5.27 million (31 March 2022: Baht 9.41 million). As at 31 March 2023, the accrued interest expense in the separate financial information was Baht 2.05 million (31 December 2022: Baht 1.49 million).

17.7 Key management compensation

	Consolidated financial information		Separate financial information	
	2023 Thousand Baht	2022 Thousand Baht	2023 Thousand Baht	2022 Thousand Baht
For the three-month period ended 31 March				
Short-term employee benefits	9,606	11,211	6,190	8,948
Retirement benefits	144	246	81	186
	9,750	11,457	6,271	9,134

18 Events after the reporting date

At the Annual General Shareholders Meeting held on 7 April 2023, the shareholders passed a resolution to approve dividend payment in respect of the operation results from January to December 2022 at Baht 0.25 per share, totalling of Baht 223.67 million. The dividends were for all shareholders listed in the register on 21 April 2023 and were distributed to the shareholders on 3 May 2023.

19 Authorisation of financial information

The interim consolidated and separate financial information were authorised for issue by the Board of Directors on 10 May 2023.

This interim consolidated and separate financial information has been reviewed, not audited.