

MAJOR CINEPLEX GROUP PUBLIC COMPANY LIMITED

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

31 DECEMBER 2023

Independent Auditor's Report

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

My opinion

In my opinion, the consolidated financial statements and the separate financial statements present fairly, in all material respects, the consolidated financial position of Major Cineplex Group Public Company Limited (the Company) and its subsidiaries (the Group) and the separate financial position of the Company as at 31 December 2023, and its consolidated and separate financial performance and its consolidated and separate cash flows for the year then ended in accordance with Thai Financial Reporting Standards (TFRS).

What I have audited

The consolidated financial statements and the separate financial statements comprise:

- the consolidated and separate statements of financial position as at 31 December 2023;
- the consolidated and separate statements of comprehensive income for the year then ended;
- the consolidated and separate statements of changes in equity for the year then ended;
- the consolidated and separate statements of cash flows for the year then ended; and
- the notes to the consolidated and separate financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

I conducted my audit in accordance with Thai Standards on Auditing (TSAs). My responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the consolidated and separate financial statements section of my report. I am independent of the Group and the Company in accordance with the Code of Ethics for Professional Accountants including Independence Standards issued by the Federation of Accounting Professions (TFAC Code) that are relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with the TFAC Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key audit matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the consolidated and separate financial statements of the current period. This matter was addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Key audit matter	How my audit addressed the key audit matter
<p><i>Property, plant and equipment impairment assessment</i></p> <p>Refer to note 7 (Critical accounting estimates and judgements) and note 18 (Property, plant and equipment), as at 31 December 2023 the group has property, plant and equipment in total of Baht 4,463 million which represent 30.94 percent of total assets.</p> <p>Management tests the impairment of property, plant and equipment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable by using value in use method which calculated from discounted cash flow projection. From the assessment, management concluded that no additional impairment was required in 2023.</p> <p>I focused this area due to the size of the property, plant and equipment balance which was material to the financial statement and because of the fact that management's assessment of the recoverable amount involves significant judgements about the future results of the cash generating units (CGUs), the growth rates and the discount rates applied to future cash flow forecasts. Small changes can have a material impact on the assessed recoverable amount and the impairment charge.</p>	<p>I understood and evaluated management's valuation approach for assessing the impairment of property, plant and equipment using the value in use method. I considered the approach to be appropriate in accordance with the Thai Financial Reporting Standards.</p> <p>I evaluated management's cash flow forecasts of CGUs and the process by which they were computed. I assessed the principles of management's discounted cash flow model, including verifying the mathematical accuracy of the underlying calculations.</p> <p>I compared the cash flow forecasts to the average past performance. I found that the information in those reports used in the recoverable amount calculations were consistent with the average past performance.</p> <p>I also tested these significant assumptions:</p> <ol style="list-style-type: none"> 1. the growth rates used in the cash flow forecasts by comparing them to historical results and economic and industry forecasts, and 2. the discount rate used in the model by assessing the weighted average cost of capital of the Group by comparing it to recent market data. <p>Base on the above procedures, I found that the key assumptions used in relation to the recoverable amount calculations appeared reasonable and appropriate in light of current environment.</p>

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and separate financial statements and my auditor's report thereon. The annual report is expected to be made available to me after the date of this auditor's report.

My opinion on the consolidated and separate financial statements does not cover the other information and I will not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated and separate financial statements, my responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated and separate financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to the audit committee.

Responsibilities of the directors for the consolidated and separate financial statements

The directors are responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with TFRS, and for such internal control as the directors determine is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, the directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group and the Company or to cease operations, or has no realistic alternative but to do so.

The audit committee assists the directors in discharging their responsibilities for overseeing the Group's and the Company's financial reporting process.

Auditor's responsibilities for the audit of the consolidated and separate financial statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with TSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with TSAs, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the consolidated and separate financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group and the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with the audit committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide the audit committee with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with the audit committee, I determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

PricewaterhouseCoopers ABAS Ltd.

Tithinun Vankeo

Certified Public Accountant (Thailand) No. 9432

Bangkok

22 February 2024

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

		Unit: Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		31 December	31 December	31 December	31 December
Notes		2023	2022	2023	2022
Assets					
Current assets					
Cash and cash equivalents	9	811,771,742	1,167,027,056	479,949,568	729,978,561
Financial assets measured at amortised cost	11.1	-	24,901,668	-	24,901,668
Financial assets measured at fair value through profit or loss	11.2	43,598,381	49,213,950	43,598,381	49,213,950
Financial assets measured at fair value through other comprehensive income	11.3	1,868,567,100	2,503,991,020	1,868,567,100	2,503,991,020
Trade accounts and other receivables	10	621,557,116	531,881,633	463,013,684	353,099,472
Short-term loans to related parties	40 d)	725,217	5,113,142	478,391,866	390,890,997
Inventories	12	189,428,867	151,380,123	129,252,799	99,235,699
Films under production		21,297,750	68,123,868	-	-
Current portion of prepaid services	22	10,984,034	1,875,600	8,135,841	1,875,600
Other current assets	13	174,318,871	155,465,124	86,644,271	41,456,811
Total current assets		3,742,249,078	4,658,973,184	3,557,553,510	4,194,643,778
Non-current assets					
Finance lease receivables	11.1	6,782,436	8,242,379	-	-
Investment in subsidiaries	14	-	-	2,173,441,135	2,158,391,530
Investment in associates	15	1,891,742,814	1,873,345,784	1,881,589,461	1,841,962,355
Interests in joint ventures	16	-	26,390,542	-	-
Long-term loans to related parties	40 e)	-	1,900,000	143,550,000	154,080,000
Investment property	17	462,104,254	369,053,437	-	-
Property, plant and equipment	18	4,462,742,643	4,475,731,426	2,887,943,314	2,927,885,150
Right-of-use assets	19	2,979,903,020	2,784,678,017	1,852,846,773	2,018,514,549
Intangible assets	20	200,276,172	172,605,248	144,461,979	89,776,412
Deferred income tax assets	21	379,830,876	248,812,695	291,150,336	94,281,931
Long-term prepaid services	22	121,056,946	56,733,328	86,811,282	54,904,463
Other non-current assets	23	179,265,841	170,262,972	120,531,780	114,552,381
Total non-current assets		10,683,705,002	10,187,755,828	9,582,326,060	9,454,348,771
Total assets		14,425,954,080	14,846,729,012	13,139,879,570	13,648,992,549

Director _____ Director _____

The accompanying notes are an integral part of these consolidated and separate financial statements.

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

Unit: Baht					
	Notes	Consolidated financial statements		Separate financial statements	
		31 December 2023	31 December 2022	31 December 2023	31 December 2022
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term borrowings from financial institutions	25	700,313,390	316,495	700,000,000	-
Trade accounts and other payables	24	1,917,003,657	1,463,485,353	1,439,453,603	1,019,853,268
Current portion of contract liabilities	33	484,325,117	528,865,157	412,568,430	494,188,649
Current portion of long-term borrowings	25	295,000,000	490,000,000	295,000,000	490,000,000
Current portion of lease liabilities		452,592,649	258,008,185	206,477,685	194,997,781
Short-term loans from related parties	40 f)	-	-	954,433,106	452,235,496
Accrued income tax		56,589,169	9,894,382	-	-
Other current liabilities	27	58,158,132	54,845,486	23,493,280	26,076,264
Total current liabilities		3,963,982,114	2,805,415,058	4,031,426,104	2,677,351,458
Non-current liabilities					
Long-term borrowings	25	992,795,932	1,416,037,893	992,795,932	1,416,037,893
Lease liabilities		2,714,726,300	2,748,467,266	1,764,935,885	1,960,306,793
Deferred income tax liabilities	21	125,556,388	126,829,321	-	-
Employee benefit obligations	28	90,472,721	87,873,140	65,965,633	62,953,758
Contract liabilities	33	1,609,873	4,686,063	-	-
Other non-current liabilities	29	424,657,354	435,940,413	167,901,737	176,772,969
Total non-current liabilities		4,349,818,568	4,819,834,096	2,991,599,187	3,616,071,413
Total liabilities		8,313,800,682	7,625,249,154	7,023,025,291	6,293,422,871

The accompanying notes are an integral part of these consolidated and separate financial statements.

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

		Unit: Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		31 December	31 December	31 December	31 December
Notes		2023	2022	2023	2022
Liabilities and equity (Cont'd)					
Equity					
Share capital					
Authorised share capital					
Ordinary shares 894,667,502 shares					
par value of Baht 1 each					
		894,667,502	894,667,502	894,667,502	894,667,502
Issued and fully paid-up share capital					
Ordinary shares 894,667,502 shares					
paid-up of Baht 1 each					
		894,667,502	894,667,502	894,667,502	894,667,502
Share premium					
		4,055,609,113	4,055,609,113	4,055,609,113	4,055,609,113
Share premium - treasury share					
		288,424,625	288,424,625	288,424,625	288,424,625
Treasury shares					
30		(951,710,590)	-	(951,710,590)	-
Retained earnings					
Appropriated					
Legal reserve					
31		90,600,000	90,600,000	90,600,000	90,600,000
Treasury shares					
30		951,710,590	-	951,710,590	-
Unappropriated					
		978,909,670	1,931,383,375	1,102,984,175	1,822,206,380
Other components of equity					
		(317,328,381)	(168,831,923)	(315,431,136)	204,062,058
Equity attributable to owners of the parent					
		5,990,882,529	7,091,852,692	6,116,854,279	7,355,569,678
Non-controlling interests					
32		121,270,869	129,627,166	-	-
Total equity					
		6,112,153,398	7,221,479,858	6,116,854,279	7,355,569,678
Total liabilities and equity					
		14,425,954,080	14,846,729,012	13,139,879,570	13,648,992,549

The accompanying notes are an integral part of these consolidated and separate financial statements.

Major Cineplex Group Public Company Limited
Statement of Comprehensive Income
For the year ended 31 December 2023

		Unit: Baht			
		Consolidated financial statements		Separate financial statements	
Notes		2023	2022	2023	2022
Revenues					
Services income		6,022,596,554	4,472,005,688	3,645,710,461	2,696,369,717
Sales		2,528,703,409	1,916,466,991	1,740,859,615	1,283,729,643
Total revenues		8,551,299,963	6,388,472,679	5,386,570,076	3,980,099,360
Costs					
Cost of providing services		(4,540,386,579)	(3,618,720,464)	(2,975,524,653)	(2,295,572,178)
Cost of sales		(1,143,351,836)	(993,009,008)	(747,636,783)	(589,054,087)
Total costs		(5,683,738,415)	(4,611,729,472)	(3,723,161,436)	(2,884,626,265)
Gross profit		2,867,561,548	1,776,743,207	1,663,408,640	1,095,473,095
Other operating income	34	182,846,538	360,930,875	196,296,100	300,452,840
Selling expenses		(562,397,446)	(409,099,901)	(368,752,911)	(284,780,146)
Administrative expenses		(1,637,677,837)	(1,379,921,997)	(1,151,549,273)	(954,678,242)
Gain from fair value adjustments of investment property		40,988,396	56,268,030	-	-
Reversal of expected credit loss	35	420,645	33,669,630	16,470,506	38,324,389
Finance costs	36	(203,821,298)	(200,530,688)	(194,042,151)	(193,000,945)
Gain on disposals of investment		346,279,610	126,170,667	215,567,357	126,170,667
Share of profit (loss) of investments in subsidiaries, associates and joint ventures	14, 15, 16	104,676,525	(43,819,581)	458,307,450	166,450,638
Profit before income tax		1,138,876,681	320,410,242	835,705,718	294,412,296
Income tax	37	(75,227,292)	(51,486,164)	67,783,293	(13,258,710)
Profit for the year		1,063,649,389	268,924,078	903,489,011	281,153,586

The accompanying notes are an integral part of these consolidated and separate financial statements.

Major Cineplex Group Public Company Limited
Statement of Comprehensive Income (Cont'd)
For the year ended 31 December 2023

		Unit: Baht			
		Consolidated financial statements		Separate financial statements	
Notes		2023	2022	2023	2022
Other comprehensive income :					
<i>Items that will not subsequently be reclassified to profit or loss</i>					
	Share of comprehensive loss of subsidiaries and joint venture according to equity method	-	(940,391)	-	(869,486)
	Change in fair value of investments in equity instrument measured at fair value through other comprehensive income	11.3 (645,425,560)	255,531,470	(645,425,560)	255,531,470
	Income tax relating to the above items	129,085,112	(51,106,294)	129,085,112	(51,106,294)
		(516,340,448)	203,484,785	(516,340,448)	203,555,690
<i>Items that will subsequently be reclassified to profit or loss</i>					
	Currency translation differences	(4,345,775)	4,294,581	-	-
	Share of other comprehensive income (expense) of subsidiaries, associates and joint venture according to equity method	2,368	163,456	(3,141,069)	2,384,146
		(4,343,407)	4,458,037	(3,141,069)	2,384,146
	Total other comprehensive (expense) income for the year, net of income tax	(520,683,855)	207,942,822	(519,481,517)	205,939,836
	Total comprehensive income for the year	542,965,534	476,866,900	384,007,494	487,093,422
Profit attributable to:					
	Owners of the parent	1,041,812,874	252,145,319	903,489,011	281,153,586
	Non-controlling interests	32 21,836,515	16,778,759	-	-
		1,063,649,389	268,924,078	903,489,011	281,153,586
	Total comprehensive income attributable to:				
	Owners of the parent	522,331,357	458,085,155	384,007,494	487,093,422
	Non-controlling interests	32 20,634,177	18,781,745	-	-
		542,965,534	476,866,900	384,007,494	487,093,422
Earnings per share					
	Basic earnings per share	38 1.18	0.28	1.02	0.31

The accompanying notes are an integral part of these consolidated and separate financial statements.

Consolidated financial statements														Unit: Baht	
Attributable to owners of the parent															
Notes	Issued and paid-up share capital	Share premium	Share premium - treasury share	Treasury shares	Retained earnings			Change in parent's ownership interest in subsidiaries and joint operations	Other components of equity			Total owners of the parent	Non-controlling interest	Total equity	
					Legal reserve	Treasury shares	Unappropriated		Other comprehensive income (expense)						
									Translation of financial statements and share of other comprehensive income (loss) from investments	Change in fair value of investments in equity instrument	Total other component of equity				
Opening balance as at 1 January 2022	894,667,502	4,055,609,113	288,424,625	-	90,600,000	-	2,216,908,043	(373,593,487)	(2,700,606)	-	(376,294,093)	7,169,915,190	116,898,269	7,286,813,459	
Changes in equity during the year															
Non-controlling interests invested in subsidiary	32	-	-	-	-	-	-	652,848	-	-	652,848	652,848	(6,052,848)	(5,400,000)	
Dividends	39	-	-	-	-	-	(536,800,501)	-	-	-	-	(536,800,501)	-	(536,800,501)	
Total comprehensive income for the year		-	-	-	-	-	251,275,833	-	2,384,146	204,425,176	206,809,322	458,085,155	18,781,745	476,866,900	
Closing balance as at 31 December 2022		894,667,502	4,055,609,113	288,424,625	-	90,600,000	-	1,931,383,375	(372,940,639)	(316,460)	204,425,176	(168,831,923)	7,091,852,692	129,627,166	7,221,479,858
Opening balance as at 1 January 2023		894,667,502	4,055,609,113	288,424,625	-	90,600,000	-	1,931,383,375	(372,940,639)	(316,460)	204,425,176	(168,831,923)	7,091,852,692	129,627,166	7,221,479,858
Changes in equity during the year															
Disposal of investment in subsidiaries		-	-	-	-	-	-	(371,575,363)	371,575,363	(578,627)	-	370,996,736	(578,627)	(28,990,474)	(29,569,101)
Treasury shares	30	-	-	-	(951,710,590)	-	951,710,590	(951,710,590)	-	-	-	-	(951,710,590)	-	(951,710,590)
Change in parent's ownership interest in joint operation		-	-	-	-	-	-	-	(11,677)	-	-	(11,677)	(11,677)	-	(11,677)
Dividends	39	-	-	-	-	-	-	(671,000,626)	-	-	-	-	(671,000,626)	-	(671,000,626)
Total comprehensive income for the year		-	-	-	-	-	-	1,041,812,874	-	(3,141,069)	(516,340,448)	(519,481,517)	522,331,357	20,634,177	542,965,534
Closing balance as at 31 December 2023		894,667,502	4,055,609,113	288,424,625	(951,710,590)	90,600,000	951,710,590	978,909,670	(1,376,953)	(4,036,156)	(311,915,272)	(317,328,381)	5,990,882,529	121,270,869	6,112,153,398

The accompanying notes are an integral part of these consolidated and separate financial statements.

Major Cineplex Group Public Company Limited
Statement of Changes in Equity (Cont'd)
For the year ended 31 December 2023

Separate financial statements												Unit: Baht	
								Other components of equity					Total equity
								Change in parent's ownership interest in subsidiaries and joint operations	Other comprehensive income (expense)			Total other component of equity	
									Translation of financial statements and share of other comprehensive income (loss) from investments	Change in fair value of investments in equity instrument			
				Retained earnings									
				Appropriated									
				Legal reserve	Treasury shares	Unappropriated							
Note	Issued and paid-up share capital	Share premium	Share premium - treasury share	Treasury shares	reserve	Treasury shares	Unappropriated						
Opening balance as at 1 January 2022	894,667,502	4,055,609,113	288,424,625	-	90,600,000	-	2,078,722,781	-	(2,747,264)	-	(2,747,264)	7,405,276,757	
Changes in equity during the year													
Dividends	39	-	-	-	-	-	(536,800,501)	-	-	-	-	(536,800,501)	
Total comprehensive income for the year		-	-	-	-	-	280,284,100	-	2,384,146	204,425,176	206,809,322	487,093,422	
Closing balance as at 31 December 2022	894,667,502	4,055,609,113	288,424,625	-	90,600,000	-	1,822,206,380	-	(363,118)	204,425,176	204,062,058	7,355,569,678	
Opening balance as at 1 January 2023	894,667,502	4,055,609,113	288,424,625	-	90,600,000	-	1,822,206,380	-	(363,118)	204,425,176	204,062,058	7,355,569,678	
Changes in equity during the year													
Treasury shares	30	-	-	(951,710,590)	-	951,710,590	(951,710,590)	-	-	-	-	(951,710,590)	
Change in parent's ownership interest in joint operation		-	-	-	-	-	-	(11,677)	-	-	(11,677)	(11,677)	
Dividends	39	-	-	-	-	-	(671,000,626)	-	-	-	-	(671,000,626)	
Total comprehensive income for the year		-	-	-	-	-	903,489,011	-	(3,141,069)	(516,340,448)	(519,481,517)	384,007,494	
Closing balance as at 31 December 2023	894,667,502	4,055,609,113	288,424,625	(951,710,590)	90,600,000	951,710,590	1,102,984,175	(11,677)	(3,504,187)	(311,915,272)	(315,431,136)	6,116,854,279	

The accompanying notes are an integral part of these consolidated and separate financial statements.

Major Cineplex Group Public Company Limited
Statement of Cash Flows
For the year ended 31 December 2023

		Unit: Baht			
Notes	Consolidated financial statements		Separate financial statements		
	2023	2022	2023	2022	
Profit before income tax		1,138,876,681	320,410,242	835,705,718	294,412,296
Adjustments for:					
Depreciation and amortisation		1,220,513,087	1,311,470,599	737,885,845	739,674,767
Reversal of expected credit loss	35	(420,645)	(33,669,630)	(16,470,506)	(38,324,389)
Loss on write-off of bad debts and other assets	35	26,719,631	17,414,159	12,598,623	39,720
Loss on sales returns		-	112,000	-	-
Loss (reversal) on diminution in value of inventories	35	20,113,186	(6,888,834)	15,711,785	(2,717,038)
Gain on revaluation of investment property	35	(40,988,396)	(56,268,030)	-	-
Loss (gain) from disposals of equipment		1,854,591	(535,087)	578,460	2,839,212
Loss on write-off of equipment and intangible assets	35	11,527,798	33,933,238	3,182,125	23,737,036
Loss on impairment of plant, equipment and intangible assets	35	17,188,885	10,249,254	-	19,861,843
Leases payment discount	34	-	(88,079,247)	-	(75,625,400)
Gain from lease modification		(1,654,797)	(6,378,611)	(991,269)	(2,241,687)
Gain on disposals of financial assets measured at fair value through profit or loss		(157,529)	(4,739,518)	(157,529)	(4,739,518)
Loss from changes in fair value of financial assets at fair value through profit or loss	11.2	5,235,879	4,684,152	5,235,879	4,684,152
Gain on disposals of investments in subsidiaries	14	(346,122,080)	-	(215,409,827)	-
Gain on disposals of investments in associate	15	-	(121,431,149)	-	(121,431,149)
Shares of (profit) loss from subsidiaries, associates and joint ventures	14, 15, 16	(104,676,525)	43,819,581	(458,307,450)	(166,450,638)
Gain on reversal of impairment in investment in subsidiaries	14	-	-	(917,355)	-
Loss on impairment in interest in joint ventures	16	-	5,822	-	-
Advance income - loyalty program		(3,257,431)	6,160,401	(3,813,452)	5,935,489
Employee benefit obligations	28	9,765,950	8,879,151	5,648,602	3,735,543
Change in parent's ownership interest in joint operation		(11,677)	-	-	-
Unrealised loss on exchange rate		5,323,756	1,096,964	708,785	814,744
Interest income	34	(15,386,685)	(14,304,652)	(32,246,287)	(31,657,337)
Dividend income	34	(73,637,708)	(45,460,021)	(73,637,708)	(45,460,021)
Financial costs	36	203,821,298	200,530,688	194,042,151	193,000,945
Changes in operating assets and liabilities:					
- trade accounts and other receivables		(167,386,697)	(144,902,334)	(99,782,118)	3,541,015
- inventories		(58,161,930)	(33,578,647)	(45,728,885)	(18,631,346)
- films under productions		(55,696,865)	(118,844,305)	-	-
- other current assets		(30,364,472)	(1,566,151)	(28,572,022)	(2,099,867)
- finance lease receivables		1,784,145	1,732,940	-	-
- other non-current assets		(87,929,207)	(4,776,170)	(46,631,437)	(2,063,887)
- trade accounts and other payables		562,480,546	31,389,157	410,604,448	19,752,667
- other current liabilities		5,695,441	(79,114,762)	(2,582,984)	(80,058,033)
- contract liabilities		10,024,070	(73,669,362)	(77,806,766)	(24,224,710)
- other non-current liabilities		(11,394,553)	(29,306,291)	(8,871,232)	(10,645,062)
- employee benefit paid	28	(3,440,012)	(7,095,023)	(2,636,727)	(6,935,717)
Cash generated from operating activities		2,240,237,735	1,121,280,524	1,107,338,867	678,723,630

The accompanying notes are an integral part of these consolidated and separate financial statements.

Major Cineplex Group Public Company Limited
Statement of Cash Flows (Cont'd)
For the year ended 31 December 2023

		Unit: Baht			
		Consolidated		Separate	
		financial statements		financial statements	
Notes		2023	2022	2023	2022
	Cash generated from operations	2,240,237,735	1,121,280,524	1,107,338,867	678,723,630
	Interest paid	(200,933,109)	(185,404,935)	(189,402,117)	(182,666,356)
	Income tax paid	(86,895,397)	(675,455,316)	(29,636,979)	(646,189,450)
	Net cash generated from (used in) operating activities	1,952,409,229	260,420,273	888,299,771	(150,132,176)
Cash flows from investing activities					
	Short-term loans made to related parties	40 d)	(355,000)	(280,000)	(746,389,246)
	Receipt from repayment of short-term loans to related parties	40 d)	4,742,926	12,682,556	658,888,377
	Receipt from repayment of long-term loans to related parties	40 e)	1,900,000	-	16,900,000
	Payment for investment in financial assets measured at amortised cost	11.1	-	(249,411,149)	-
	Proceeds from disposals of financial assets measured at amortised cost	11.1	25,000,000	503,300,000	25,000,000
	Payments for investment in financial assets measured at fair value through profit or loss	11.2	(273,806,276)	(392,742,082)	(273,806,276)
	Proceeds from disposals of financial assets measured at fair value through profit or loss	11.2	273,963,805	3,445,484,206	273,963,805
	Payments for investment in financial assets measured at fair value through other comprehensive income	11.3	(10,001,640)	(2,248,459,550)	(10,001,640)
	Payment for investment in subsidiary	14	-	-	(100,000,000)
	Payments for investment in associates	15	-	(22,870,000)	-
	Proceeds from return of investment in associate	15	13,590,076	34,396,100	11,870,076
	Proceeds from disposals of investment in subsidiaries		380,618,939	-	650,000,000
	Proceeds from disposals of investment in associates		-	122,694,610	-
	Purchases of property, plant and equipment		(708,866,400)	(527,618,759)	(404,922,761)
	Proceeds from disposals of equipment		1,371,583	4,906,034	6,408,084
	Payments for right-of-use assets		-	(135,998)	-
	Purchases of intangible assets	20	(203,480,197)	(79,904,001)	(107,875,836)
	Interest received		15,913,772	23,163,497	29,483,195
	Dividends received		128,572,808	99,910,021	128,572,808
	Return of profit sharing	15	2,750,000	3,150,000	-
	Net cash (used in) generated from investing activities		(348,085,604)	728,265,485	158,090,586
					1,304,735,956

The accompanying notes are an integral part of these consolidated and separate financial statements.

Major Cineplex Group Public Company Limited
Statement of Cash Flows (Cont'd)
For the year ended 31 December 2023

		Unit: Baht			
		Consolidated financial statements		Separate financial statements	
	Notes	2023	2022	2023	2022
Cash flows from financing activities					
Proceeds from short-term loans from related parties	40 f)	-	-	1,901,536,680	1,223,588,193
Repayments to short-term loans from related parties	40 f)	-	-	(1,399,339,071)	(1,690,286,341)
Proceeds from short-term loans from financial institutions	26	700,000,000	20,000,000	700,000,000	-
Repayments to short-term loans from financial institutions	26	-	(55,000,000)	-	-
Payment for principal elements of lease liabilities	26	(414,527,895)	(254,934,610)	(255,905,743)	(144,861,751)
Proceeds from debenture	26	-	991,037,893	-	991,037,893
Repayments to debenture	26	-	(1,500,000,000)	-	(1,500,000,000)
Repayments to long-term loan from financial institutions	26	(620,000,000)	(490,000,000)	(620,000,000)	(490,000,000)
Payments for investment in subsidiary from non-controlling interests		-	(5,400,000)	-	-
Payments for treasury shares	30	(951,710,590)	-	(951,710,590)	-
Dividends paid	39	(671,000,626)	(536,800,501)	(671,000,626)	(536,800,501)
Net cash used in financing activities		(1,957,239,111)	(1,831,097,218)	(1,296,419,350)	(2,147,322,507)
Net decrease in cash and cash equivalents		(352,915,486)	(842,411,460)	(250,028,993)	(992,718,727)
Opening balance of cash and cash equivalents		1,167,027,056	2,013,814,032	729,978,561	1,722,697,288
Effect of currency translation of cash and cash equivalents		(2,339,828)	(4,375,516)	-	-
Closing balance of cash and cash equivalents		811,771,742	1,167,027,056	479,949,568	729,978,561
Non-cash transactions					
Acquisition of right-of-use assets and lease liabilities less lease incentives		465,250,292	103,545,708	95,679,941	-
Lease modifications and reassessments		118,351,956	414,265,649	(23,896,661)	203,126,761
Proceeds from sales back of long-term lease area		374,393	1,688,351	-	-
Addition of decommissioning funds obligations		-	4,129,000	-	-
Receivable from disposal of equipments		307,152	-	6,994,097	-
Payable arising from purchase of equipment		-	35,505	-	-

The accompanying notes are an integral part of these consolidated and separate financial statements.

1 General information

Major Cineplex Group Public Company Limited (“the Company”) is a public company incorporated and resident in Thailand. The address of the Company’s registered office is as follows:

1839, 1839/1-6 Phaholyothin road, Ladyao, Jatujak, Bangkok 10900.

The Company is listed on the Stock Exchange of Thailand. For reporting purposes, the Company and its subsidiaries are referred to as “the Group”.

The Group principally engages in cinema operations and entertainment services. The principal business operations of the Group are summarised as follows:

- Cinema operations;
- Advertising and media services;
- Bowling and karaoke services;
- Rental and services; and
- Movie content

These consolidated and separate financial statements were authorised for issue by the Board of Directors on 22 February 2024.

2 Basis of preparation

The consolidated and separate financial statements have been prepared in accordance with Thai Financial Reporting Standards (“TFRS”) and the financial reporting requirements issued under the Securities and Exchange Act.

The consolidated and separate financial statements have been prepared under the historical cost convention except certain financial assets and liabilities and investment properties.

The preparation of financial statements in conformity with Thai generally accepted accounting principles requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 7.

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

3 New and amended financial reporting standards

3.1 Amended financial reporting standards that are effective for accounting period beginning or after 1 January 2023 and are relevant to the Group

- Amendment to TAS 16 - Property, plant and equipment** clarified to prohibit entities from deducting from the cost of an item of PP&E any proceeds received from selling any items produced while the entity is preparing that asset for its intended use.
- Amendment to TAS 37 - Provisions, contingent liabilities and contingent assets** clarified that, in considering whether a contract is onerous, the direct costs of fulfilling a contract include both the incremental costs of fulfilling the contract and an allocation of other costs directly related to fulfilling the contract. Before recognising a separate provision for an onerous contract, the entity must recognise any impairment losses that have occurred on the assets used in fulfilling the contract.
- Amendment to TFRS 3 - Business combinations** clarified some minor amendments to update its references to the Conceptual Framework for Financial Reporting and added a consideration for the recognition of liabilities and contingent liabilities acquired from business combinations. The amendments also confirmed that contingent assets shouldn’t be recognised at the acquisition date.
- Amendment to TFRS 9 - Financial Instruments** clarified which fees should be included in the 10% test for the derecognition of financial liabilities. It should only include fees between the borrower and lender.

New and amended financial reporting standards above have no significant impacts to the Group.

3.2 Amended financial reporting standards that are effective for the accounting period beginning on or after 1 January 2024 and are relevant to the Group.

The following amended TFRSs were not mandatory for the current reporting period and the Group has not early adopted them.

- a) **Amendment to TAS 1 - Presentation of financial statements** revised the disclosure from 'significant accounting policies' to 'material accounting policies'. The amendment also provides guidelines on identifying when the accounting policy information is material. Consequently, immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information.
- b) **Amendment to TAS 8 - Accounting policies, changes in accounting estimates and errors** revised to the definition of 'accounting estimates' to clarify how companies should distinguish between changes in accounting policies and changes in accounting estimates. The distinction is important because changes in accounting estimates are applied prospectively to transactions, other events and conditions from the date of that change. Whereas changes in accounting policies are generally applied retrospectively to past transactions and other past events as well as the current period as if the new accounting policy had always been applied.
- c) **Amendments to TAS 12 - Income taxes**

- c.1) Companies must recognise any deferred tax related to assets and liabilities arising from a single transaction that, on initial recognition, gives rise to equal amounts of taxable and deductible temporary differences. Example transactions are leases and decommissioning obligations.

The amendment should be applied to transactions on or after the beginning of the earliest comparative period presented. In addition, entities should recognise deferred tax assets (to the extent that they can probably be utilised) and deferred tax liabilities at the beginning of the earliest comparative period for all deductible and taxable temporary differences associated with:

- right-of-use assets and lease liabilities, and
- decommissioning, restoration and similar liabilities, and the corresponding amounts recognised as part of the cost of the related assets.

The cumulative effect of recognising these adjustments is recognised at the beginning of retained earnings or any other component of equity, as appropriate.

- c.2) Companies must apply all income taxes arising from the tax law enacted or substantively enacted to implement the Pillar Two model rules published by the Organisation for Economic Co-operation and Development (OECD), an international organisation.

In December 2021, the OECD released the Pillar Two model rules to apply the Global Anti-Base Erosion Proposal, or 'GloBE') to reform international corporate taxation. Large multinational enterprises within the rules' scope must calculate the GloBE effective tax rates for each territory in which they operate and pay a top-up tax for the differences between these and the 15% minimum rate.

In December 2023, the amendments to TAS 12 provide a temporary relief from the requirement to recognise and disclose deferred taxes arising from enacted or substantively enacted tax law that implements the Pillar Two model rules, including tax law that implements qualified domestic minimum top-up taxes described in those rules. The amendments also require affected companies to disclose:

- the fact that they have applied the exception to recognising and disclosing information about deferred tax assets and liabilities related to Pillar Two income taxes
- their current tax expense (if any) related to the Pillar Two income taxes, and
- during the period between the legislation being enacted or substantially enacted and the legislation becoming effective, known or reasonably estimable information that would help users of financial statements to understand an entity's exposure to Pillar Two income taxes arising from that legislation. If this information is not known or reasonably estimable, entities are instead required to disclose a statement to that effect and information about their progress in assessing the exposure.

Earlier application is permitted.

The group's management is assessing the impact of adoption of these amended financial reporting standards.

4 Accounting policies

4.1 Principles of consolidation and equity accounting

a) Subsidiaries

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are consolidated from the date on which control is transferred to the Group until the date that control ceases.

In the separate financial statements, investments in subsidiaries are accounted for using equity method.

b) Associates

Associates are all entities over which the Group has significant influence but not control or joint control. Investments in associates are accounted for using the equity method in the consolidated financial statements.

In the separate financial statements, investments in associates are accounted for using equity method.

c) Joint arrangements

Investments in joint arrangements are classified as either joint operations or joint ventures depending on the contractual rights and obligations of each investor, rather than the legal structure of the joint arrangements.

Joint operations

A joint operation is a joint arrangement whereby the Group has rights to the assets, and obligations for the liabilities relating to the arrangement. The Group recognises its direct right to the assets, liabilities, revenues and expenses of joint operations and its share of any jointly held or incurred assets, liabilities, revenues and expenses. These have been incorporated in the Group's financial statement line items.

Joint ventures

A joint venture is a joint arrangement whereby the Group has rights to the net assets of the arrangement. Interests in joint ventures are accounted for using the equity method.

In the separate financial statements, investments in joint ventures are accounted for using equity method.

d) Equity method

The investment is initially recognised at cost which is consideration paid and directly attributable costs.

The Group's subsequently shares of its associates and joint ventures' profits or losses and other comprehensive income in the profit or loss and other comprehensive income, respectively. The subsequent cumulative movements are adjusted against the carrying amount of the investment.

When the Group's share of losses in associates and joint ventures equals or exceeds its interest in the associates and joint ventures, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associates and joint ventures.

e) Changes in ownership interests

The Group treats transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the Group. A difference between the amount of the adjustment to non-controlling interests to reflect their relative interest in the subsidiary and any consideration paid or received is recognised within equity.

If the ownership interest in associates and joint ventures is reduced but significant influence and joint control is retained, only a proportionate share of the amounts previously recognised in other comprehensive income is reclassified to profit or loss where appropriate. Profit or loss from reduce of the ownership interest in associates and joint ventures is recognise in statement of comprehensive income.

When the Group losses control, joint control or significant influence over investments, any retained interest in the investment is remeasured to its fair value, with the change in carrying amount recognised in profit or loss. The fair value becomes the initial carrying amount of the retained interest which is reclassified to investment in an associate, a joint venture or a financial asset accordingly.

f) Intercompany transactions on consolidation

Intra-group transactions, balances and unrealised gains on transactions are eliminated. Unrealised gains on transactions between the Group and its associates and joint ventures are eliminated to the extent of the Group's interest in the associates and joint ventures. Unrealised losses are also eliminated in the same manner unless the transaction provides evidence of an impairment of the asset transferred.

4.2 Business combination

The Group applies the acquisition method to account for business combinations with an exception on business combination under common control. The consideration transferred for the acquisition of a subsidiary comprises.

- fair value of the assets transferred,
- liabilities incurred to the former owners of the acquiree
- equity interests issued by the Group

Identifiable assets and liabilities acquired and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date.

On an acquisition-by-acquisition basis, the Group initially recognises any non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net assets.

The excess of the consideration transferred, the amount of any non-controlling interest recognised and the acquisition-date fair value of any previous equity interest in the acquiree (for business combination achieved in stages) over the fair value of the identifiable net assets acquired is recorded as goodwill. In the case of a bargain purchase, the difference is recognised directly in profit or loss.

Acquisition-related cost

Acquisition-related cost are recognised as expenses in profit or loss of consolidated financial statements.

Step-up acquisition

If the business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquiree is re-measured to fair value at the acquisition date; any gains or losses arising from such re-measured are recognised in profit or loss.

Contingent consideration paid/received

Subsequent changes to the fair value of the contingent consideration that is an asset or liability is recognised in profit or loss. Contingent consideration that is classified as equity is not re-measured.

4.3 Foreign currency translation

a) Functional and presentation currency

The financial statements are presented in Thai Baht, which is the Company's and the Group's functional and presentation currency.

b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the profit or loss.

Any exchange component of gains and losses on a non-monetary item that recognised in profit or loss, or other comprehensive income is recognised following the recognition of a gain or loss on the non-monetary item.

c) Group companies

The results and financial position of all the Group entities (none of which has the currency of a hyper-inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position;
- Income and expenses for statement of comprehensive income are translated at average exchange rates; and
- All resulting exchange differences are recognised in other comprehensive income.

4.4 Cash and cash equivalents

In the statements of cash flows, cash and cash equivalents includes cash on hand, deposits held at call financial institution, short-term highly liquid investments with maturities of three months or less from acquisition date.

In the statements of financial position, bank overdrafts are shown in current liabilities.

4.5 Trade accounts receivable

Trade receivables are amounts due from customers for goods sold or service performed in the ordinary course of business. Mostly the term will be within 30 - 60 days thus they will be recognised as current assets.

Trade receivables are recognised initially at the amount of consideration that is unconditionally unless they contain significant financing components, when they are recognised at its present value. The Group holds the trade receivables with the objective to collect the contractual cash flows and therefore measures them subsequently at amortised cost.

The assessment of impairment of trade receivables are disclosed in Note 4.7(e).

4.6 Inventories and films under production

Inventories consist of foods and beverages and cinema supplies

Inventories are stated at the lower of cost or net realisable value. Costs of foods and beverages and cinema supplies are determined by the first-in, first-out (FIFO) method. The cost of purchase comprises both the purchase price and costs directly attributable to the acquisition of the inventory less all related discounts.

Films under production are costs of films under production which will be recognised as cost of films upon the sale or release of the films based on the future consumption used in various channels. Costs of films comprise costs directly attributable to films production and are stated at cost.

4.7 Financial asset

a) Classification

The Group classifies its debt instrument financial assets in the following measurement categories depending on i) business model for managing the asset and ii) the cash flow characteristics of the asset whether they represent solely payments of principal and interest (SPPI).

- those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss); and
- those to be measured at amortised cost.

The Group reclassifies debt investments when and only when its business model for managing those assets changes.

For investments in equity instruments, the Group has an irrevocable election at the time of initial recognition to account for the equity investment at fair value through profit or loss (FVPL) or at fair value through other comprehensive income (FVOCI) except those that are held for trading, they are measured at FVPL.

b) Recognition and derecognition

Regular way purchases, acquires and sales of financial assets are recognised on trade-date, the date on which the Group commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Group has transferred substantially all the risks and rewards of ownership.

Measurement

At initial recognition, the Group measures a financial asset at its fair value plus, in the case of a financial asset not at FVPL, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVPL are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether the cash flows are solely payment of principal and interest (SPPI).

c) Debt instruments

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the financial assets. There are three measurement categories into which the Group classifies its debt instruments:

- **Amortised cost:** Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in other income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in profit or loss and presented in other gains/(losses) together with foreign exchange gains and losses. Impairment losses are presented as a separate line item in the statement of comprehensive income.
- **FVOCI:** Financial assets that are held for i) collection of contractual cash flows; and ii) for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through other comprehensive income (OCI), except for the recognition of impairment gains or losses, interest income using the effective interest method, and foreign exchange gains and losses which are recognised in profit or loss. When the financial assets are derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/(losses). Interest income is included in other income. Impairment expenses are presented separately in the statement of comprehensive income.
- **FVPL:** Financial assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on a debt investment that is subsequently measured at FVPL is recognised in profit or loss and presented net within other gains/(losses) in the period in which it arises.

d) Equity instruments

The Group measures all equity investments at fair value. Where the Group has elected to present fair value gains and losses on equity instruments in other comprehensive income (FVOCI), there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment. Dividends from such investments continue to be recognised in profit or loss as other income when the right to receive payments is established.

Changes in the fair value of financial assets at FVPL are recognised in other gains/losses in the statement of comprehensive income.

Impairment losses (and reversal of impairment losses) on equity investments are reported together with changes in fair value.

e) Impairment

The Group applies the TFRS 9 simplified approach in measuring the impairment of trade, other receivables, and finance lease receivables, which applies lifetime expected credit loss, from initial recognition, for all trade, other receivables, and finance lease receivables.

To measure the expected credit losses, receivables have been grouped based on shared credit risk characteristics and the days past due. The expected credit loss rates are based on payment profiles, historical credit losses as well as forward-looking information and factors that may affect the ability of the customers to settle the outstanding balances.

For other financial assets carried at amortised cost and FVOCI, the Group applies TFRS 9 general approach in measuring the impairment of those financial assets. Under the general approach, the 12-month or the lifetime expected credit loss is applied depending on whether there has been a significant increase in credit risk since the initial recognition.

The significant increase in credit risk (from initial recognition) assessment is performed every end of reporting period by comparing i) expected risk of default as of the reporting date and ii) estimated risk of default on the date of initial recognition.

The Group assesses expected credit loss by taking into consideration forward-looking information and past experiences. The expected credit loss is a probability-weighted estimate of credit losses (probability-weighted present value of estimated cash shortfall). The cash shortfall is the difference between all contractual cash flows that are due to the Group and all cash flows expected to receive, discounted at the original effective interest rate.

When measuring expected credit losses, the Group reflects the following:

- probability-weighted estimated uncollectible amounts
- time value of money; and
- supportable and reasonable information as of the reporting date about past experience, current conditions and forecasts of future situations.

Impairment (and reversal of impairment) losses are recognised in profit or loss as a separate line item.

4.8 Investment property

Investment properties, principally freehold office buildings and right-of-use assets recognised for office buildings under leases, are held for long-term rental yields and are not occupied by the Group.

Investment property is measured initially at cost, including directly attributable costs and borrowing costs.

Subsequent expenditure is capitalised to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognised.

Subsequently, they are carried at fair value. Changes in fair values of investment property are presented in profit or loss.

4.9 Property, plant and equipment

All other property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the item will flow to the Group. Capitalised where there are future economic benefits. The carrying amount of the replaced part is derecognised.

All other repairs and maintenance are charged to profit or loss when incurred.

Land is not depreciated. Depreciation on other assets is calculated using the straight-line method to allocate their cost to their residual values over their estimated useful lives, as follows:

Building	20 years
Cinema and cinema improvement	10, 20, 25 years or lease contracts periods
Utility system	5, 10, 15, 25 years or lease contracts periods
Tool equipment and fixture	5, 7, 10, 15, 20 years
Office equipment	3, 5 years
Vehicle	5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Gains or losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

4.10 Intangible assets

Acquired intangible assets

Separately acquired intangible assets such as film rights and computer software are measured at historical cost.

The assets with infinite useful life are subsequently measured at cost less impairment losses.

The assets with limited life are subsequently carried and cost less accumulated amortisation and impairment losses. The amortisation is calculated using the straight-line method or other method of depreciation over their estimated useful lives, as follows:

Film rights

Film rights are capitalised at the purchase price including costs directly attributable to the acquisition of rights. Film rights are amortised and charged to direct costs of exhibition, TV broadcasting and online broadcasting at the ratio relating to the expected consumption used in various channels over the lifetime of rights generally between 2 - 10 years. In the event that an ultimate loss is projected for each right, an amount equivalent to this loss will be written-off in the statement of comprehensive income immediately.

Cost of films rights will be recognised as cost of films upon the sale or release of the films based on the future consumption used in various channels. Costs of films comprise costs directly attributable to films production and are stated at cost.

Computer Software

Acquired computer software is measured at cost. These costs are amortised over their estimated useful lives not over than 3 - 5 years.

Cost associated with maintaining computer software are recognised as an expense as incurred.

4.11 Impairment of assets

Assets that have an indefinite useful life are tested annually for impairment, or more frequently if events or changes in circumstances indicate that it might be impaired. Assets that are subject to amortisation are reviewed for impairment whenever there is an indication of impairment. An impairment loss is recognised for the amount by which the carrying amount of the assets exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

Where the reasons for previously recognised impairments no longer exist, the impairment losses on the assets concerned other than goodwill is reversed.

4.12 Leases

Leases - where the Group is the lessee

Leases are recognised as a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Group. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

Contracts may contain both lease and non-lease components. The Group allocates the consideration in the contract to the lease and non-lease components based on their relative stand-alone prices.

Assets and liabilities arising from a lease are initially measured on a present value basis. Lease liabilities include the net present value of the following lease payments:

- fixed payments (including in-substance fixed payments), less any lease incentives receivable
- variable lease payment that are based on an index or a rate
- amounts expected to be payable by the lessee under residual value guarantees
- the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, and
- payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

Lease payments to be made under reasonably certain extension options are also included in the measurement of the liability.

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be determined, the lessee's incremental borrowing rate is used, being the rate that the lessee would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions.

The group is exposed to potential future increases in variable lease payments based on an index or rate, which are not included in the lease liability until they take effect. When adjustments to lease payments based on an index or rate take effect, the lease liability is reassessed and adjusted against the right-of-use asset.

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability
- any lease payments made at or before the commencement date less any lease incentives received
- any initial direct costs, and
- restoration costs.

Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less. Low-value assets comprise IT-equipment and small items of office furniture.

Leases - where the Group is the lessor

When assets are leased out under a finance lease, the present value of the lease payments is recognised as a receivable. The difference between the gross receivable and the present value of the receivable is recognised as unearned finance income. Lease income is recognised over the term of the lease which reflects a constant periodic rate of return. Initial direct costs are included in initial measurement of the finance lease receivable and reduce the amount of income recognised over the lease term.

Rental income under operating leases (net of any incentives given to lessees) is recognised on a straight-line basis over the lease term. Initial direct costs incurred in obtaining an operating lease are added to the carrying amount of the underlying asset and recognised as expense over the lease term on the same basis as lease income. The respective leased assets are included in the statement of financial position based on their nature.

The investment properties are leased to tenants under operating leases with rentals payable monthly. Lease payments for some contracts include CPI increases, but there are no other variable lease payments that depend on an index or rate. Where considered necessary to reduce credit risk, the Group may obtain bank guarantees for the term of the lease.

4.13 Financial liabilities

a) Classification

Financial instruments issued by the Group are classified as either financial liabilities or equity securities by considering contractual obligations.

- Where the Group has an unconditional contractual obligation to deliver cash or another financial asset to another entity, it is considered a financial liability unless there is a predetermined or possible settlement for a fixed amount of cash in exchange of a fixed number of the Group's own equity instruments.
- Where the Group has no contractual obligation or has an unconditional right to avoid delivering cash or another financial asset in settlement of the obligation, it is considered an equity instrument.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

b) Measurement

Financial liabilities are initially recognised at fair value and are subsequently measured at amortised cost.

c) Derecognition and modification

Financial liabilities are derecognised when the obligation specified in the contract is discharged, cancelled, or expired.

Where the terms of a financial liability are renegotiated/modified, the Group assesses whether the renegotiation/modification results in the derecognition of that financial liability. Where the modification results in an extinguishment, the new financial liability is recognised based on fair value of its obligation. The remaining carrying amount of financial liability is derecognised. The difference as well as proceed paid is recognised as other gains/(losses) in profit or loss.

Where the modification does not result in the derecognition of the financial liability, the carrying amount of the financial liability is recalculated as the present value of the renegotiated/modified contractual cash flows discounted at its original effective interest rate. The difference is recognised in other gains/(losses) in profit or loss.

4.14 Borrowing costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets (assets that necessarily take a substantial period of time to get ready for its intended use or sale) are added to the cost of those assets less investment income earned from those specific borrowings. The capitalisation of borrowing costs is ceased when the activities necessary to prepare the qualifying asset for its intended use or sale are complete.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

4.15 Current and deferred income taxes

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current tax

The current income tax is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax

Deferred income tax is recognised on temporary differences arising from differences between the tax base of assets and liabilities and their carrying amounts in the financial statements. However, deferred income tax is not recognised for temporary differences arise from:

- initial recognition of an asset or liability in a transaction other than a business combination that affects neither accounting nor taxable profit or loss is not recognised
- investments in subsidiaries, associates and joint arrangements where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred income tax is measured using tax rates of the period in which temporary difference is expected to be reversed, based on tax rates and laws that have been enacted or substantially enacted by the end of the reporting period.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

4.16 Employee benefits

a) Short-term employee benefits

Liabilities for short-term employee benefits such as wages, salaries, paid annual leave and paid sick leave, and bonuses that are expected to be settled wholly within 12 months after the end of the period are recognised in respect of employees' service up to the end of the reporting period. They are measured at the amount expected to be paid.

b) Defined contribution

The Group pays contributions to a separate fund on a contractual basis. The Group has no further payment obligations once the contributions have been paid. The contributions are recognised as employee benefit expense when they are due.

c) Retirement benefits

Amount of retirement benefits is defined by the agreed benefits the employees will receive after the completion of employment. It usually depends on factors such as age, years of service and an employee's latest compensation at retirement.

The defined benefit obligation is calculated by an independent actuary using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using market yield of government bonds that matches the terms and currency of the expected cash outflows.

Remeasurement gains and losses are recognised directly to other comprehensive income in the period in which they arise. They are included in retained earnings in the statements of changes in equity.

Past-service costs are recognised immediately in profit or loss.

d) Termination benefits

The Group recognises termination benefits at the earlier of a) when the Group can no longer withdraw the offer of those benefits; and b) when the entity recognises costs for the related restructuring. Benefits due more than 12 months are discounted to their present value.

4.17 Provisions

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount has been reliably estimated.

Provisions are measured at the present value of the expenditures expected to be required to settle the obligation. The increase in the provision due to passage of time is recognised as interest expense.

4.18 Share capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options (net of tax) are shown as a deduction in equity.

Treasury share

Where any companies within the Group repurchases its shares, the consideration paid, including any directly attributable incremental costs (net of taxes) is recognised as treasury share and is deducted from equity until the shares are cancelled or reissued. Where such shares are subsequently reissued, any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included in equity.

4.19 Revenue recognition

Revenues of the Group consist principally admissions, bowling and karaoke services, rental and services, advertising services and sponsorship, film rights distribution and concession sales.

Revenue is recorded net of value added tax. They are recognised in accordance with the provision of goods or services, provided that collectability of the consideration is probable.

Multiple element arrangements involving delivery or provision of multiple products or services are separated into distinct performance obligations. Total transaction price of the bundled contract is allocated to each performance obligation based on their relative standalone selling prices or estimated standalone selling prices. Each performance obligation is recognised as revenue on fulfilment of the obligation to the customer.

Revenue from admission: The Group recognised revenue over the period of film projection. The Group has the right to receive payment immediately after the customer went into the theatre.

Revenue from bowling and karaoke: The Group recognised revenue over the period of service rendering. The Group has the right to receive payment immediately after the service is rendered.

Revenue from rental and service: The Group recognised revenue on a straight-line basis over the contract term, regardless of the payment pattern.

Revenue from advertising services and sponsorship: The Group recognised revenue in the accounting period in which the services are rendered. Where the contracts include multiple performance obligations, the transaction price will be allocated to each performance obligation based on their relative stand-alone selling prices. Where these are not directly observable, they are estimated based on expected cost plus margin.

Revenue from film production and sales of film rights distribution: Revenue from sales of film right and film production is recorded as a right to use its intellectual property. Revenue is recognised at a point in time with the exception on the recognition of sales-based loyalties which revenue is recognised when the subsequent sales occurred.

Revenue from sales of food and beverages: The Group recognises revenue when food and beverages are delivered to customers. The Group has the right to receive payments as soon as the food and beverages are delivered.

Sale of goods - customer loyalty programme

The Group provides special privilege programs for M-Generation cardholders as part of a sales or service program. Customers will receive reward points in order to exercise their rights in the future to receive products or services without having to pay for considerations under the conditions specified on the card. M-Generation liabilities arising from contracts for reward points which were recognised at the point of sale and income will be recognised when the customers redeem the points or when the points expire, which is 12 months after the first top-up of the card.

Incremental costs of obtaining a contract

The Group capitalises incremental costs of obtaining a contract which are mainly sales commission payable to third parties and to employees and amortised to selling expenses in the same pattern of related revenue recognition.

Contract liabilities

A contract liability is recognised when the customer paid consideration or a receivable from the customer that is due before the Group fulfilled a contractual performance obligation.

4.20 Dividend distribution

Dividend distributed to the Company's shareholders is recognised as a liability when interim dividends are approved by the Board of Directors, and when the annual dividends are approved by the shareholders.

4.21 Financial guarantee contracts

Financial guarantee contracts are recognised as a financial liability at the time the guarantee is issued. The liability is initially measured at fair value and subsequently at the higher of:

- the amount determined in accordance with the expected credit loss model under TFRS 9; and
- the amount initially recognised less the cumulative amount of income recognised in accordance with the principles of TFRS 15.

The fair value of financial guarantees is determined based on the present value of the difference in cash flows between a) the contractual payments required under the debt instrument; and b) the payments that would be required without the guarantee, or the estimated amount that would be payable to a third party for assuming the obligations.

Where guarantees in relation to loans or other payables of associates are provided for no compensation, the fair values are accounted for as contributions and recognised as part of the cost of the investment.

5 Financial risk management

The Group's risk management is controlled by a central treasury department under policies approved by the board of directors. Group treasury identifies, evaluates and manages financial risks in close co-operation with the Group's operating units. The board provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative and other financial instruments as well as investment of excess liquidity.

5.1 Financial risk

5.1.1 Market risk

a) Foreign exchange risk

The Group operates internationally and is exposed to foreign currency risk. The Group has foreign exchange transactions from sales of film rights which are dominated in various currencies, primarily USD. The Group does not use any derivative financial instruments to hedge foreign currency exposure.

Risk

The Group's exposure to foreign currency risk at the end of the reporting period, expressed in Baht are as follows:

	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	US Dollar	US Dollar	US Dollar	US Dollar
Trade and other receivables - net	6,740	56,922	6,666	13,345
Trade and other payables	57,985	44,415	44,874	36,619

The net foreign gains/losses recognised in profit or loss were:

	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Foreign exchange loss recognised in profit or loss before income tax for the year	5,477	5,757	252	4,336

Sensitivity

As shown in the table above, the Group is primarily exposed to changes in Baht/US\$ exchange rates. The sensitivity of profit or loss to changes in the exchange rates arises mainly from financial assets and financial liabilities denominated in US Dollar which impact to net profit as shown below.

	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
US Dollar to Baht exchange rate - increase 9% (2022: 11%)*	(4,372)	1,366	(3,260)	(2,542)
US Dollar to Baht exchange rate - decrease 4% (2022: 7%)*	2,295	(877)	1,711	1,633

* Holding all other variables constant

* The increase and decrease rate are compared to the highest and lowest exchange rate within the year.

b) Cash flow and interest rate risk

The Group's income and operating cash flows are substantially independent of changes in market interest rates. The Group have long-term loan from financial institutions and debenture which bear fix interest rates.

c) Price risk

Exposure

The exposure to equity securities price risk arises from investments in equity securities which are classified at fair value through other comprehensive income (FVOCI) (Note 11).

To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.

The majority of the Group's equity investments are publicly traded and are included in SET100 Index.

Sensitivity

The table below summarises the impact of increases/decreases of the index on equity.

	Unit: Baht'000			
	Other component of equity			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
2023				
Thailand Stock Exchange 100				
- increase 1.15% (2022 : 0.21%)	25,883	4,737	25,883	4,737
- decrease 1.15% (2022 : 0.21%)	(25,883)	(4,737)	(25,883)	(4,737)

* With all other variables held constant, and all the Group's equity instruments moved in line with the index.

Other components of equity would increase or decrease as a result of gains/losses on equity securities classified as FVOCI.

5.1.2 Credit risk

Credit risk arises from cash and cash equivalents, contractual cash flows of debt instruments carried at a) amortised cost b) at fair value through other comprehensive income (FVOCI) c) at fair value through profit or loss (FVPL) and deposits with banks and financial institutions, as well as credit exposures to customers, including outstanding receivables.

Risk management

Credit risk is managed on a group basis. For banks and financial institutions, only independently rated parties with a minimum rating of 'B' are accepted.

If customers are independently rated, these ratings are used. Otherwise, if there is no independent rating, risk control assesses the credit quality of the customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external ratings in accordance with limits set by the board. The compliance with credit limits by customers is regularly monitored by line management. There are no significant concentrations of credit risk, whether through exposure to individual customers.

Impairment of financial assets

The Group has financial assets that are subject to the expected credit loss model:

- Cash and cash equivalents
- Trade and other receivables
- Finance lease receivable
- Loan to related parties
- Debt investments carried at amortised cost

While cash and cash equivalents are also subject to the impairment requirements of TFRS 9, the identified impairment loss was immaterial.

Trade and financial receivables

The Group applies the TFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade and financial receivables.

To measure the expected credit losses, trade and finance lease receivables have been grouped based on shared credit risk characteristics and the days past due.

The expected loss rates are based on the payment profiles of sales over a period of 60 months before 31 December 2023 and the corresponding historical credit losses experienced within this period. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The Group has identified the unemployment rate, and consumer price index of the countries in which it sells its goods and services to be the most relevant factors, and accordingly adjusts the historical loss rates based on expected changes in these factors.

Major Cineplex Group Public Company Limited
Notes to the Consolidated and Separate Financial Statements
For the year ended 31 December 2023

The loss allowance for trade receivables was determined as follows:

						Unit: Baht
Consolidated financial statements						
As of 31 December 2023	Not yet due	Up to 3 months	3 - 6 months	6 - 12 months	More than 12 months	Total
Gross carrying amount						
- trade receivables - third parties	277,226,793	69,062,807	1,984,007	3,069,451	4,018,342	355,361,400
- trade receivables - related parties	3,767,802	610,066	-	-	-	4,377,868
- unbilled revenue	195,413,126	-	-	-	-	195,413,126
Total	476,407,721	69,672,873	1,984,007	3,069,451	4,018,342	555,152,394
Loss allowance	(3,509,100)	(8,281,671)	(360,662)	(2,460,868)	(4,018,342)	(18,630,643)
						Unit: Baht
Consolidated financial statements						
As of 31 December 2022	Not yet due	Up to 3 months	3 - 6 months	6 - 12 months	More than 12 months	Total
Gross carrying amount						
- trade receivables - third parties	141,215,875	87,568,755	3,129,374	5,174,721	13,183,481	250,272,206
- trade receivables - related parties	8,651,778	6,718,003	5,473,306	3,256,539	449,178	24,548,804
- unbilled revenue	225,051,978	-	-	-	-	225,051,978
Total	374,919,631	94,286,758	8,602,680	8,431,260	13,632,659	499,872,988
Loss allowance	(2,192,389)	(3,118,067)	(1,512,403)	(6,663,636)	(13,632,659)	(27,119,154)
						Unit: Baht
Separate financial statements						
As of 31 December 2023	Not yet due	Up to 3 months	3 - 6 months	6 - 12 months	More than 12 months	Total
Gross carrying amount						
- trade receivables - third parties	173,931,845	9,309,062	30,131	-	489,525	183,760,563
- trade receivables - related parties	24,904,533	653,205	-	-	-	25,557,738
- unbilled revenue	67,151,348	-	-	-	-	67,151,348
Total	265,987,726	9,962,267	30,131	-	489,525	276,469,649
Loss allowance	(716,579)	(158,398)	(3,031)	-	(489,525)	(1,367,533)
						Unit: Baht
Separate financial statements						
As of 31 December 2022	Not yet due	Up to 3 months	3 - 6 months	6 - 12 months	More than 12 months	Total
Gross carrying amount						
- trade receivables - third parties	43,794,227	37,351,941	-	182,435	772,138	82,100,741
- trade receivables - related parties	25,013,384	765,153	727,553	1,455,106	-	27,961,196
- unbilled revenue	74,966,484	-	-	-	-	74,966,484
Total	143,774,095	38,117,094	727,553	1,637,541	772,138	185,028,421
Loss allowance	(640,586)	(327,892)	(135,729)	(1,126,946)	(772,138)	(3,003,291)

The reconciliations of loss allowance for trade receivables for the year ended 31 December are as follow:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Opening loss allowance as of 1 January	(27,119,154)	(119,512,347)	(3,003,291)	(2,412,646)
Decrease (increase) in credit loss allowance recognised in profit or loss during the year	8,279,100	92,709,239	1,635,758	(590,645)
Exchange differences	209,411	(316,046)	-	-
As of 31 December	(18,630,643)	(27,119,154)	(1,367,533)	(3,003,291)

The Group write-off trade and other receivables when there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of a debtor to engage in a repayment plan with the group, and a failure to make contractual payments or cannot be contacted.

Impairment losses on trade and other receivables are presented as net impairment losses within operating profit. Subsequent recoveries of amounts previously written off are credited against the same line item.

Debt investments

Debt investments measured at amortised cost include listed corporate bonds and loans to related parties.

All of the debt investments at amortised cost, except loans to related parties, are considered to have low credit risk, and the loss allowance recognised during the year was therefore limited to 12 months expected losses. Management considers 'low credit risk' for listed bonds to be an investment grade credit rating with at least one major rating agency. Other instruments are considered to be low credit risk when they have a low risk of default and the issuer has a strong capacity to meet its contractual cash flow obligations in the near term.

For impairment of loans to related parties, the Company recognises 12-month expected credit loss for the loans that do not have significant credit risk and recognises life-time expected credit losses for the loans that have significant credit risk.

The reconciliations of loss allowance for financial assets at amortised cost as at 31 December are as follows:

	Unit: Baht'000	
	Consolidated financial statements	
	Debentures	Total
Opening loss allowance as at 1 January 2022	(1,814)	(1,814)
Reversal of loss allowance recognised in profit or loss during the year	1,693	1,693
Closing loss allowance as at 31 December 2022	(121)	(121)
Reversal of loss allowance recognised in profit or loss during the year	121	121
Closing loss allowance as at 31 December 2023	-	-

	Unit: Baht'000		
	Separate financial statements		
	Long-term loans to related parties	Debentures	Total
Opening loss allowance as at 1 January 2022	(49,860)	(1,683)	(51,543)
Reversal of loss allowance recognised in profit or loss during the year	37,340	1,562	38,902
Closing loss allowance as at 31 December 2022	(12,520)	(121)	(12,641)
Reversal of loss allowance recognised in profit or loss during the year	6,370	121	6,491
Closing loss allowance as at 31 December 2023	(6,150)	-	(6,150)

The reconciliations of loss allowance for financial assets at amortised cost for the year ended 31 December are as follows:

	Unit: Baht'000		
	Consolidated financial statements		
	Measurement of expected credit losses		
	12 months expected credit losses	Lifetime Expected credit losses	Total
As of 1 January 2022	(1,814)	-	(1,814)
Reversal of loss allowance recognised in profit or loss during the year	1,693	-	1,693
As of 31 December 2022	(121)	-	(121)
Reversal of loss allowance recognised in profit or loss during the year	121	-	121
As of 31 December 2023	-	-	-

	Unit: Baht'000		
	Separate financial statements		
	Measurement of expected credit losses		
	12 months expected credit losses	Lifetime Expected credit losses	Total
As of 1 January 2022	(1,683)	(49,860)	(51,543)
Increase in loss allowance recognised in profit or loss during the year	1,562	37,340	38,902
As of 31 December 2022	(121)	(12,520)	(12,641)
Reversal of loss allowance recognised in profit or loss during the year	121	6,370	6,491
As of 31 December 2023	-	(6,150)	(6,150)

5.1.3 Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due. Management regularly monitors the projected cash flow of the Group from i) rolling forecasts of the Group's liquidity reserve (comprising the undrawn borrowing facilities below); and ii) cash and cash equivalents.

a) Financing arrangements

As at 31 December 2023, the Group and the Company have unused credit facilities received from financial institutions amounting to Baht 4,868.63 million (2022: Baht 5,820.53 million and Baht 5,570.53 million, respectively). Most credit facilities are ended within 3 years and will be reviewed periodically. The major credit facilities are for the cinema construction and working capital.

b) Maturity of financial liabilities

The tables below analyses the maturity of financial liabilities grouping based on their contractual maturities. The amounts disclosed are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Maturity of financial liabilities	Unit: Baht'000				
	Consolidated financial statements				
	Within 1 year	1 - 5 years	Over 5 years	Total	Book value
As at 31 December 2023					
Bank overdrafts and short-term loan from financial institutions	700,313	-	-	700,313	700,313
Trade and other payables	1,910,974	-	-	1,910,974	1,910,974
Long-term loans from financial institutions	298,805	-	-	298,805	295,000
Debentures	42,616	1,114,110	-	1,156,726	992,796
Lease liabilities	579,453	1,448,759	2,098,363	4,126,575	3,167,319
Total financial liabilities	3,532,161	2,562,869	2,098,363	8,193,393	7,066,042

Maturity of financial liabilities	Unit: Baht'000				
	Consolidated financial statements				
	Within 1 year	1 - 5 years	Over 5 years	Total	Book value
As at 31 December 2022					
Bank overdrafts and short-term loan from financial institutions	316	-	-	316	316
Trade and other payables	1,455,413	-	-	1,455,413	1,455,413
Long-term loans from financial institutions	509,729	430,617	-	940,346	915,000
Debentures	42,500	1,156,726	-	1,199,226	991,038
Lease liabilities	382,608	1,503,087	2,009,650	3,895,345	3,006,475
Total financial liabilities	2,390,566	3,090,430	2,009,650	7,490,646	6,368,242

Maturity of financial liabilities	Unit: Baht'000				
	Separate financial statements				
	Within 1 year	1 - 5 years	Over 5 years	Total	Book value
As at 31 December 2023					
Bank overdrafts and short-term loan from financial institutions	700,000	-	-	700,000	700,000
Trade and other payables	1,439,454	-	-	1,439,454	1,439,454
Short-term loan from related parties	954,433	-	-	954,433	954,433
Long-term loans from financial institutions	298,805	-	-	298,805	295,000
Debentures	42,616	1,114,110	-	1,156,726	992,796
Lease liabilities	286,336	1,018,059	1,234,627	2,539,022	1,971,414
Total financial liabilities	3,721,644	2,132,169	1,234,627	7,088,440	6,353,097

Maturity of financial liabilities	Unit: Baht'000				
	Separate financial statements				
	Within 1 year	1 - 5 years	Over 5 years	Total	Book value
As at 31 December 2022					
Trade and other payables	1,019,853	-	-	1,019,853	1,019,853
Short-term loan from related parties	452,235	-	-	452,235	452,235
Long-term loans from financial institutions	509,729	430,617	-	940,346	915,000
Debentures	42,500	1,156,726	-	1,199,226	991,038
Lease liabilities	283,271	1,090,368	1,423,618	2,797,257	2,155,305
Total financial liabilities	2,307,588	2,677,711	1,423,618	6,408,917	5,533,431

5.2 Capital management

The objectives when managing capital are to:

- safeguard their ability to continue as a going concern, provide returns for shareholders and benefits for other stakeholders, and
- maintain an optimal capital structure to reduce the cost of capital

In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders.

The Group regularly monitors capital based on gearing ratio which is determined from net debt excluding lease liabilities divided by equity. As at 31 December, the Group's net debt to equity ratio is as follows:

	Unit: Baht	
	2023	2022
Net debt	5,146,481,733	4,618,773,703
Equity (including non-controlling interests)	6,112,153,398	7,221,479,858
Net debt to equity ratio (time)	0.84	0.64

The net debt to equity ratio increased from 0.64 to 0.84 as a result of the Group issuing promissory notes for working capital of the Group.

Under the terms of the major borrowing facilities, the Group is required to comply with the debt to equity ratio must be less than 1.5 to 1 (2022: 1.5 to 1).

The Group has complied with these covenants throughout the reporting period.

6 Fair value

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 of financial liabilities, excluding those with the carrying amount approximates fair value.

	Unit: Baht			
	Consolidated financial statements			
	2023		2022	
	Carrying amount - amortised cost	Fair value	Carrying amount - amortised cost	Fair value
Financial liabilities				
Financial liabilities not measured at fair value				
Long-term borrowings from financial institutions	-	-	425,000,000	362,556,807
Debenture	992,795,932	1,023,900,000	991,037,893	1,013,300,000
	Unit: Baht			
	Separate financial statements			
	2023		2022	
	Carrying amount - amortised cost	Fair value	Carrying amount - amortised cost	Fair value
Financial liabilities				
Financial liabilities not measured at fair value				
Long-term borrowings from financial institutions	-	-	425,000,000	362,556,807
Debenture	992,795,932	1,023,900,000	991,037,893	1,013,300,000

Fair values are categorised into hierarchy based on inputs used as follows:

Level 1: The fair value of financial instruments is based on the closing price by reference to the Thai Bond Dealing Centre.

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.

Valuation techniques used to determine fair values

Financial assets measured at fair value

- Financial asset measured at fair value through profit or loss amounting to Baht 43.60 million (2022: Baht 49.21 million) is a closed-ended fund that is an investment in equity securities overseas. The fund matures in five years with two extensions of one-year period each. The closed-ended fund is considered as debt securities which using a Net Asset Valuation ("NAV") approach as at period end date. The data is publicly available on the Securities & Exchange Commission website, which is calculated by fund manager and is categorised into level three of fair value hierarchy.

Financial assets and liabilities measured at amortised cost

- In 2022, Financial assets and liabilities measured at amortised cost amounting to Baht 24.90 million are investments in listed corporate bonds. The fair value is based on the market price of listed corporate bonds from Thai Bond Market Association as at the date of the statement of financial position and is categorised into level two of fair value hierarchy.
- The fair values of long-term borrowings amounting to Baht 290 million (2022: Baht 915.00 million) are based on discounted cash flows using a discount rate based on the borrowing rate of 7.725% to 8.175% (2022: 6.625% to 7.025%) and are categorised into level two of fair value hierarchy.
- The fair value of debenture amounting to Baht 1,000 million (2022: Baht 1,000.00 million) million is based on the market price of debenture from Thai Bond Market Association as at the date of the statement of financial position and is categorised into level two of fair value hierarchy.

Financial assets and financial liabilities are approximately to the carrying amounts as follows:

- Cash and cash equivalent
- Trade and other receivables
- Finance lease receivable
- Short-term loan to related parties
- Trade and other payables
- Short-term loan from related parties
- Lease liabilities

The following table presents fair value of assets which are not financial assets recognised or disclosed by their fair value hierarchy.

	Unit: Baht	
	Level 3	
	Consolidated financial statements	
	2023	2022
Assets		
Investment property	462,104,254	369,053,437

Fair values are categorised into hierarchy based on inputs used as follows:

Level 3: The fair value of financial instruments is not based on observable market data.

The measurement of fair value of non-financial assets measured at fair value is in accordance with accounting policies disclosed in Note 4.8.

There is no transfer between fair value hierarchy during the year.

The fair value valuation processes

The Group's finance department and an independent valuer annually conduct the level 3 fair value valuation report of assets required for financial reporting purposes. This team reports directly to the finance committee. Discussions on fair value valuation between the finance committee and the valuation team are held at least once every quarter to assess the significant change in assumption and information, which in line with the Group's quarterly reporting dates.

The main level 3 input used by the Group pertains to the discount rate for investment property. It is estimated based on discounted cash flow projections which reflects rental income from current leases and assumptions about rental income from future leases in the light of current market conditions. The fair value also reflects any cash outflows that could be expected in respect of the property. The discount rate is estimated based on the average dividends yield rate of property funds listed in the Stock Exchange of Thailand that are, in the opinion of the management, in a comparable financial position including the appropriate risk premium and reflects current market assessments of the time value of money and risk adjusted which mostly at the rate of 9.00% per annum. The discount rate of finance lease liabilities on land leases is ranging from 2.60% to 9.01% per annum. The independent valuer conducts the estimates of such information as part of the valuation of investment property.

The table below presents the sensitivity analysis of the significant assumption for the fair value measurement of investment property as at 31 December 2023.

		Unit: Baht	
		Impact to fair value of investment property	
		Consolidated financial statements	
Change in assumption		Increase in assumption	Decrease in assumption
Discount rate	1.00%	Decrease 15,984,335	Increase 17,360,995

7 Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

a) Fair value of certain financial assets

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Group uses judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period. Details of key assumptions used are included in Note 6.

b) Allowance for obsolete, slow-moving and defective inventories

The Group has made allowance, where necessary, for obsolete, slow moving and defective inventories by estimating the net realisable value which is calculated from the selling price in the ordinary course of business, less the cost of completion and selling expenses. These calculations require the management's estimates and is based on historical information, management's knowledge of the industry and future market trends.

c) Impairment of property, plant and equipment

The Group tests the impairment of property, plant and equipment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable in accordance with its accounting policy in Note 4.11. The recoverable amounts of cash-generating units have been determined based on the higher of an asset's fair value less costs to sell and value in use. These calculations require the use of management's estimates. The change in the assumption used would impact the recoverable amount.

d) Building and equipment and intangible assets

Management determines the estimated useful lives and residual values for the Group's plant and equipment and intangible assets. Management will revise the depreciation charge when useful lives and residual values are different to previous estimation or will write off or write down technically obsolete or assets that have been abandoned or sold.

e) Valuation of movies under production

The Group has recognised the cost of movies under production when incurred. When there is an indicator, the Group tests impairment on a title-by-title basis, and if the estimated remaining net cash flows are not sufficient to recover each title cost, the impairment will be recognised. The estimation of net cash flow is calculated and estimated by management.

f) Amortisation of film rights

Film rights are amortised and recognised to cost of sales at the ratio relating to the expected consumption used in each of the various channels over the estimated period to utilise the rights. The expected consumption in each channel used for computing the amortisation ratio is estimated by the management, based on historical information and experience.

g) Retirement benefit obligations

The present value of the retirement benefit obligations depends on a number of assumptions. Key assumptions used and impacts from possible changes in key assumptions are disclosed in Note 28.

h) Deferred tax asset for carried forward tax losses

The Group has incurred the losses from the operations in 2021 due to the impact from COVID-19 outbreak. The Group did not expect the losses in the long term. The Group concluded that the deferred tax assets arising from the carried-forward tax losses will be recoverable using the estimated future taxable income based on the approved business plans and budgets. It is expected that the losses carried forward will be utilised within 5 years.

i) Transaction price allocation

The customer loyalty programme provides a material right to customers. The promise to provide points to the customer is a separate performance obligation. Therefore, the transaction price is allocated to the original product sold and the points on a relative stand-alone selling price basis. Management estimates stand-alone selling price per point on the basis of the discount granted when the points are redeemed and the likelihood of the redemption, based on past experience.

In some cases, it is difficult to find a single selling price for each product or service in which the Group offers customers various products and services in one contract because the market price is quite volatile due to the high competition. In many cases, there is no single selling price offered in the market. The change in the selling price estimated individually will have a significant impact on the price allocation of the combined items to each obligation to be performed. Therefore, the allocation will impact revenue recognition, assets and liabilities arising from contracts.

j) Determination of lease terms

Critical judgement in determining the lease term, the Group considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended or to be terminated.

For leases of properties, the most relevant factors are historical lease durations, the costs and conditions of leased assets.

Most extension options on offices and vehicles leases have not been included in the lease liability, because the Group considers i) the underlying asset condition and/or ii) insignificant cost to replace the leased assets.

The lease term is reassessed if an option is actually exercised (or not exercised) or the Group becomes obliged to exercise (or not exercise) it. The assessment of reasonable certainty is only revised if a significant event or a significant change in circumstance affecting this assessment occur, and that it is within the control of the Group.

k) Determination of discount rate applied to leases

The Group determines the incremental borrowing rate as follows:

- Where possible, use recent third-party financing received by the individual lessee as a starting point, adjusting to reflect changes in its financing conditions
- Make adjustments specific to the lease, e.g. term, country, currency and security

i) Impairment of financial assets

The loss allowances for financial assets are based on assumptions about default risk and expected loss rates. The Group uses judgement in making these assumptions and selecting the inputs used in the impairment calculation, based on the Group's past history and existing market conditions, as well as forward-looking estimates at the end of each reporting period.

m) Investment property

The fair value of investment property is carried based on valuations by independent valuers. Fair value is measured by discounted cash flow projections which reflects rental income from current leases and assumptions about rental income from future leases in the light of current market conditions. The fair value also reflects any cash outflows that could be expected in respect of the property. The discount rate reflects current market assessments of the time value of money and risk adjusted.

8 Segment information

The Group's strategic steering committee, consisting of the chief executive officer and board of directors, examines the Group's performance from 5 reportable segments.

The steering committee primarily uses a measure of segments' revenue and gross margin to assess the performance of the operating segments.

Major Cineplex Group Public Company Limited
Notes to the Consolidated and Separate Financial Statements
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Significant information relating to revenue and profit of the reportable segments are as follows:

	Consolidated financial statements					Unit: Million Baht
	Cinema business	Advertising business	Bowling and karaoke business	Rental and services business	Movie content business	Total
For the year ended 31 December 2023						
Revenues						
- Gross segment revenues	7,285	541	497	341	373	9,037
- Inter segment revenues	(179)	(5)	(22)	(96)	(184)	(486)
Net revenues	7,106	536	475	245	189	8,551
Timing of revenue recognition						
At a point in time	2,438	70	131	-	108	2,747
Over time	4,668	466	344	245	81	5,804
Total revenues	7,106	536	475	245	189	8,551
Segment results	369	360	115	(22)	237	1,059
Non-allocated income						(167)
Profit from operating activities						892
Finance cost						(204)
Profit from selling investment						346
Share of profit from investments in associates and joint ventures						105
Profit before income tax						1,139
Income tax						(75)
Net Profit						1,064
Investment property	-	-	-	462	-	462
Fixed assets of segment	3,916	20	244	283	-	4,463
Right-of-use asset	2,727	-	119	134	-	2,980
Investments in associates and interests in joint ventures						1,892
Unallocated asset						4,629
Total						14,426

Major Cineplex Group Public Company Limited
Notes to the Consolidated and Separate Financial Statements
For the year ended 31 December 2023

	Consolidated financial statements					Unit: Million Baht
	Cinema business	Advertising business	Bowling and karaoke business	Rental and services business	Movie content business	Total
For the year ended 31 December 2022						
Revenues						
- Gross segment revenues	5,327	428	354	308	411	6,828
- Inter segment revenues	(135)	-	(17)	(72)	(216)	(440)
Net revenues	5,192	428	337	236	195	6,388
Timing of revenue recognition						
At a point in time	1,847	70	95	-	125	2,137
Over time	3,345	358	242	236	70	4,251
Total revenues	5,192	428	337	236	195	6,388
Segment results	188	289	44	(8)	(115)	398
Non-allocated income						41
Profit from operating activities						439
Finance cost						(201)
Profit from selling investment						126
Share of loss from investments in associates and joint ventures						(44)
Profit before income tax						320
Income tax						(51)
Net Profit						269
Investment property	-	-	-	369	-	369
Fixed assets of segment	3,912	21	245	290	8	4,476
Right-of-use asset	2,541	-	143	94	7	2,785
Investments in associates and interests in joint ventures						1,900
Unallocated asset						5,317
Total						14,847

Unallocated costs represent corporate expenses. Segment assets consist of primarily property, plant and equipment, intangible assets, inventories, receivables and operating cash and mainly exclude investments.

Liabilities are mainly borrowings purposed to be used for all segments and for the Group's liquidity. Accordingly, the Group does not present the liabilities segment information.

For separate financial statements, the Company's main revenue is from cinema business. Time of revenue recognition is insignificantly different from segment information of cinema business.

9 Cash and cash equivalents

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash on hand	32,115,790	48,147,558	23,946,077	34,859,725
Deposits held at call with banks	779,655,952	1,118,879,498	456,003,491	695,118,836
	811,771,742	1,167,027,056	479,949,568	729,978,561

10 Trade accounts and other receivables

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Trade accounts receivable - third parties	355,361,400	250,272,206	183,760,563	82,100,741
Trade accounts receivable - related parties (Note 40 c)	4,377,868	24,548,804	25,557,738	27,961,196
Unbilled revenue	195,413,126	225,051,978	67,151,348	74,966,484
Total trade accounts receivable and unbilled revenue	555,152,394	499,872,988	276,469,649	185,028,421
<u>Less</u> Loss allowance	(18,630,643)	(27,119,154)	(1,367,533)	(3,003,291)
Trade accounts receivable and unbilled revenue, net	536,521,751	472,753,834	275,102,116	182,025,130
Amounts due from related parties	3,027,505	4,622,906	167,761,296	180,787,126
<u>Less</u> Loss allowance	-	-	(24,836,411)	(34,819,053)
Amounts due from related parties, net (Note 40 c)	3,027,505	4,622,906	142,924,885	145,968,073
Other accounts receivable	44,187,673	38,805,397	22,961,940	22,924,853
<u>Less</u> Loss allowance	(14,408,383)	(13,228,715)	(14,029,958)	(12,390,863)
Other accounts receivable, net	29,779,290	25,576,682	8,931,982	10,533,990
Prepaid expenses	52,228,570	28,928,211	36,054,701	14,572,279
Trade accounts and other receivables, net	621,557,116	531,881,633	463,013,684	353,099,472

11 Financial assets and liabilities

The classification of the Group's financial assets and financial liabilities are as follows:

	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Financial assets				
Financial assets measured at amortised cost				
- Cash and cash equivalents	811,772	1,167,027	479,950	729,979
- Trade and other receivables	569,328	502,953	426,959	338,527
- Financial lease receivables	6,782	8,242	-	-
- Loans to related parties	725	7,013	621,942	544,971
- Listed corporate bonds	-	24,902	-	24,902
Financial assets measured at fair value through profit or loss (FVPL)	43,598	49,214	43,598	49,214
Financial assets measured at fair value through other comprehensive income (FVOCI)	1,868,567	2,503,991	1,868,567	2,503,991
	3,300,772	4,263,342	3,441,016	4,191,584
Financial liabilities				
Financial liabilities at amortised cost				
- Trade and other payables	1,910,974	1,455,413	1,439,454	1,019,853
- Borrowings	995,313	915,316	995,000	915,000
- Debentures	992,796	991,038	992,796	991,038
- Loans from related parties	-	-	954,433	452,235
- Lease liabilities	3,167,319	3,006,475	1,971,414	2,155,305
	7,066,402	6,368,242	6,353,097	5,533,431

11.1 Other financial assets measured at amortised cost

a) Classification of financial assets measured at amortised cost

The Group classifies its financial assets measured at amortised cost only if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect the contractual cash flows; and
- the contractual terms give rise to cash flows that are solely payments of principal and interest

Financial assets measured at amortised cost other than trade receivables and other receivables are approximately to the carrying amounts as follows:

	Unit: Baht'000					
	Consolidated financial statements					
	31 December 2023			31 December 2022		
	Current	Non-current	Total	Current	Non-current	Total
Financial lease receivables	-	6,782	6,782	-	8,242	8,242
Loans to related parties	725	-	725	5,113	1,900	7,013
Listed corporate bonds	-	-	-	25,023	-	25,023
<u>Less</u> Loss allowance	-	-	-	(121)	-	(121)
	-	-	-	24,902	-	24,902

Unit: Baht'000						
Separate financial statements						
31 December 2023			31 December 2022			
Current	Non-current	Total	Current	Non-current	Total	
Loans to related parties	478,392	149,700	628,092	390,891	166,600	557,491
Less Loss allowance	-	(6,150)	(6,150)	-	(12,520)	(12,520)
	478,392	143,550	621,942	390,891	154,080	544,971
Listed corporate bonds	-	-	-	25,023	-	25,023
Less Loss allowance	-	-	-	(121)	-	(121)
	-	-	-	24,902	-	24,902

Significant acquisitions and disposals during the year

During the year 2023, the Group and the Company redeemed listed securities in both the consolidated and separate financial statements amounting to Baht 25.02 million. Listed securities measured at amortised cost were redeemed in the consolidated and separate financial statements amounting to Baht 25.00 million

During the year 2022, the Group and the Company acquired listed securities measured at amortised cost in the amount of Baht 249.41 million. Listed securities measured at amortised cost were redeemed in the consolidated and separate financial statements amounting to Baht 503.30 million and Baht 476.30 million, respectively.

11.2 Financial assets measured at fair value through profit or loss

a) Classification of financial assets measured at fair value through profit or loss

The Group classifies the following financial assets measured at fair value through profit or loss (FVPL):

- debt investments that do not qualify for measurement at either amortised cost or FVOCI
- equity investments that are held for trading, and
- equity investments for which the entity has irrevocably not elected at initial recognition to recognise fair value gains and losses through OCI.

Financial assets measured at FVPL include the following:

Unit: Baht'000				
Consolidated financial statements		Separate financial statements		
2023	2022	2023	2022	
Current assets				
Closed-ended fund	43,598	49,214	43,598	49,214
	43,598	49,214	43,598	49,214

b) Amounts recognised in profit or loss

The following gains/(losses) were recognised in profit or loss during the year as follows:

Unit: Baht'000				
Consolidated financial statements		Separate financial statements		
2023	2022	2023	2022	
Fair value losses on debt investments at FVPL recognised in other gains/(losses)	(5,236)	(4,684)	(5,236)	(4,684)

Significant acquisitions and disposals during the year

During the year 2023, the Group and the Company acquired and disposed listed securities measured at FVPL in the amount of Baht 273.81 million and Baht 273.96 million, respectively.

During the year 2022, the Group and the Company acquired and disposed listed securities measured at FVPL in the amount of Baht 392.74 million and Baht 3,445.48 million, respectively.

For the information about the group's exposure to price risk is provided in note 5. Information about the methods and assumptions used in determining fair value refer to note 6.

11.3 Financial assets measured at fair value through other comprehensive income (FVOCI)

a) Classification of financial assets measured at fair value through other comprehensive income

Financial assets measured at fair value through other comprehensive income (FVOCI) comprise:

- equity securities which are not held for trading, and which the Group has irrevocably elected at initial recognition to recognise in this category.
- debt securities where the contractual cash flows are solely principal and interest and the objective of the Group's business model is achieved both by collecting contractual cash flows and selling financial assets.

Financial assets measured at FVOCI comprise the following investments:

	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Current assets				
Equity instruments	1,868,567	2,503,991	1,868,567	2,503,991
	1,868,567	2,503,991	1,868,567	2,503,991

b) Amounts recognised in profit or loss and other comprehensive income

The following gains/(losses) were recognised in profit or loss and other comprehensive income during the year as follows:

	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Gains/(losses) recognised in other comprehensive income	(645,426)	255,532	(645,426)	255,532
Dividends from equity investments at FVOCI recognized in profit or loss in other income (Note 34)	73,638	45,460	73,638	45,460

Significant acquisitions and disposals during the year

During the year 2023, the Group and the Company invested in equity securities in the amount of Baht 10.00 million.

During the year 2022, the Group and the Company invested in equity securities in the amount of Baht 2,248.46 million.

12 Inventories

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Foods and beverages	205,589,877	153,122,747	149,085,253	106,473,104
Supplies and others	15,063,342	9,368,542	5,134,086	2,017,350
Total	220,653,219	162,491,289	154,219,339	108,490,454
<u>Less</u> Allowance for obsolete inventory	(31,224,352)	(11,111,166)	(24,966,540)	(9,254,755)
Inventories, net	189,428,867	151,380,123	129,252,799	99,235,699

Cost of inventory was recognised as an expense and included in cost of sales amounting to Baht 1,014.31 million and Baht 731.60 million in the consolidated and separate statement of comprehensive income, respectively (2022: Baht 797.29 million and Baht 594.50 million).

The Group recognised loss from obsolescence and allowance for diminution in value in the consolidated and separate statement of comprehensive income for the year ended 31 December 2023 amounting to Baht 20.11 million and Baht 15.71 million (2022: Reversal of loss from obsolescence and allowance for diminution in value in the consolidated and separate statement of comprehensive income amounting to Baht 6.89 million and Baht 2.72 million), respectively.

13 Other current assets

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Value added tax receivable	78,465,727	77,874,335	33,928,300	23,924,908
Withholding tax deducted at sources	47,976,102	51,438,348	29,636,979	12,141,333
Others	47,877,042	26,152,441	23,078,992	5,390,570
	174,318,871	155,465,124	86,644,271	41,456,811

14 Investment in subsidiaries

a) Movements of investment in subsidiaries

	Unit: Baht	
	Separate financial statements	
	2023	2022
For the years ended 31 December		
Opening net book amount	2,158,391,530	2,251,848,898
Additions	100,000,000	155,400,000
Disposal of investment in subsidiary	(434,590,173)	-
Dividends received	-	(441,036,041)
Share of profit	351,875,168	190,664,013
Share of comprehensive (expense) income	(3,152,745)	1,514,660
Reversal of impairment	917,355	-
Closing net book amount	2,173,441,135	2,158,391,530

Additions of investment

2023

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 (2,500,000 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 on 19 May 2023 amounting to Baht 50.00 million.

2022

Major Join Film Co., Ltd.

The Board of Directors Meeting of Major Join Film Co., Ltd. (subsidiary) No.2/2022 on 11 May 2022, passed a resolution to approve an increase in the registered capital from Baht 100.00 million (1,000,000 shares at the par value of Baht 100 each) to Baht 250 million (2,500,000 shares at the par value Baht 100 each) by issuing additional 1,500,000 shares at the par value of Baht 100 each. The Company made a payment on 31 May 2022 amounting to Baht 105.00 million and payment on 17 June 2022 amounting to Baht 45.00 million.

Tai Major Co., Ltd.

At the Extraordinary General Meeting of Tai Major Co., Ltd. (subsidiary) No.1/2022 on 26 December 2022, the shareholders express an intention to sell shares amounting to Baht 5.40 million (225,000 shares at the par value of Baht 24 each) to the Company. The acquisition of the shares by the Company resulted in change in shareholding interests of the subsidiary from 70.00% to 100.00%. The difference between consideration paid and net identifiable assets and liabilities acquired amounting to Baht 0.65 million was recognised as "Change in parent's ownership interest in subsidiaries" under "Other components of equity" in the consolidated financial statements.

Disposal of investment

M Pictures Entertainment Public Company Limited ("MPIC")

On 26 May 2023, the Company disposed all of its investment in M Pictures Entertainment Public Company of 1,202,130,480 shares or representing 92.46% of the total issued shares of MPIC to Mr. Khanngoen Nuanual, at a price of Baht 0.54 per share and in total of Baht 650.00 million. The Company recognised gain from disposal amounting to Baht 346.12 million and Baht 215.41 million in the consolidated and separate financial statements, respectively.

b) The details of investment in subsidiaries are as follows:

The Group has subsidiaries included in consolidated financial statement as listed below. The subsidiaries have only ordinary shares. The proportion of ownership interests held by the Group is equal to voting rights in subsidiaries held by the Group.

Subsidiaries	Nature of business	Nature of relationship	Country of incorporation	Ownership interest held by the Company		Ownership interest held by non-controlling interests	
				2023 %	2022 %	2023 %	2022 %
Major Cineplex Property Co., Ltd.	Building space for rent	Shareholder	Thailand	99.99	99.99	0.01	0.01
Major Cineplex Services Co., Ltd.	Utilities services	Shareholder	Thailand	99.99	99.99	0.01	0.01
Ratchayothin Management Co., Ltd.	Utilities services	Shareholder	Thailand	99.99	99.99	0.01	0.01
Ratchayothin Cinema Co., Ltd.	Land and building space for rent	Shareholder	Thailand	99.99	99.99	0.01	0.01
Ratchayothin Realty Co., Ltd.	Building space for rent	Shareholder	Thailand	99.99	99.99	0.01	0.01
Major Bowl Group Co., Ltd.	Bowling, karaoke and entertainment services	Shareholder	Thailand	99.99	99.99	0.01	0.01
Major Cinead Co., Ltd.	Advertising services	Shareholder	Thailand	99.93	99.93	0.07	0.07
Bangkok Imax Theatre Co., Ltd.	Cinema services	Shareholder	Thailand	99.93	99.93	0.07	0.07
Siam Cineplex Co., Ltd.	Cinema services	Shareholder	Thailand	99.99	99.99	0.01	0.01
EGV Entertainment Public Company Limited ("EGV")	Cinema services, advertising services, and area for rent	Shareholder	Thailand	99.98	99.98	0.02	0.02
M Pictures Entertainment Public Company Limited ("MPIC")	Publishing, advertising and distribution of film rights	Shareholder	Thailand	-	92.46	-	7.54
Major Holding International Co., Ltd. ("MHD")	Holding business	Shareholder	Thailand	99.96	99.96	0.04	0.04
Major Join Film Co., Ltd.	Investment in film business	Shareholder	Thailand	99.99	99.99	0.01	0.01
Tai Major Co., Ltd.	Film production	Shareholder	Thailand	100.00	100.00	-	-

Major Cineplex Group Public Company Limited
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Subsidiaries	Nature of business	Nature of relationship	Country of incorporation	Ownership interest held by the Group		Ownership interest held by non-controlling interests	
				2023	2022	2023	2022
				%	%	%	%
Subsidiaries under MPIC							
M Pictures Co., Ltd.	Distribution of film rights	Indirect shareholding	Thailand	-	92.46	-	7.54
M V D Co., Ltd. (“MVD”)	Discontinued operations	Indirect shareholding	Thailand	-	92.46	-	7.54
M Thirty Nine Co., Ltd.	Film production	Indirect shareholding	Thailand	-	92.46	-	7.54
M Talent Co., Ltd.	Discontinued operations	Indirect shareholding	Thailand	-	92.46	-	7.54
Subsidiaries under MHD							
Major Platinum Cineplex (Cambodia) Co., Ltd. (“Major Platinum”)	Cinema and bowling services	Indirect shareholding	Cambodia	69.97	69.97	30.03	30.03
Major Platinum Cineplex (Lao) Co., Ltd. (“Major Platinum Lao”)	Cinema and bowling services	Indirect shareholding	Lao People’s Democratic Republic	59.98	59.98	40.02	40.02
Cineplex (Lao) Sole Co., Ltd. (“CNP”)	Cinema services	Indirect shareholding	Lao People’s Democratic Republic	99.96	99.96	0.04	0.04

The Group does not have material non-controlling interests. See note 32 for movements in non-controlling interests.

15 Investment in associates

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Investment in associates	1,915,403,688	1,897,006,658	1,905,250,335	1,865,623,229
Less Allowance for impairment of investment	(23,660,874)	(23,660,874)	(23,660,874)	(23,660,874)
Investment in associates, net	1,891,742,814	1,873,345,784	1,881,589,461	1,841,962,355

a) Movements of investment in associates

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Opening net book amount	1,873,345,784	1,968,758,571	1,841,962,355	1,932,779,191
Additions	-	22,870,000	-	-
Disposal of investment	(14,983,781)	(1,263,461)	-	(1,263,461)
Proceed from returns of investments	(13,590,076)	(34,396,100)	(11,870,076)	(10,890,000)
Dividends received	(54,935,100)	(54,450,000)	(54,935,100)	(54,450,000)
Share of profit (loss)	104,640,719	(25,159,843)	106,432,282	(24,213,375)
Returns share of profit	(2,750,000)	(3,150,000)	-	-
Share of comprehensive income	15,268	136,617	-	-
Closing net book amount	1,891,742,814	1,873,345,784	1,881,589,461	1,841,962,355

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 2023, the Group realised gain on disposals of Baht 10.41 million in the consolidated statement of comprehensive income (2022: Baht 10.41 million).

During 2023, the Company received dividends income from associates amounting to Baht 54.94 million (2022: Baht 54.45 million), which was recognised net from "Investment in associates" in the consolidated and separate statement of financial position.

Addition of investment

2022

Associate under M Pictures Entertainment Public Company Limited

M Pictures Entertainment Public Company Limited invested in associates as follows:

1. "Last Idol (Thailand) Co., Ltd." amounting to Baht 3.00 million on 15 March 2022.
2. "Skybox Entertainment Co., Ltd." amounting to Baht 8.55 million on 10 January 2022.

Associate under Major Join Film Company Limited

Major Join Film Company Limited invested in associates as follows:

1. "Joint Venture Attama Pha Phar" on 23 May 2022, which the Company has percentage of interest 40% with respect to the joint investment agreement. The Company paid 100% of investment which calculated to Baht 11.32 million. The Company made a payment on 22 June 2022 amounting to Baht 10.19 million and on 24 June 2022 amounting to Baht 1.13 million.

Disposal of investment

2023

Associates under M Pictures Entertainment Public Company Limited

On 26 May 2023, the Company disposed all of its investment in M Pictures Entertainment Public Company, resulting in the simultaneous disposals of all associates under M Pictures Entertainment Public Company Limited.

2022

ThaiTicketMajor Co., Ltd. ("TTM")

On 3 August 2022, the Company disposed of its investments in TTM of 199,600 shares or representing 19.96% of the total issued shares of TTM to TICKETMASTER EUROPE HOLDCO LTD., at a price of Baht 614.70 per share and in total of Baht 122.69 million and recognised gain from disposal amounting to Baht 121.43 million in the statement of comprehensive income. This disposal resulted in the change in the Company's interest in TTM from 40.00% to 20.04%; accordingly, the classification of this investment remains as investment in associate.

Return of investment

2023

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.

Joint Venture CRACKED

The Company received return of investment from "Joint Venture CRACKED" amounting to Baht 0.98 million on 1 September 2023.

Associate under Major Join Film Company Limited

Major Join Film Company Limited received return of investment from "Joint Venture Attama Fhar Pha" amounting to Baht 1.72 million on 29 September 2023.

2022

Major Cineplex Lifestyle Leasehold Property Fund ("MJLF")

On 23 November 2022, Kasikorn Asset Management Co., Ltd., the management company of Major Cineplex Lifestyle Leasehold Property Fund (MJLF) has informed the book closing date on 8 December 2022 for capital reduction from Baht 3,300.00 million (330,000,000 shares at the par value of Baht 10 each) to Baht 3,267 million (330,000,000 shares at the par value of Baht 9.90 each). The company received cash from capital reduction totalling Baht 10.89 million on 22 December 2022. This capital reduction does not affect shareholding percentage in associate.

Associates under M Pictures Entertainment Public Company Limited

M Pictures Company Entertainment Public Company Limited received return of investment from associates as follows:

1. "Joint Venture Keun Yuttitham" amounting to Baht 5.32 million on 20 April 2022 and 25 October 2022.
2. "Joint Venture Khun Phaen Fah Feun" amounting to Baht 3.11 million on 20 June 2022.
3. "Joint Venture Daeng Prakanong" amounting to Baht 15.07 million on 29 August 2022.

Return of profit sharing

2023

M Pictures Company Limited received return of profit sharing from “Joint Venture Daeng Prakanong” amounting to Baht 2.75 million on 5 April 2023.

2022

Associates under M Pictures Company Limited

M Pictures Company Limited received return of profit sharing from associates as follows:

1. “Joint Venture Sangkrasue” amounting to Baht 1.50 million on 28 February 2022.
2. “Joint Venture Daeng Prakanong” amounting to Baht 1.65 million on 19 December 2022.

b) The details of investments in associates

Associates	Country of incorporation	Nature of business	Nature of relationship	Ownership interest	
				2023 %	2022 %
Ratchayothin Avenue Co., Ltd. ("RAV")	Thailand	Rental of building space and utilities	Shareholder	50.00	50.00
Major Cineplex Lifestyle Leasehold Property Fund ("MJLF")	Thailand	Rental of space and utilities services	Shareholder	33.00	33.00
Thai Ticket Major Co., Ltd. ("TTM")	Thailand	Agent for selling of tickets	Shareholder	20.04	20.04
CJ Major Entertainment Company Limited ("CJM")	Thailand	Film production and distribution	Shareholder	49.00	49.00
Joint Venture CRACKED	Thailand	Film production and distribution	Shareholder	20.00	20.00
Associates under Major Join Film Company Limited					
Joint Venture Attama Fhar Pha	Thailand	Film production and distribution	Indirect shareholding	40.00	40.00
Associates under M Pictures Entertainment PLC					
M.P.I.C. (Cambodia) Distribution Co., Ltd.	Cambodia	Distribution of film rights	Indirect shareholding	-	50.85
Last Idol (Thailand) Co., Ltd	Thailand	Entertainment	Indirect shareholding	-	18.49
Skybox Entertainment Co., Ltd.	Thailand	Entertainment	Indirect shareholding	-	41.61
Associate under M Pictures Company Limited					
Joint venture Sangkrasue	Thailand	Film production	Indirect shareholding	-	27.74
Joint venture Khun Phaen Fah Feun	Thailand	Film production	Indirect shareholding	-	47.16
Joint venture THAT MARCH	Thailand	Film production	Indirect shareholding	-	12.94
Joint venture OUR LOVE FOREVER	Thailand	Film production	Indirect shareholding	-	12.94
Joint venture CLASSIC AGAIN	Thailand	Film production	Indirect shareholding	-	36.06
Joint venture Keun Yuttitham	Thailand	Film production	Indirect shareholding	-	64.72
Joint venture Dang Prakanong	Thailand	Film production	Indirect shareholding	-	50.85

As at 31 December 2023, the fair value of the Group's interest in MJLF, which is listed on the Stock Exchange of Thailand, was Baht 387.68 million (2022: Baht 631.62 million) whereas the carrying amount of the Group's interest was Baht 911.47 million (2022: Baht 907.71 million).

RAV, TTM and CJM are private companies and there is no quoted market price available for their shares.

CRACKED is Joint Venture and there is no quoted market price available for their shares.

There are no contingent liabilities relating to the Group's interest in associates.

c) Summarised financial information for associates

The table below is the summarised financial information for associates that are material to the Group. The financial information is included in associates own financial statements which has been adjusted with the adjustments necessary for the equity method including, adjusting fair value and differences in accounting policy.

	Unit: Baht	
	MJLF	
	2023	2022
Summarised statement of comprehensive income		
Revenue	312,247,123	321,422,870
Profit (loss) from continuing operation	139,250,330	(401,025,137)
Post-tax profit (loss) from continuing operations	139,250,330	(401,025,137)
Total comprehensive income (expense)	139,250,330	(401,025,137)
Dividends received from associates	41,708,700	49,005,000
	Unit: Baht	
	MJLF	
	2023	2022
Summarised statement of financial position		
Current assets	391,011,353	341,113,324
Non-current assets	3,238,518,273	3,301,846,887
Current liabilities	78,031,854	78,434,920
Non-current liabilities	95,611,415	88,499,264
Net assets	3,455,886,357	3,476,026,027
	Unit: Baht	
	MJLF	
	2023	2022
Reconciliation of summarised financial information		
Closing net assets	3,455,886,357	3,476,026,027
Interest in associate (%)	33.00	33.00
Interest in associate	1,140,442,498	1,147,088,589
Adjusted gain from Inter-company's selling assets	(228,971,694)	(239,380,257)
Associates carrying amount	911,470,804	907,708,332

d) Individually immaterial associates

The table below is the carrying amount of the Group's interests, in aggregate, all individually immaterial associates that are accounted for using equity method.

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Aggregate carrying amount of individually immaterial associates	980,272,010	965,637,452	970,118,657	934,254,023
Aggregate amounts of the Group's share of profit from continuing operations	48,279,547	96,769,890	50,071,110	97,716,357

16 Joint Arrangement

16.1 Joint ventures

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Investment in joint ventures	-	35,592,141	-	-
<u>Less</u> Allowance for impairment	-	(9,201,599)	-	-
Investment in joint ventures, net	-	26,390,542	-	-

a) Movements of investment in joint ventures

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Opening net book amount	26,390,542	45,969,654	-	-
Disposal of investment in subsidiary	(26,413,448)	-	-	-
Share of profit (loss)	35,806	(18,659,738)	-	-
Share of comprehensive expense	(12,900)	(913,552)	-	-
Allowance for impairment	-	(5,822)	-	-
Closing net book amount	-	26,390,542	-	-

Disposal of investment

Joint ventures under M Pictures Entertainment Public Company Limited

On 26 May 2023, the Company disposed all of its investment in M Pictures Entertainment Public Company, resulting in the simultaneous disposals of all joint ventures under M Pictures Entertainment Public Company Limited.

b) The details of investments in joint ventures:

Joint ventures	Nature of business	Nature of relationship	Country of incorporation	Ownership Interest	
				2023 %	2022 %
Joint ventures under MPIC					
Major Kantana Broadcasting Company Limited	Satellite broadcasting and distribution of film rights	Indirect shareholder	Thailand	-	41.61
Transformation Films Company Limited	Film production, advertising, TV broadcasting and services for all forms of entertainment	Indirect shareholder	Thailand	-	32.07
MVP M-Picture Films Distribution (Lao) Co., Ltd.	Distribution of film rights for cinema, VCD/DVD production and TV broadcast	Indirect shareholder	Lao People's Democratic Republic	-	36.98

All joint ventures are private companies and there is no quoted market price available for their shares. All holdings are investments in ordinary shares, which the Company directly held. The country of incorporation is the same as the principal place of business.

c) Individually immaterial joint ventures

The Group has interests in individually immaterial joint venture that is accounted for using equity method.

	Unit: Baht	
	2023	2022
Aggregate carrying amount of individually immaterial joint ventures	-	26,390,542
Aggregate amounts of the Group's share of:		
Profit (loss) from continuing operations	35,806	(18,659,738)

The Group has no contingent liabilities relating to the Group's interests in joint ventures.

16.2 Joint operation

a) The detail of investment in joint operation under M Pictures Company Limited

Joint operation	Nature of business	Nature of relationship	Country of incorporation	Ownership interest	
				2023 %	2022 %
Joint Venture Hug Terd Tueng	Film production	Indirect shareholder	Thailand	-	50.85

b) The detail of investments in joint operations under M Thirty Nine Company Limited

Joint operation	Nature of business	Nature of relationship	Country of incorporation	Ownership interest	
				2023 %	2022 %
Joint Venture Bikeman	Film production	Indirect shareholder	Thailand	-	64.72
Joint Venture Gang Tann Zine and Laan 25 Naa 24	Film production	Indirect shareholder	Thailand	-	64.72
Joint Venture Bikeman 2	Film production	Indirect shareholder	Thailand	-	50.85
Joint Venture Sam Gler Hua Kaeng and Juad Kathoei Bung Fai	Film production	Indirect shareholder	Thailand	-	64.72

c) The detail of investments in joint operations under Major Join Film Company Limited

Joint operation	Nature of business	Nature of relationship	Country of incorporation	Ownership interest	
				2023 %	2022 %
Joint Venture Buaphan Fun Yub	Film production	Indirect shareholder	Thailand	50.00	50.00
Joint Venture Khong Khaek	Film production	Indirect shareholder	Thailand	54.55	50.00
Joint Venture Rak Dai Rang Oak	Film production	Indirect shareholder	Thailand	50.00	50.00
Joint Venture Long Live Love	Film production	Indirect shareholder	Thailand	73.47	73.47
Joint Venture Suea Phen	Film production	Indirect shareholder	Thailand	80.00	-
Joint Venture Suek Khang Khao Kin Kluai	Film production	Indirect shareholder	Thailand	25.00	-
Joint Venture Major Join Film and BEC World	Film production	Indirect shareholder	Thailand	50.00	-

The Group holds 25.00% to 80.00% of the voting right in Joint Venture Buaphan Fun Yub, Joint Venture Khong Khaek, Joint Venture Rak Dai Rang Oak, Joint Venture Long Live Love, Joint Venture Suea Phen, Joint Venture Suek Khang Khao Kin Kluai, and Joint Venture Major Join Film and BEC World. However, the Group concluded that it has joint control over the joint arrangement under the contractual agreement which requires unanimous consent from all parties to the agreement. The Group and counterparties to the agreement have rights to the assets, liabilities, revenue and expense of the joint arrangements.

Addition of investment

2023

Major Join Film Company Limited invested in joint operations as follows:

1. "Joint Venture Suea Phen" on 16 January 2023, 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.
2. "Joint Venture Suek Khang Khao Kin Kluai" on 2 May 2023, which the Company has percentage of interest 25% with respect to the joint investment agreement. The Company paid 100% of investment on 14 July 2023 which calculated to Baht 10.24 million.
3. "Joint Venture Khong Khaek" on 3 July 2023, which the Company has percentage of interest 54.55% with respect to the joint investment agreement. The Company paid 100% of investment on 2 August 2023 which calculated to Baht 3.00 million.
4. "Joint Venture Major Join Film and BEC World" on 4 September 2023, which the Company has percentage of interest 50% with respect to the joint investment agreement. The Company paid 100% of investment on 10 October 2023 which calculated to Bath 41.46 million.

2022

Major Join Film Company Limited invested in joint operations as follows:

1. "Joint Venture Buaphan Fun Yub" on 23 May 2022, which the Company has percentage of interest 50% with respect to the joint investment agreement. The Company paid 100% of investment on 26 July 2022 which calculated to Baht 19.70 million.
2. "Joint Venture Khong Khaek" on 1 June 2022, which the Company has percentage of interest 50% with respect to the joint investment agreement. The Company paid 75% of investment which calculated to Baht 4.50 million. The Company made a payment on 15 July 2022 amounting to Baht 1.50 million, on 27 July 2022 amounting to Baht 1.50 million and on 30 October 2022 amounting to Baht 1.5 million.
3. "Joint Venture Rak Dai Rang Oak" on 12 September 2022, which the Company has percentage of interest 50% with respect to the joint investment agreement. The Company paid 100% of investment on 16 November 2022 which calculated to Baht 6.39 million.
4. "Joint Venture Long Live Love" on 1 November 2022, which the Company has percentage of interest 73% with respect to the joint investment agreement. The Company paid 100% of investment which calculated to Baht 27.70 million. The Company made a payment on 29 November 2022 amounting to Baht 15.60 million and on 30 November 2022 amounting to Baht 12.10 million.

Disposal of investment

Joint operations under M Pictures Entertainment Public Company Limited

On 26 May 2023, the Company disposed all of its investment in M Pictures Entertainment Public Company, resulting in the simultaneous disposals of all joint operations under M Pictures Entertainment Public Company Limited.

Return of investment

2023

1. Major Join Film Company Limited received returned of investment from "Joint Venture Buaphan Fun Yub" amounting to Baht 7.89 million on 15 February 2023 and amounting to Baht 11.77 million on 2 October 2023
2. M Thirty Nine Company Limited received returned of investment from "Joint Venture Bikeman" amounting to Baht 0.07 million on 27 February 2023.
3. Major Join Film Company Limited received returned of investment from "Joint Venture Suea Phen" amounting to Baht 18.40 million on 19 July 2023 and amounting to Baht 3.92 million on 27 November 2023.
4. Major Join Film Company Limited received returned of investment from "Joint Venture Ruk Dai Rang Aok" amounting to Baht 0.64 million on 15 September 2023.
5. Major Join Film Company Limited received returned of investment from "Joint Venture Long Live Love" amounting to Baht 21.09 million on 30 October 2023 and amounting to Baht 6.54 million on 27 November 2023.

17 Investment property

	Unit: Baht
	Consolidated financial statements
	Land, building and improvement
Opening balance as at 1 January 2022	221,618,039
Proceeds from sales back lease area	1,688,351
Additions	82,428,840
Transfer from property, plant and equipment (Note 18)	7,204,305
Write-off	(154,128)
Net profit from fair value adjustment	56,268,030
Closing balance as at 31 December 2022	369,053,437
Opening balance as at 1 January 2023	369,053,437
Proceeds from sales back lease area	374,393
Additions	46,242,870
Transfer from property, plant and equipment (Note 18)	5,445,158
Net profit from fair value adjustment	40,988,396
Closing balance as at 31 December 2023	462,104,254

If the land and buildings were stated on the historical cost basis, the amounts would be as follows:

	Unit: Baht	
	Consolidated financial statements	
	2023	2022
Cost	778,677,454	725,353,235
<u>Less</u> Accumulated depreciation	(485,552,129)	(452,947,348)
Net book amount	293,125,325	272,405,887

As at 31 December, the Group has right-of-use assets for the leases of land and office buildings that are classified as investment property as follows:

	Unit: Baht	
	Consolidated financial statements	
	2023	2022
Net book value of right-of-use assets	123,494,254	86,143,437

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18 Property, plant and equipment

	Consolidated financial statements								Unit: Baht
	Land	Building and building improvement	Cinema and cinema improvement	Utility system	Tool, equipment and fixtures	Office equipment	Vehicle	Construction in progress	Total
As at 1 January 2022									
Cost	173,406,998	766,729,918	5,111,191,298	1,870,689,698	7,259,848,922	703,893,634	29,061,932	29,149,522	15,943,971,922
<u>Less</u> Accumulated depreciation	-	(526,317,601)	(3,298,450,423)	(1,196,108,601)	(5,318,544,038)	(675,163,932)	(24,692,114)	-	(11,039,276,709)
Allowance for impairment	-	-	(9,162,589)	(11,483,252)	(164,201,886)	(963,354)	-	-	(185,811,081)
Net book value	173,406,998	240,412,317	1,803,578,286	663,097,845	1,777,102,998	27,766,348	4,369,818	29,149,522	4,718,884,132
For the year ended 31 December 2022									
Opening net book value	173,406,998	240,412,317	1,803,578,286	663,097,845	1,777,102,998	27,766,348	4,369,818	29,149,522	4,718,884,132
Exchange differences	-	-	5,430,395	(3,782)	1,771,416	242,075	-	-	7,440,104
Additions	-	16,052,601	80,591,357	40,981,947	126,138,469	36,674,556	-	227,215,333	527,654,263
Transfer	-	1,689,505	38,644,650	11,987,781	89,141,928	3,008,514	-	(151,676,683)	(7,204,305)
Disposals, net	-	-	(283,761)	(905,708)	(3,181,212)	(265)	(1)	-	(4,370,947)
Write-off, net	-	(2,308,122)	(14,523,298)	(5,318,443)	(6,044,301)	(19,485)	-	(1,334,400)	(29,548,049)
Depreciation charge	-	(35,993,928)	(254,386,160)	(99,867,650)	(316,123,152)	(18,819,301)	(1,234,327)	-	(726,424,518)
Reversal of impairment charge, net	-	-	9,162,589	-	-	-	-	-	9,162,589
Impairment charge, net	-	-	(15,423,749)	(4,353,798)	(84,296)	-	-	-	(19,861,843)
Closing net book value	173,406,998	219,852,373	1,652,790,309	605,618,192	1,668,721,850	48,852,442	3,135,490	103,353,772	4,475,731,426
As at 31 December 2022									
Cost	173,406,998	778,864,006	5,166,839,789	1,933,801,865	7,316,911,719	701,368,036	27,884,244	103,353,772	16,202,430,429
<u>Less</u> Accumulated depreciation	-	(559,011,633)	(3,498,625,731)	(1,310,709,535)	(5,492,820,327)	(651,552,262)	(24,748,754)	-	(11,537,468,242)
Allowance for impairment	-	-	(15,423,749)	(17,474,138)	(155,369,542)	(963,332)	-	-	(189,230,761)
Net book value	173,406,998	219,852,373	1,652,790,309	605,618,192	1,668,721,850	48,852,442	3,135,490	103,353,772	4,475,731,426

Major Cineplex Group Public Company Limited
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For the year ended 31 December 2023

									Unit: Baht
Consolidated financial statements									
	Land	Building and building improvement	Cinema and cinema improvement	Utility system	Tool, equipment and fixtures	Office equipment	Vehicle	Construction in progress	Total
For the year ended 31 December 2023									
Opening net book value	173,406,998	219,852,373	1,652,790,309	605,618,192	1,668,721,850	48,852,442	3,135,490	103,353,772	4,475,731,426
Exchange differences	-	-	(1,763,499)	(8,143)	107,224	(253,105)	-	(155,348)	(2,072,871)
Additions	-	3,588,639	64,276,495	52,991,632	160,867,168	34,224,196	-	393,225,423	709,173,553
Transfer	-	4,527,136	112,620,430	35,874,362	206,258,122	879,177	-	(365,604,385)	(5,445,158)
Disposal investment in subsidiary	-	-	-	(1,233,264)	(4,444,428)	(1,555,253)	-	-	(7,232,945)
Disposals, net	-	-	(11,650)	(404,491)	(3,476,547)	666,515	(1)	-	(3,226,174)
Write-off, net	-	-	(8,394,146)	(2,066,474)	(954,426)	(15,823)	-	-	(11,430,869)
Depreciation charge	-	(31,824,214)	(244,596,697)	(96,612,729)	(292,769,905)	(24,695,183)	(1,139,884)	-	(691,638,612)
Impairment charge, net	-	-	(120,001)	(339,801)	(655,885)	(20)	-	-	(1,115,707)
Closing net book value	173,406,998	196,143,934	1,574,801,241	593,819,284	1,733,653,173	58,102,946	1,995,605	130,819,462	4,462,742,643
As at 31 December 2023									
Cost	173,406,998	786,979,781	5,208,349,725	1,992,561,741	7,558,159,806	705,802,984	24,182,982	130,819,462	16,580,263,479
<u>Less</u> Accumulated depreciation	-	(590,835,847)	(3,623,530,812)	(1,382,386,174)	(5,668,573,901)	(647,030,735)	(22,187,377)	-	(11,934,544,846)
Allowance for impairment	-	-	(10,017,672)	(16,356,283)	(155,932,732)	(669,303)	-	-	(182,975,990)
Net book value	173,406,998	196,143,934	1,574,801,241	593,819,284	1,733,653,173	58,102,946	1,995,605	130,819,462	4,462,742,643

Major Cineplex Group Public Company Limited
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								Unit: Baht
Separate financial statements								
	Land	Building, cinema and cinema improvement	Utility system	Tool, equipment and fixtures	Office equipment	Vehicle	Construction in progress	Total
As at 1 January 2022								
Cost	173,406,998	3,438,300,951	1,090,865,837	3,755,605,297	485,344,974	18,433,250	24,823,137	8,986,780,444
<u>Less</u> Accumulated depreciation	-	(2,142,621,531)	(594,413,089)	(2,557,004,568)	(471,100,842)	(18,338,785)	-	(5,783,478,815)
Allowance for impairment	-	-	-	(3,596,560)	-	-	-	(3,596,560)
Net book value	173,406,998	1,295,679,420	496,452,748	1,195,004,169	14,244,132	94,465	24,823,137	3,199,705,069
For the year ended 31 December 2022								
Opening net book value	173,406,998	1,295,679,420	496,452,748	1,195,004,169	14,244,132	94,465	24,823,137	3,199,705,069
Additions	-	31,073,110	15,487,675	61,968,643	8,804,494	-	127,348,309	244,682,231
Transfer	-	12,927,829	4,153,903	55,694,040	2,632,534	-	(75,408,306)	-
Disposals, net	-	(279,436)	(882,886)	(2,217,495)	(217,307)	(1)	-	(3,597,125)
Write-off, net	-	(13,766,508)	(3,288,021)	(5,329,804)	(18,276)	-	(1,334,400)	(23,737,009)
Depreciation charge	-	(184,142,328)	(68,886,031)	(205,824,681)	(10,358,690)	(94,443)	-	(469,306,173)
Impairment charge	-	(15,423,749)	(4,353,798)	(84,296)	-	-	-	(19,861,843)
Closing net book value	173,406,998	1,126,068,338	438,683,590	1,099,210,576	15,086,887	21	75,428,740	2,927,885,150
As at 31 December 2022								
Cost	173,406,998	3,412,271,682	1,094,661,459	3,741,992,768	457,684,686	17,252,236	75,428,740	8,972,698,569
<u>Less</u> Accumulated depreciation	-	(2,270,779,595)	(651,624,071)	(2,639,101,336)	(442,597,799)	(17,252,215)	-	(6,021,355,016)
Allowance for impairment	-	(15,423,749)	(4,353,798)	(3,680,856)	-	-	-	(23,458,403)
Net book value	173,406,998	1,126,068,338	438,683,590	1,099,210,576	15,086,887	21	75,428,740	2,927,885,150

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For the year ended 31 December 2023

								Unit: Baht
Separate financial statements								
	Land	Building, cinema and cinema improvement	Utility system	Tool, equipment and fixtures	Office equipment	Vehicle	Construction in progress	Total
For the year ended 31 December 2023								
Opening net book value	173,406,998	1,126,068,338	438,683,590	1,099,210,576	15,086,887	21	75,428,740	2,927,885,150
Additions	-	22,883,486	27,600,181	89,439,052	18,020,301	-	253,973,839	411,916,859
Transfer	-	57,303,053	11,463,054	158,606,001	879,177	-	(228,251,285)	-
Disposals, net	-	(11,649)	(227,514)	(6,747,197)	(184)	-	-	(6,986,544)
Write-off, net	-	(1,302,706)	(1,331,548)	(473,088)	(233)	-	-	(3,107,575)
Depreciation charge	-	(169,358,711)	(65,086,609)	(197,286,973)	(10,032,283)	-	-	(441,764,576)
Closing net book value	173,406,998	1,035,581,811	411,101,154	1,142,748,371	23,953,665	21	101,151,294	2,887,943,314
As at 31 December 2023								
Cost	173,406,998	3,398,498,957	1,123,492,279	3,887,701,408	463,362,731	17,252,236	101,151,294	9,164,865,903
Less Accumulated depreciation	-	(2,353,019,476)	(709,124,233)	(2,741,353,270)	(439,409,066)	(17,252,215)	-	(6,260,158,260)
Allowance for impairment	-	(9,897,670)	(3,266,892)	(3,599,767)	-	-	-	(16,764,329)
Net book value	173,406,998	1,035,581,811	411,101,154	1,142,748,371	23,953,665	21	101,151,294	2,887,943,314

Classification of depreciation

	Unit: Million Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Costs of providing services	561	597	349	373
Administrative expenses	131	129	93	96
	692	726	442	469

The land and buildings with the net book value of Baht 35.75 million (2022: Baht 35.84 million) have been pledged under the land and building long-term lease agreement with Major Cineplex Lifestyle Leasehold Property Fund. According to the agreement, the Group is unable to sell, lease or use these assets as collateral to other parties.

19 Right-of-use assets

	Unit: Baht		
	Consolidated financial statements		
	Buildings	Equipment	Total
Balance as at 1 January 2022	2,602,152,742	90,896,155	2,693,048,897
Additions	95,213,875	-	95,213,875
Lease modifications and reassessments	315,705,261	4,424,164	320,129,425
Depreciation	(304,954,477)	(19,277,375)	(324,231,852)
Write-off	-	(3,227,544)	(3,227,544)
Currency translation differences	3,029,937	715,279	3,745,216
Balance as at 31 December 2022	2,711,147,338	73,530,679	2,784,678,017
Balance as at 1 January 2023	2,711,147,338	73,530,679	2,784,678,017
Additions	465,602,320	-	465,602,320
Disposal investment in subsidiary	(6,277,876)	-	(6,277,876)
Lease modifications and reassessments	77,392,206	(5,283,120)	72,109,086
Depreciation	(324,820,466)	(10,422,848)	(335,243,314)
Currency translation differences	(785,748)	(179,465)	(965,213)
Balance as at 31 December 2023	2,922,257,774	57,645,246	2,979,903,020
	Unit: Baht		
	Separate financial statements		
	Buildings	Equipment	Total
Balance as at 1 January 2022	2,003,017,480	61,782,941	2,064,800,421
Lease modifications and reassessments	190,363,978	6,339,012	196,702,990
Deposit adjustment	(7,632,839)	-	(7,632,839)
Depreciation	(222,472,948)	(12,883,048)	(235,355,996)
Write-off	-	(27)	(27)
Balance as at 31 December 2022	1,963,275,671	55,238,878	2,018,514,549
Balance as at 1 January 2023	1,963,275,671	55,238,878	2,018,514,549
Additions	95,918,104	-	95,918,104
Lease modifications and reassessments	(18,613,541)	(5,283,120)	(23,896,661)
Depreciation	(230,580,049)	(7,109,170)	(237,689,219)
Balance as at 31 December 2023	1,810,000,185	42,846,588	1,852,846,773

20 Intangible assets

	Consolidated financial statements				Separate financial statements			Unit: Baht
	Film rights	Computer program	Program in progress	Total	Computer program	Program in progress	Total	
As at 1 January 2022								
Cost	1,343,558,834	280,833,488	34,881,302	1,659,273,624	248,443,516	32,854,302	281,297,818	
<u>Less</u> Accumulated amortisation	(1,240,850,705)	(222,094,784)	-	(1,462,945,489)	(195,037,723)	-	(195,037,723)	
Allowance for impairment	(16,009,489)	(1,021,236)	(4,584,284)	(21,615,009)	-	(2,734,284)	(2,734,284)	
Net book value	86,698,640	57,717,468	30,297,018	174,713,126	53,405,793	30,120,018	83,525,811	
For the year ended 31 December 2022								
Opening net book value	86,698,640	57,717,468	30,297,018	174,713,126	53,405,793	30,120,018	83,525,811	
Exchange differences	-	141,659	-	141,659	-	-	-	
Additions	36,890,745	20,627,457	22,385,799	79,904,001	10,014,691	22,385,799	32,400,490	
Transfer	-	30,472,137	(30,472,137)	-	30,472,137	(30,472,137)	-	
Transfer in from film under production	176,467,520	-	-	176,467,520	-	-	-	
Write-off, net	(1,003,516)	(1)	-	(1,003,517)	(1)	-	(1)	
Reversal of allowance for impairment	450,000	-	-	450,000	-	-	-	
Amortisation	(228,210,069)	(29,857,472)	-	(258,067,541)	(26,149,888)	-	(26,149,888)	
Closing net book value	71,293,320	79,101,248	22,210,680	172,605,248	67,742,732	22,033,680	89,776,412	
As at 31 December 2022								
Cost	1,343,812,209	332,304,440	26,794,964	1,702,911,613	288,922,344	24,767,964	313,690,308	
<u>Less</u> Accumulated amortisation	(1,256,959,400)	(252,181,956)	-	(1,509,141,356)	(221,179,612)	-	(221,179,612)	
Allowance for impairment	(15,559,489)	(1,021,236)	(4,584,284)	(21,165,009)	-	(2,734,284)	(2,734,284)	
Net book value	71,293,320	79,101,248	22,210,680	172,605,248	67,742,732	22,033,680	89,776,412	

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	Unit: Baht					
	Consolidated financial statements			Separate financial statements		
	Film rights	Computer program	Program in progress	Total	Computer program	Program in progress
For the year ended 31 December 2023						
Opening net book value	71,293,320	79,101,248	22,210,680	172,605,248	67,742,732	22,033,680
Exchange differences	-	(98,804)	-	(98,804)	-	-
Additions	74,366,411	122,864,286	6,249,500	203,480,197	102,020,336	5,855,500
Transfer	-	23,156,880	(23,156,880)	-	22,762,880	(22,762,880)
Transfer in from film under production	55,941,428	-	-	55,941,428	-	-
Write-off, net	(6,338)	(16,042)	(74,550)	(96,930)	-	(74,550)
Allowance for impairment	(16,058,947)	(14,231)	-	(16,073,178)	-	-
Disposals investments in subsidiaries	(28,004,581)	(341,631)	-	(28,346,212)	-	-
Amortisation	(126,546,545)	(60,589,032)	-	(187,135,577)	(53,115,719)	-
Closing net book value	30,984,748	164,062,674	5,228,750	200,276,172	139,410,229	5,051,750
As at 31 December 2023						
Cost	360,974,618	472,323,965	7,078,750	840,377,333	413,705,560	5,051,750
<u>Less</u> Accumulated amortisation	(314,589,870)	(308,246,883)	-	(622,836,753)	(274,295,331)	-
Allowance for impairment	(15,400,000)	(14,408)	(1,850,000)	(17,264,408)	-	-
Net book value	30,984,748	164,062,674	5,228,750	200,276,172	139,410,229	5,051,750

Amortisation recognised in profit and loss are as follow:

	Unit: Million Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Cost of sales	126	228	-	-
Administrative expenses	61	30	53	26
	187	258	53	26

21 Deferred income tax

The analysis of deferred tax assets and deferred tax liabilities is as follows:

	Unit: Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Deferred tax assets	872,982,249	768,142,571	594,819,352	489,889,203
Deferred tax liabilities	(618,707,761)	(646,159,197)	(303,669,016)	(395,607,272)
Deferred tax, net	254,274,488	121,983,374	291,150,336	94,281,931

The movements in the deferred income tax account are as follows:

	Unit: Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
As at 1 January	121,983,374	183,401,944	94,281,931	142,752,452
Credited (charged) to profit or loss (Note 37)	14,234,731	(11,180,254)	67,783,293	2,635,773
Disposal of investment in subsidiary	(10,979,470)	-	-	-
Credited (charged) to other comprehensive income or expense (Note 37)	129,085,112	(51,106,294)	129,085,112	(51,106,294)
Exchange differences	(49,259)	867,978	-	-
As at 31 December	254,274,488	121,983,374	291,150,336	94,281,931

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The movement in deferred tax assets and liabilities is as follows:

	Consolidated financial statements					Unit: Baht
	As at 1 January 2023	Charged (Credited) to profit or loss	Disposal of investment in subsidiary	Charged (credited) to other comprehensive income or expense	Exchange differences	As at 31 December 2023
Deferred tax assets						
Financial assets measured at amortised cost	1,710,958	(1,710,958)	-	-	-	-
Financial asset measured at fair value through profit or loss	537,210	1,123,114	-	-	-	1,660,324
Financial asset measured at fair value through profit or loss comprehensive	-	-	-	77,978,818	-	77,978,818
Investment in associates according to equity method	5,278,418	(32,251)	(5,246,167)	-	-	-
Tax losses carried forward	63,177,990	16,288,843	-	-	58,121	79,524,954
Expected credit losses	24,690,289	207,361	(1,360,000)	-	(150,345)	23,387,305
Allowance for obsolete inventory	2,222,233	(2,222,233)	-	-	-	-
Amortisation of film rights	7,658,565	(2,047,852)	(3,792,015)	-	-	1,818,698
Depreciation	10,960,512	(3,053,786)	-	-	117,759	8,024,485
Impairment of assets	5,567,809	(2,069,063)	-	-	-	3,498,746
Prepaid rents	185,453	(22,003)	-	-	-	163,450
Lease liabilities	580,595,443	34,874,259	(1,367,784)	-	-	614,101,918
Provision for decommissioning	842,146	22,299	-	-	-	864,445
Employee benefits	17,311,618	1,088,247	(469,079)	-	-	17,930,786
Provision for customers loyalty program	1,364,140	(762,690)	-	-	-	601,450
Subsidy for construction received	30,688,417	(2,520,000)	-	-	-	28,168,417
Advance income	8,047,622	551,595	-	-	(74,794)	8,524,423
Long-term deposits	7,303,748	(569,718)	-	-	-	6,734,030
Total	768,142,571	39,145,164	(12,235,045)	77,978,818	(49,259)	872,982,249
				(Charged) credited to other comprehensive income or expense		
	As at 1 January 2023	(Charged) credited to profit or loss	Disposal of investment in subsidiary		Exchange differences	As at 31 December 2023
Deferred tax liabilities						
Financial assets measured at comprehensive income	(51,106,294)	-	-	51,106,294	-	-
Finance lease receivables	(1,975,258)	422,074	-	-	-	(1,553,184)
Amortisation	(663,672)	(164,028)	-	-	-	(827,700)
Right-of-use assets	(443,376,118)	(20,308,536)	1,255,575	-	-	(462,429,079)
Investment property	(36,529,581)	(18,168,508)	-	-	-	(54,698,089)
Deferred rental and services income	(112,508,274)	13,308,565	-	-	-	(99,199,709)
Total	(646,159,197)	(24,910,433)	1,255,575	51,106,294	-	(618,707,761)
Deferred tax, net	121,983,374	14,234,731	(10,979,470)	129,085,112	(49,259)	254,274,488

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	Unit: Baht				
	Consolidated financial statements				
	As at 1 January 2022	Charged (Credited) to profit or loss	Charged (credited) to other comprehensive income or expense	Exchange differences	As at 31 December 2022
Deferred tax assets					
Financial assets measured at amortised cost	413,171	1,297,787	-	-	1,710,958
Financial asset measured at fair value through profit or loss	-	537,210	-	-	537,210
Investment in associates					
according to equity method	6,076,865	(798,447)	-	-	5,278,418
Tax losses carried forward	39,543,978	23,507,399	-	126,613	63,177,990
Expected credit losses	19,318,267	4,860,381	-	511,641	24,690,289
Allowance for obsolete inventory	3,600,000	(1,377,767)	-	-	2,222,233
Amortisation of film rights	2,902,394	4,756,171	-	-	7,658,565
Depreciation	19,922,898	(9,064,749)	-	102,363	10,960,512
Impairment of assets	4,348,876	1,218,933	-	-	5,567,809
Investment property	6,200,649	(6,200,649)	-	-	-
Prepaid rents	208,403	(22,950)	-	-	185,453
Lease liabilities	542,963,776	37,631,667	-	-	580,595,443
Provision for decommissioning	-	842,146	-	-	842,146
Employee benefits	16,998,928	312,690	-	-	17,311,618
Provision for customers loyalty program	177,042	1,187,098	-	-	1,364,140
Subsidy for construction received	33,328,417	(2,640,000)	-	-	30,688,417
Advance income	19,703,861	(11,783,600)	-	127,361	8,047,622
Long-term deposits	6,460,087	843,661	-	-	7,303,748
Total	722,167,612	45,106,981	-	867,978	768,142,571
			(Charged) credited to other comprehensive income or expense	Exchange differences	As at 31 December 2022
Deferred tax liabilities					
Financial assets measured at profit or loss	(462,230)	462,230	-	-	-
Financial assets measured at comprehensive income	-	-	(51,106,294)	-	(51,106,294)
Finance lease receivables	(2,656,624)	681,366	-	-	(1,975,258)
Amortisation	(18,840)	(644,832)	-	-	(663,672)
Right-of-use assets	(411,669,388)	(31,706,730)	-	-	(443,376,118)
Investment property	-	(36,529,581)	-	-	(36,529,581)
Deferred rental and services income	(123,958,586)	11,450,312	-	-	(112,508,274)
Total	(538,765,668)	(56,287,235)	(51,106,294)	-	(646,159,197)
Deferred tax, net	183,401,944	(11,180,254)	(51,106,294)	867,978	121,983,374

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	Unit: Baht			
	Separate financial statements			
	As at 1 January 2023	Charged (credited) to profit or loss	Charged (credited) to other comprehensive income or expense	As at 31 December 2023
Deferred tax assets				
Financial assets measured at amortised cost	1,710,958	(1,710,958)	-	-
Financial assets measured at profit or loss	537,210	1,123,114	-	1,660,324
Financial assets measured at other comprehensive income	-	-	77,978,818	77,978,818
Accumulated tax loss	-	70,880,505	-	70,880,505
Expected credit losses	2,113,952	458,720	-	2,572,672
Allowance for obsolete inventory	1,850,951	(1,850,951)	-	-
Depreciation	31	-	-	31
Impairment of assets	4,420,966	(2,110,991)	-	2,309,975
Lease liabilities	431,060,915	(36,778,201)	-	394,282,714
Employee benefits	12,590,751	602,375	-	13,193,126
Provision for customers loyalty program	1,364,140	(762,690)	-	601,450
Subsidy for construction received	28,132,369	(2,370,000)	-	25,762,369
Long-term deposits	6,106,960	(529,592)	-	5,577,368
Total	489,889,203	26,951,331	77,978,818	594,819,352
			(Charged) credited to other comprehensive income or expense	
	As at 1 January 2023	(Charged) credited to profit or loss		As at 31 December 2023
Deferred tax liabilities				
Financial assets measured at other comprehensive income	(51,106,294)	-	51,106,294	-
Amortisation	(424,440)	(46,356)	-	(470,796)
Depreciation	(3,367,822)	1,024,262	-	(2,343,560)
Right-of-use assets	(338,307,803)	39,619,937	-	(298,687,866)
Deferred rental and service income	(2,400,913)	234,119	-	(2,166,794)
Total	(395,607,272)	40,831,962	51,106,294	(303,669,016)
Deferred tax, net	94,281,931	67,783,293	129,085,112	291,150,336

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	Unit: Baht			
	Separate financial statements			
	As at 1 January 2022	Charged (credited) to profit or loss	Charged (credited) to other comprehensive income or expense	As at 31 December 2022
Deferred tax assets				
Financial assets measured at amortised cost	370,849	1,340,109	-	1,710,958
Financial assets measured at profit or loss	-	537,210	-	537,210
Expected credit losses	2,316,260	(202,308)	-	2,113,952
Allowance for obsolete inventory	2,394,359	(543,408)	-	1,850,951
Depreciation	31	-	-	31
Impairment of assets	568,086	3,852,880	-	4,420,966
Lease liabilities	431,520,834	(459,919)	-	431,060,915
Employee benefits	13,230,786	(640,035)	-	12,590,751
Provision for customers loyalty program	177,042	1,187,098	-	1,364,140
Subsidy for construction received	30,622,368	(2,489,999)	-	28,132,369
Long-term deposits	5,889,450	217,510	-	6,106,960
Total	487,090,065	2,799,138	-	489,889,203
	As at 1 January 2022	(Charged) credited to profit or loss	(Charged) credited to other comprehensive income or expense	As at 31 December 2022
Deferred tax liabilities				
Financial assets measured at profit or loss	(462,230)	462,230	-	-
Financial assets measured at other comprehensive income	-	-	(51,106,294)	(51,106,294)
Amortisation	-	(424,440)	-	(424,440)
Depreciation	(381,359)	(2,986,463)	-	(3,367,822)
Right-of-use assets	(342,070,452)	3,762,649	-	(338,307,803)
Deferred rental and service income	(1,423,572)	(977,341)	-	(2,400,913)
Total	(344,337,613)	(163,365)	(51,106,294)	(395,607,272)
Deferred tax, net	142,752,452	2,635,773	(51,106,294)	94,281,931

In the statement of financial position, deferred tax assets and liabilities are presented follows:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Deferred tax assets	379,830,876	248,812,695	291,150,336	94,281,931
Deferred tax liabilities	(125,556,388)	(126,829,321)	-	-
Deferred tax, net	254,274,488	121,983,374	291,150,336	94,281,931

Deferred income tax assets are recognised for tax loss and carried forwards only to the extent that realisation of the related tax benefit through the future taxable profits is probable. The Group does not recognise deferred tax asset of Baht 213.23 million (2022: Baht 55.80 million) from tax losses of Baht 1,066.18 million (2022: Baht 279.00 million), to carry forward against future taxable income; these tax losses will expire in 2024 to 2028 (2022: expire in 2024 to 2027).

22 Prepaid services

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Current portion	10,984,034	1,875,600	8,135,841	1,875,600
Long-term portion	121,056,946	56,733,328	86,811,282	54,904,463
	132,040,980	58,608,928	94,947,123	56,780,063

23 Other non-current assets

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Deposits	168,025,778	163,139,370	120,531,780	114,552,381
Others	11,240,063	7,123,602	-	-
	179,265,841	170,262,972	120,531,780	114,552,381

24 Trade accounts and other payables

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Trade accounts payables - third parties	1,128,677,204	758,386,596	771,087,909	478,485,288
Trade accounts payables - related parties (Note 40 c)	15,104,076	22,309,845	120,720,100	47,738,434
Amounts due to related parties (Note 40 c)	39,795,660	22,632,302	48,867,515	65,944,474
Other payables	269,110,181	232,866,718	190,563,430	148,712,943
Accrued expenses	458,286,545	419,217,896	308,214,649	278,972,129
Rental income received in advance	6,029,991	8,071,996	-	-
	1,917,003,657	1,463,485,353	1,439,453,603	1,019,853,268

25 Borrowings

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Current				
Bank overdrafts	313,390	316,495	-	-
Short-term loans from financial institutions	700,000,000	-	700,000,000	-
Total bank overdrafts and short-term loans from financial institutions	700,313,390	316,495	700,000,000	-
Current portion of long-term borrowings				
- Loans from financial institutions	295,000,000	490,000,000	295,000,000	490,000,000
Total current portion of long-term borrowings	295,000,000	490,000,000	295,000,000	490,000,000
Non-current				
Long-term loans from financial institutions	-	425,000,000	-	425,000,000
Debentures	992,795,932	991,037,893	992,795,932	991,037,893
Total non-current portion of long-term borrowings	992,795,932	1,416,037,893	992,795,932	1,416,037,893
Total borrowings	1,988,109,322	1,906,354,388	1,987,795,932	1,906,037,893

Short-term loans from financial institutions

Short-term loans from financial institutions represent bills of exchange and promissory notes denominated in Thai Baht bearing interest at the rates ranging from 3.10% to 3.33% per annum (2022: 3.60% to 3.65% per annum).

Long-term loans from financial institutions

Long-term loans from financial institutions bear interest at the rates ranging from 2.60% to 4.63% per annum (2022: 2.60% to 4.63% per annum).

Debentures

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 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.

Term	Issue date	Maturity date	Debentures Baht Million	Fixed interest rate (%) per annum
5 years	7 September 2022	7 September 2027	1,000	4.25
5 years	12 September 2017	12 September 2022	1,000	2.80

Interest is due for payment every three-month (2022: three-month) period. The Company has to maintain the debt to equity ratio at the ratio stipulated in the prospectus.

Borrowing facilities

The Group disclosed the borrowing facilities in note 5.

26 Change in liabilities arising from financing activities

	Unit: Baht					
	Consolidated financial statements					
	Bank overdrafts	Short-term loans from financial institutions	Long-term loans from financial institutions	Debentures	Lease liabilities	Total
As at 1 January 2022	306,033	35,000,000	1,405,000,000	1,500,000,000	2,823,575,796	5,763,881,829
Cash flows in	-	20,000,000	-	991,037,893	-	1,011,037,893
Cash flows out						
- Principle elements	-	(55,000,000)	(490,000,000)	(1,500,000,000)	(254,934,610)	(2,299,934,610)
- Interest	-	-	-	-	(98,772,200)	(98,772,200)
Acquisitions - lease liabilities less lease incentives	-	-	-	-	103,545,708	103,545,708
Lease discount	-	-	-	-	(61,960,798)	(61,960,798)
Increase in interest	-	-	-	-	98,772,200	98,772,200
Change and reassessments in lease liabilities	-	-	-	-	392,050,654	392,050,654
Foreign exchange adjustments	10,462	-	-	-	4,198,701	4,209,163
As at 31 December 2022	316,495	-	915,000,000	991,037,893	3,006,475,451	4,912,829,839
Cash flows in	-	700,000,000	-	-	-	700,000,000
Cash flows out						
- Principle elements	-	-	(620,000,000)	-	(414,527,895)	(1,034,527,895)
- Interest	-	-	-	-	(129,374,381)	(129,374,381)
Acquisitions - lease liabilities less lease incentives	-	-	-	-	465,250,292	465,250,292
Increase in interest	-	-	-	-	129,374,381	129,374,381
Change and reassessments in lease liabilities	-	-	-	-	116,697,159	116,697,159
Disposals of investments in subsidiaries	-	-	-	-	(6,838,919)	(6,838,919)
Foreign exchange adjustments	(3,105)	-	-	-	262,861	259,756
Expenses for issuing deferred bonds - debentures	-	-	-	1,758,039	-	1,758,039
As at 31 December 2023	313,390	700,000,000	295,000,000	992,795,932	3,167,318,949	5,155,428,271

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	Unit: Baht				
	Separate financial statements				
	Short-term loans from financial institutions	Long-term loans from financial institutions	Debentures	Lease liabilities	Total
As at 1 January 2022	-	1,405,000,000	1,500,000,000	2,157,604,171	5,062,604,171
Cash flows in	-	-	991,037,893	-	991,037,893
Cash flows out					
- Principle elements	-	(490,000,000)	(1,500,000,000)	(144,861,751)	(2,134,861,751)
- Interest	-	-	-	(67,614,362)	(67,614,362)
Lease discount	-	-	-	(52,674,135)	(52,674,135)
Increase in interest	-	-	-	67,614,362	67,614,362
Change and reassessments in lease liabilities	-	-	-	194,461,304	194,461,304
Foreign exchange adjustments	-	-	-	774,985	774,985
As at 31 December 2022	-	915,000,000	991,037,893	2,155,304,574	4,061,342,467
Cash flows in	700,000,000	-	-	-	700,000,000
Cash flows out					
- Principle elements	-	(620,000,000)	-	(255,905,743)	(875,905,743)
- Interest	-	-	-	(88,768,939)	(88,768,939)
Acquisitions - lease liabilities less lease incentives	-	-	-	95,679,942	95,679,942
Increase in interest	-	-	-	88,768,939	88,768,939
Change and reassessments in lease liabilities	-	-	-	(24,887,931)	(24,887,931)
Foreign exchange adjustments	-	-	-	1,222,728	1,222,728
Expenses for issuing deferred bonds - debentures	-	-	1,758,039	-	1,758,039
As at 31 December 2023	700,000,000	295,000,000	992,795,932	1,971,413,570	3,959,209,502

27 Other current liabilities

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Undue output value added tax	20,454,817	17,231,625	1,322,274	5,525,272
Withholding tax payables	11,817,004	11,168,884	8,088,962	7,139,208
Others	25,886,311	26,444,977	14,082,044	13,411,784
	58,158,132	54,845,486	23,493,280	26,076,264

28 Employee benefit obligations

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Statement of financial position:				
Retirement benefits				
- Legal severance pay	90,472,721	87,873,140	65,965,633	62,953,758
Liability in the statement of financial position	90,472,721	87,873,140	65,965,633	62,953,758
Profit or loss charge included in operating profit for:				
Retirement benefits				
- Legal severance pay	9,765,950	8,879,151	5,648,602	6,113,667
	9,765,950	8,879,151	5,648,602	6,113,667

Retirement benefits

Legal severance pay

Retirement benefits are final salary retirement plans. The level of benefits provided depends on members' length of service and their salary in the final years leading up to retirement.

The movement in the legal severance pay during the year is as follows:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
As at 1 January	87,873,140	86,089,012	62,953,758	66,153,932
Current service cost	7,026,883	7,578,436	4,733,590	5,210,740
Past service cost	1,407,328	-	-	-
Interest cost	1,331,739	1,300,715	915,012	902,927
Disposal of investment in subsidiray	(3,726,357)	-	-	-
Benefit paid	(3,440,012)	(7,095,023)	(2,636,727)	(6,935,717)
Transfer to subsidiaries	-	-	-	(2,378,124)
As at 31 December	90,472,721	87,873,140	65,965,633	62,953,758

The significant actuarial assumptions used were as follows:

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
	%	%	%	%
Discount rate	2.11	2.11	2.11	2.11
Salary growth rate	3.00	3.00	3.00	3.00
Turnover rate	2.00 - 25.00	2.00 - 25.00	2.00 - 25.00	2.00 - 25.00

Sensitivity analysis for each significant assumption used is as follows:

Change in assumption	Impact on defined benefit obligation on legal severance pay					
	Increase in assumption		Decrease in assumption			
	2023	2022	2023	2022	2023	2022
Discount rate	1%	1%	Decrease by 6%	Decrease by 6%	Increase by 7%	Increase by 7%
Salary growth rate	1%	1%	Increase by 8%	Increase by 8%	Decrease by 8%	Decrease by 7%
Turnover rate	20%	20%	Decrease by 12%	Decrease by 11%	Increase by 15%	Increase by 14%

Expected maturity analysis of undiscounted retirement benefits and other long-term employee benefits are as follows:

	Unit: Baht				
	Consolidated financial statements				
	Less than a year	Between 1 - 2 years	Between 2 - 5 years	Over 5 years	Total
At 31 December 2023					
Retirement benefits					
- Legal severance pay	21,198,133	3,996,841	24,739,551	122,582,407	172,516,932
At 31 December 2022					
Retirement benefits					
- Legal severance pay	19,618,280	4,365,416	17,674,495	138,224,428	179,882,619

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	Unit: Baht				
	Separate financial statements				
	Less than a year	Between 1 - 2 years	Between 2 - 5 years	Over 5 years	Total
At 31 December 2023					
Retirement benefits					
- Legal severance pay	19,324,704	2,650,562	16,464,103	85,207,249	123,646,618
At 31 December 2022					
Retirement benefits					
- Legal severance pay	19,469,444	2,491,987	11,268,532	93,053,382	126,283,345

29 Other non-current liabilities

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Deposit received	241,769,263	233,569,014	30,089,891	27,111,124
Rental income received in advance	17,630,135	23,045,699	-	-
Subsidy for construction received	160,935,732	175,114,970	137,811,846	149,661,845
Others	4,322,224	4,210,730	-	-
	424,657,354	435,940,413	167,901,737	176,772,969

30 Treasury shares

At the Board of Directors Meeting No.5/2023 held on 9 October 2023, the Board approved the treasury stock program for the purpose of financial management of shares not exceeding 72,000,000 shares, in an amount not exceeding Baht 1,000 million or representing 8.05% of the total issued and fully paid-up share capital. The repurchase period will start from 16 October 2023 to 15 January 2024.

During 2023, the Company repurchased 62.54 million shares through the Stock Exchange of Thailand. The total amount paid to repurchase the shares was Baht 951.71 million which has been presented as treasury shares under the shareholders equity. The treasury shares are held for reissuance at a later date. The Company allocated retained earnings as a reserve for treasury shares amounting to Baht 951.71 million in accordance with section 66/1 (2) of the Security and Exchange Act B.E. 2535 which requires the Company to set aside retained earnings as reserve.

31 Legal reserve

Under the Public Limited Company Act B.E. 2535, the Company is required to set aside as a legal reserve at least 5% of its net profit after accumulated deficit brought forward (if any) until the reserve is not less than 10% of the registered capital of the Company. The reserve is non-distributable.

32 Non-controlling interests

	Unit: Baht	
	Consolidated financial statements	
	2023	2022
Opening balance	129,627,166	116,898,269
Addition of investment in subsidiary	-	(6,052,848)
Disposal investment in subsidiary	(28,990,474)	-
Share of profit from subsidiaries	21,836,515	16,778,759
Share of comprehensive (expense) income from subsidiaries	(1,202,338)	2,002,986
Closing balance	121,270,869	129,627,166

33 Contract liabilities

The Group has recognised the following liabilities related to contracts with customers:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Contract liabilities				
- Current	484,325,117	528,865,157	412,568,430	494,188,649
- Non-current	1,609,873	4,686,063	-	-
	485,934,990	533,551,220	412,568,430	494,188,649

During 2023, revenue recognised in the current reporting period related to carried-forward contract liabilities are Baht 528.87 million and Baht 494.19 million in the consolidated and separate financial statements, respectively.

During 2022, revenue recognised in the current reporting period related to carried-forward contract liabilities are Baht 591.15 million and Baht 512.48 million in the consolidated and separate financial statements, respectively.

Contract liabilities included cash advanced from customers amounting to Baht 10.75 million (2022: Baht 12.90 million), which received from selling of cash cards, being deposited at banks. In order to comply with the Notification of the Bank of Thailand applicable to the electronic card business, the balance of the deposit has to be maintained at the outstanding value of the cash cards on hands of the customers as the minimum.

34 Other operating income

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Dividend	73,637,708	45,460,021	73,637,708	45,460,021
Management fee income	31,724,239	32,076,833	59,282,004	55,111,111
Interest income	15,386,685	14,304,652	32,246,287	31,657,337
Income from property tax	17,617,156	15,510,577	2,243,742	1,347,297
Insurance claims	35,955,615	136,327,975	25,624,343	82,653,609
Leases payment discount	-	88,079,247	-	75,625,400
Others	8,525,135	29,171,570	3,262,016	8,598,065
	182,846,538	360,930,875	196,296,100	300,452,840

35 Expenses by nature

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Depreciation of property and equipment (Note 18)	691,638,612	726,424,518	441,764,576	469,306,173
Amortisation of intangible assets				
- Film rights (Note 20)	126,546,545	228,210,069	-	-
- Computer software (Note 20)	60,589,032	29,857,472	53,115,719	26,149,888
Amortisation of prepaid rents	4,911,745	1,921,246	3,962,347	1,921,246
Amortisation of right-of-use asset (Note 19)	335,243,314	324,231,852	237,689,219	235,355,996
Impairment (reversal) of investment in subsidiaries and joint ventures (Note 14 and 16)	-	5,822	(917,355)	-
Impairment of buildings, equipment and intangible assets (Notes 18 and 20)	17,188,885	10,249,254	-	19,861,843
Gain from fair value adjustment of investment property (Note 17)	(40,988,396)	(56,268,030)	-	-
Repairs and maintenance expenditure	241,451,657	227,970,660	163,840,926	150,760,669
Staff costs	1,110,069,576	957,145,892	724,608,182	630,272,275
Loss on write-off of investment property, equipment and intangible assets	11,527,798	33,933,238	3,182,125	23,737,036
Reversal on expected credit loss	(420,645)	(33,669,630)	(16,470,506)	(38,324,389)
Loss on write-off of other assets	26,719,631	17,414,159	12,598,623	39,720
Loss (reversal) allowance for obsolete inventory (Note 12)	20,113,186	(6,888,834)	15,711,785	(2,717,038)
Inventory				
- Cost of inventories recognised as expense (included in "Cost of sales") (Note 12)	1,014,310,463	797,291,818	731,603,835	594,503,660

36 Finance costs

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Bank borrowings	31,808,325	37,425,660	31,808,016	40,775,112
Borrowings from subsidiaries (Note 40 f)	-	-	30,965,196	27,597,126
Lease liabilities	129,512,973	125,151,394	88,768,939	90,565,693
Debentures	42,500,000	34,063,014	42,500,000	34,063,014
Others	-	3,890,620	-	-
	203,821,298	200,530,688	194,042,151	193,000,945

37 Income tax

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Current tax:				
Current tax	88,740,318	40,642,716	-	16,205,317
Adjustments in respect of prior year	721,705	(336,806)	-	(310,834)
Total current tax	89,462,023	40,305,910	-	15,894,483
Deferred tax:				
Origination and reversal of temporary differences (Note 21)	(14,234,731)	11,180,254	(67,783,293)	(2,635,773)
Total income tax	75,227,292	51,486,164	(67,783,293)	13,258,710

The tax on the Group's profit before tax differs from the theoretical amount that would arise using the basic tax rate of the home country of the Company as follows:

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Profit before tax	1,138,876,681	320,410,242	835,705,718	294,412,296
Tax calculated at a tax rate of 20% (2022: 20%)	227,775,336	64,082,048	167,141,144	58,882,459
Adjusted:				
Associate and joint ventures results reported net of tax	(352,054,258)	7,282,327	(396,637,992)	(36,151,196)
Income not subject to tax	(4,803)	(1,157,100)	-	-
Income subject to tax	542,243	705,590	4,574	1,652,529
Expenses not deductible for tax purpose	30,279,448	27,586,048	15,408,774	5,149,465
Expenses subject to tax	(9,349,034)	(29,866,569)	(1,637,605)	(5,710,763)
Expenses that are deductible at a greater amount from actual expenses	(30,853)	(1,063)	-	-
Utilisation of previously unrecognised tax expenses	-	(2,800,000)	-	(2,800,000)
Utilisation of previously unrecognised tax losses	(12,927,341)	(47,900,770)	-	(7,452,950)
Tax losses for which no deferred income tax asset was recognised	186,468,364	13,135,431	147,937,812	-
Unrealised loss from intercompany transaction	2,617,185	20,499,699	-	-
Effect from exchange rate	2,265,021	257,329	-	-
Adjustment in respect of prior year	721,705	(336,806)	-	(310,834)
Deferred tax expense related to temporary differences that were initially recognized and then reversed	(1,075,721)	-	-	-
Tax charge	75,227,292	51,486,164	(67,783,293)	13,258,710

Income tax expense is recognised based on management's estimate. The estimated tax rate used for the year ended 31 December 2023 is 6.61% and 8.11% compared to 16.07% and 4.50% for the year ended 31 December 2022 for consolidated financial statements and separate financial statements, 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 utilized.

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The tax charge relating to component of other comprehensive income is as follows:

	Unit: Baht					
	Consolidated and separate financial statements					
	2023			2022		
	Before tax	Tax (charge) credit	After tax	Before tax	Tax (charge) credit	After tax
Change in fair value of investments in equity instrument measured at fair value through other comprehensive income	(645,425,560)	129,085,112	(516,340,448)	255,531,470	(51,106,294)	204,425,176
Other comprehensive income	(645,425,560)	129,085,112	(516,340,448)	255,531,470	(51,106,294)	204,425,176
Current tax						
Deferred income tax (Note 21)		129,085,112			(51,106,294)	
		129,085,112			(51,106,294)	

38 Earnings per share

Basic earnings per share is calculated by dividing the profit attributable to shareholders by the weighted average number of paid-up ordinary shares in issue during the year.

The basic earnings per share are as follows:

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Profit for the year attributable to owners of the parent (Baht)	1,041,812,874	252,145,319	903,489,011	281,153,586
Weighted average number of shares (share)	886,571,483	894,667,502	886,571,483	894,667,502
Basic earnings per share (Baht)	1.18	0.28	1.02	0.31

There are no potential dilutive ordinary shares in issue for the years ended 2023 and diluted earnings per share.

39 Dividends

2023

At the Board of Directors Meeting held on 10 August 2023, the Board passed a resolution to approve interim dividend payment in respect of the operation results from January to June 2023 at Baht 0.50 per share, totalling of Baht 447.33 million. The dividends were for all shareholders listed in the register on 24 August 2023 and were distributed to the shareholders on 5 September 2023.

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.

2022

At the Annual General Shareholder Meeting held on 8 April 2022, the shareholders passed a resolution to approve dividends payment in respect of the operation results for the period from October to December 2021 at Baht 0.60 per share, totalling Baht 536.80 million. The dividends were for all shareholders listed in the register on 22 April 2022 and were distributed to the shareholders on 6 May 2022.

40 Related party transactions

Enterprises and individuals that, directly or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Group, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Group. Associates and individuals owning, directly or indirectly, an interest in the voting power of the Group that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Group and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related-party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

Other related companies are companies belonging to directors and directors' family of the Company and is therefore related parties.

Pricing policies for related party transactions are as follows:

	Pricing policies
Advertising fees	Agreed prices as stipulated in the agreements
Film rights	Agreed prices as stipulated in the agreements
Rental and services	Agreed prices which approximate to market price
Interest charge	Agreed rates at 1.00% per annum to 4.00% per annum
Management fees	Agreed prices as stipulated in the agreements

The following transactions were carried out with related parties:

a) Sales of goods and services and others

	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Sales of goods and services				
Subsidiaries	-	-	185,222	149,430
Associates	4,662	37,434	3,802	-
Leasehold property fund	61,217	55,814	31,558	31,469
Joint ventures	700	1,212	-	-
Joint operation	-	-	329	37
Related parties	59,520	60,323	15,457	29,343
	126,099	154,783	236,368	210,279

b) Purchase of goods and services and others

	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Purchases of goods and services				
Subsidiaries	-	-	101,150	119,179
Associates	17,338	28,330	6,728	5,821
Leasehold property fund	112,537	153,031	98,058	117,737
Joint operation	-	-	104,095	12,195
Related parties	146,165	101,017	138,242	100,974
	276,040	282,378	448,273	355,906

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

	Unit: : Baht'000			
	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
Trade accounts receivable (include unbilled revenue)				
Subsidiaries	-	-	25,349	24,451
Associates	31	4,701	31	192
Leasehold property fund	2,349	2,174	20	22
Joint ventures	-	5,534	-	-
Joint operation	-	-	-	20
Related parties	1,998	12,140	158	3,257
	4,378	24,549	25,558	27,942
Amounts due from related parties				
Subsidiaries	-	-	164,946	178,284
Associates	27	11	27	11
Leasehold property fund	2,794	2,423	2,732	2,394
Joint ventures	-	96	-	-
Related parties	207	2,093	56	98
<u>Less</u> Loss allowance	-	-	(24,836)	(34,819)
	3,028	4,623	142,925	145,968
Deposit (included in "Other non-current assets")				
Leasehold property fund	2,623	2,556	2,623	2,556
	2,623	2,556	2,623	2,556
Trade accounts payable (included in "Trade and other payables")				
Subsidiaries	-	-	48,856	34,999
Associates	-	6,339	-	248
Leasehold property fund	6,754	8,153	5,209	7,003
Joint ventures	-	966	-	-
Joint operation	-	-	64,252	2,105
Related parties	8,350	6,851	2,403	3,383
	15,104	22,309	120,720	47,738
Other payables (included in "Amounts due to related parties")				
Subsidiaries	-	-	15,409	50,912
Associates	10,889	11,885	10,889	11,885
Leasehold property fund	166	281	-	-
Related parties	24,734	8,632	18,565	2,428
Director	4,007	1,834	4,005	719
	39,796	22,632	48,868	65,944
Contract liabilities				
Subsidiaries	-	-	32,520	114,170
Associates	-	380	-	-
Related parties	-	75	-	-
	-	455	32,520	114,170

	Unit: : Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Advance received for rental and services (included in "Other non-current liabilities")				
Leasehold property fund	17,630	18,677	-	-
Related parties	538	1,986	-	-
	18,168	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	-	2,276	-	-
Leasehold property fund	233,818	254,251	206,038	220,075
Related parties	34,861	119,207	24,145	119,207
	268,679	375,734	230,183	339,282

d) Short-term loans to related parties

The changes in short-term loans to related parties are as follows:

For the years ended 31 December	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Subsidiaries and employees				
Opening balance	5,113	17,516	390,891	386,225
Loans provided during the year	355	280	746,389	716,466
Loans repayments received during the year	(4,743)	(12,683)	(658,888)	(711,800)
Closing balance	725	5,113	478,392	390,891

The short-term loans to related parties are loans to subsidiaries amounting to Baht 477.69 million. Loans are repayable within 1 month and carrying interest rate of 4% per annum (2022: 4% per annum).

The short-term loans to employees in the consolidated and separate financial statements were Baht 0.70 million (2022: Baht 5.11 million), bearing no interest (2022: nil).

The related interest income was Baht 16.36 million (2022: Baht 14.68 million). As at 31 December 2023, the accrued interest income was Baht 1.57 million (2022: Baht 1.32 million).

The Group has not recorded expected credit loss as the impact is not significant.

e) Long-term loans to related parties

The changes in long-term loans to related parties are as follows:

For the years ended 31 December	Unit: Bah t'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Subsidiaries, associates and employees				
Opening balance	1,900	1,900	154,080	125,380
Loans repayments received during the year	(1,900)	-	(16,900)	(8,640)
Reversal of expected credit loss	-	-	6,370	37,340
Closing balance	-	1,900	143,550	154,080

The loan to related parties is loan to subsidiary amounting to Baht 143.55 million (2022: Baht 152.18 million). Loan is 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 2023.

As at 31 December 2022, the long-term loans to employees in the consolidated and separate financial statements were Baht 1.90 million, bearing no interest.

The related interest income was Baht 3.62 million (2022: Baht 4.00 million). As at 31 December 2023, the accrued interest income was Baht 108.07 million (2022: Baht 108.11 million).

The reconciliations of loss allowance for long-term loans to related parties for the year ended 31 December are as follows:

	Unit: Baht'000
	Separate financial statements
	2023
As of 1 January	(12,520)
Reversal of expected credit loss	6,370
As of 31 December	(6,150)

The reversal of expected credit loss due to the company's loans repayments received during the year.

f) Short-term loans from related parties

For the years ended 31 December	Unit: Baht'000	
	Separate financial statements	
	2023	2022
Subsidiaries		
Opening balance	452,236	918,934
Loans borrowed during the year	1,901,536	1,223,588
Loans repayments during the year	(1,399,339)	(1,690,286)
Closing balance	954,433	452,236

As at 31 December 2023, the short-term loans from related parties amounting to Baht 954.43 million (2022: Baht 452.24 million) are loans from subsidiaries which are unsecured loans. Repayment is within 1 month and carrying interest rate of 4% per annum.

The related interest expense in the separate statements of comprehensive income was Baht 30.97 million (2022: Baht 27.60 million). As at 31 December 2023, the accrued interest expense in the separate financial statements was Baht 3.35 million (2022: Baht 1.49 million).

g) Key management compensation

For the years ended 31 December	Unit: Baht'000			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Short-term employee benefits	45,794	47,025	31,777	34,514
Retirement benefits	576	984	324	744
	46,370	48,009	32,101	35,258

41 Commitments and contingencies

a) Bank guarantees and letter of credits

As at 31 December 2023, the Group has outstanding bank guarantees and letters of credit amounting to Baht 233.84 million given to third parties. (31 December 2022: Baht 234.96 million).

b) 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:

	Unit: Million Baht			
	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Not later than 1 year	645	639	424	405
Later than 1 year but not later than 5 years	2,477	2,426	1,606	1,635
Later than 5 years	3,307	3,422	2,250	2,529
	6,429	6,487	4,280	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.

c) 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		Unit: Baht'000			
		Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Property, plant and equipment	THB	201,457	201,934	120,278	135,152
	USD	-	925	-	-
Total in Thai Baht and equivalent to Thai Baht	THB	201,457	201,934	120,278	135,152
	USD	-	32,111	-	-
		201,457	234,045	120,278	135,152

d) Commitment for film productions

As at 31 December 2023, the Group has commitments in respect of payments to film directors amounting to Baht 2.65 million (2022: Baht 10.55 million).

42 Events after the reporting date

- a) At the Board of Directors Meeting No.6/2023 held on 10 November 2023, the Board passed a resolution to approve the investment in Karman Line Studio Co., Ltd., which engages in business of film production and investment in film business, for the total consideration of Baht 55.00 million, representing 50.00% of registered share capital of Karman Line Studio Co., Ltd. The Company paid 45.45% of investment in January 2024, totalling Baht 25.00 million.
- b) At the Board of Directors Meeting No.1/2024 held on 22 February 2024, the Board passed a resolution to approve the dividends payment in respect of the operation results from July to December 2023 at Baht 0.15 per share, totalling Baht 124.37 million. The dividends were for all shareholders listed in the register on 10 April 2024.
- c) At the Extra General Shareholder Meeting No. 1/2024 of Major Cineplex Property Co., Ltd. (subsidiary) held on 22 February 2024, the Board passed a resolution to approve increase in the registered capital from Baht 78.00 million (780,000 shares at the par value of Baht 100 each) to Baht 398.00 million (3,980,000 shares at the par value of Baht 100 each) by issuing additional 3,200,000 ordinary shares at the par value of Baht 100.00 each. The Company will make payment in February 2024.
- d) During 2024, the Company repurchased 2.99 million shares through the Stock Exchange of Thailand. The total amount paid to repurchase the shares was Baht 44.74 million. The share repurchase project for financial management purpose has ended on 15 January 2024 and at the Board of Directors Meeting No.1/2024 held on 22 February 2024, the Board passed a resolution to approve the resale of share repurchase program for financial management purpose in a total number of 65,530,400 shares, equivalent to 7.32 percent of the total shares of the Company. The repurchased shares will be resold on the Stock Exchange of Thailand (the "SET") and the specified period for resale of repurchased shares is on 17 April 2024 to 30 April 2024.