

Home Product Center Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2023

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2023	31 December 2022	31 March 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	2	3,943,903	5,420,298	3,504,327	5,104,398
Trade and other receivables	2, 3	1,717,054	2,068,894	1,823,393	2,157,314
Inventories	4	14,257,470	13,630,079	13,726,581	13,158,046
Value added tax receivable		192,401	135,210	162,582	134,179
Other current assets		167,784	175,489	138,413	153,298
Total current assets		20,278,612	21,429,970	19,355,296	20,707,235
Non-current assets					
Investments in subsidiaries		-	-	2,028,089	2,028,089
Investment in associate	5	66,076	66,756	68,706	68,706
Investment properties	6	4,205,538	4,262,560	5,256,040	5,315,490
Property, building and equipment	7	30,023,340	29,468,564	26,263,622	25,646,298
Right-of-use assets	8	8,887,851	8,447,269	8,873,417	8,540,679
Computer software		458,764	470,916	457,084	469,157
Property foreclosed		3,230	3,230	3,230	3,230
Rental guarantee deposits	2	64,444	70,692	55,142	61,212
Value added tax receivable expect to be refunded					
more than one year		-	39,748	-	-
Deferred tax assets		620,337	662,642	599,541	636,282
Other non-current assets		265,623	262,397	142,834	140,584
Total non-current assets		44,595,203	43,754,774	43,747,705	42,909,727
Total assets		64,873,815	65,184,744	63,103,001	63,616,962

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

Home Product Center Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2023

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2023	31 December 2022	31 March 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	9	61,726	1,074,200	-	1,000,000
Trade and other payables	2, 10	15,650,024	15,811,878	15,373,672	15,577,280
Current portion of lease liabilities	11	171,437	189,014	658,988	665,947
Current portion of long-term loans	12	38,476	46,030	-	-
Current portion of debentures	13	3,967,308	5,127,658	3,967,308	5,127,658
Income tax payable		842,231	612,129	810,695	580,572
Advances received from customers		1,142,466	1,205,041	1,126,823	1,186,938
Other current liabilities		472,495	419,081	454,124	403,513
Total current liabilities		22,346,163	24,485,031	22,391,610	24,541,908
Non-current liabilities					
Lease liabilities - net of current portion	11	5,992,232	5,840,958	6,002,505	5,976,839
Long-term loans - net of current portion	12	121,138	122,625	-	-
Debentures - net of current portion	13	8,968,449	8,933,140	8,968,449	8,933,140
Provision for long-term employee benefits		602,404	589,458	544,684	533,451
Rental received in advance - net of current portion		218,009	213,917	218,009	213,917
Other non-current liabilities		769,594	753,734	720,977	704,327
Total non-current liabilities		16,671,826	16,453,832	16,454,624	16,361,674
Total liabilities		39,017,989	40,938,863	38,846,234	40,903,582

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

Home Product Center Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2023 (Unaudited but reviewed)	31 December 2022 (Audited)	31 March 2023 (Unaudited but reviewed)	31 December 2022 (Audited)
Shareholders' equity				
Share capital				
Registered share capital				
13,151,198,025 ordinary shares of Baht 1 each	13,151,198	13,151,198	13,151,198	13,151,198
Issued and fully paid-up				
13,151,198,025 ordinary shares of Baht 1 each	13,151,198	13,151,198	13,151,198	13,151,198
Premium on ordinary shares	646,323	646,323	646,323	646,323
Retained earnings				
Appropriated - statutory reserve	1,315,120	1,315,120	1,315,120	1,315,120
Unappropriated	10,769,162	9,158,042	9,144,126	7,600,739
Other components of shareholders' equity	(25,979)	(24,804)	-	-
Equity attributable to owners of the Company	25,855,824	24,245,879	24,256,767	22,713,380
Non-controlling interests of the subsidiaries	2	2	-	-
Total shareholders' equity	25,855,826	24,245,881	24,256,767	22,713,380
Total liabilities and shareholders' equity	64,873,815	65,184,744	63,103,001	63,616,962
	-	-	-	-

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

.....
Directors
.....

(Unaudited but reviewed)

Home Product Center Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
Profit or loss:					
Revenues					
Revenue from contracts with customers	14	17,223,470	15,760,937	16,919,770	13,587,717
Rental income		476,988	410,905	482,388	415,839
Other income		551,413	500,675	530,705	498,731
Total revenues		18,251,871	16,672,517	17,932,863	14,502,287
Expenses					
Cost of sales and service		12,731,006	11,664,282	12,518,580	10,059,068
Cost of rental		193,256	155,261	191,554	155,262
Selling, distribution and service expenses		2,566,565	2,304,264	2,573,585	2,040,764
Administrative expenses		625,820	565,567	594,118	505,300
Total expenses		16,116,647	14,689,374	15,877,837	12,760,394
Operating profit		2,135,224	1,983,143	2,055,026	1,741,893
Share of loss from investment in associate		(681)	-	-	-
Finance income		2,613	1,939	2,226	10,389
Finance cost		(133,397)	(93,652)	(133,731)	(87,917)
Profit before income tax expenses		2,003,759	1,891,430	1,923,521	1,664,365
Income tax expenses		(392,639)	(380,485)	(380,134)	(338,527)
Profit for the period		1,611,120	1,510,945	1,543,387	1,325,838
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent period:</i>					
Exchange differences on translation of financial statements in foreign currency		(1,175)	3,075	-	-
Other comprehensive income for the period		(1,175)	3,075	-	-
Total comprehensive income for the period		1,609,945	1,514,020	1,543,387	1,325,838
Profit attributable to:					
Equity holders of the Company		1,611,120	1,510,945	1,543,387	1,325,838
Non-controlling interests of the subsidiaries		-	-	-	-
		1,611,120	1,510,945		
Total comprehensive income attributable to:					
Equity holders of the Company		1,609,945	1,514,020	1,543,387	1,325,838
Non-controlling interests of the subsidiaries		-	-	-	-
		1,609,945	1,514,020		
(Unit: Baht)					
Earnings per share					
Basic earnings per share					
Profit attributable to equity holders of the Company		0.12	0.11	0.12	0.10

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

(Unaudited but reviewed)

Home Product Center Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

Consolidated financial statements								
Equity attributable to owners of the Company								
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Other components of equity	Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
			Appropriated - statutory reserve	Unappropriated	Exchange differences on translation of financial statements in foreign currency			
Balance as at 1 January 2022	13,151,198	646,323	1,315,120	7,806,892	(29,103)	22,890,430	3	22,890,433
Profit for the period	-	-	-	1,510,945	-	1,510,945	-	1,510,945
Other comprehensive income for the period	-	-	-	-	3,075	3,075	-	3,075
Total comprehensive income for the period	-	-	-	1,510,945	3,075	1,514,020	-	1,514,020
Balance as at 31 March 2022	<u>13,151,198</u>	<u>646,323</u>	<u>1,315,120</u>	<u>9,317,837</u>	<u>(26,028)</u>	<u>24,404,450</u>	<u>3</u>	<u>24,404,453</u>
Balance as at 1 January 2023	13,151,198	646,323	1,315,120	9,158,042	(24,804)	24,245,879	2	24,245,881
Profit for the period	-	-	-	1,611,120	-	1,611,120	-	1,611,120
Other comprehensive income for the period	-	-	-	-	(1,175)	(1,175)	-	(1,175)
Total comprehensive income for the period	-	-	-	1,611,120	(1,175)	1,609,945	-	1,609,945
Balance as at 31 March 2023	<u>13,151,198</u>	<u>646,323</u>	<u>1,315,120</u>	<u>10,769,162</u>	<u>(25,979)</u>	<u>25,855,824</u>	<u>2</u>	<u>25,855,826</u>
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

Home Product Center Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2023

(Unit: Thousand Baht)

	Separate financial statements				Total shareholders' equity
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings Appropriated - statutory reserve	Unappropriated	
Balance as at 1 January 2022	13,151,198	646,323	1,315,120	6,445,014	21,557,655
Profit for the period	-	-	-	1,325,838	1,325,838
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	1,325,838	1,325,838
Balance as at 31 March 2022	<u>13,151,198</u>	<u>646,323</u>	<u>1,315,120</u>	<u>7,770,852</u>	<u>22,883,493</u>
Balance as at 1 January 2023	13,151,198	646,323	1,315,120	7,600,739	22,713,380
Profit for the period	-	-	-	1,543,387	1,543,387
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	1,543,387	1,543,387
Balance as at 31 March 2023	<u>13,151,198</u>	<u>646,323</u>	<u>1,315,120</u>	<u>9,144,126</u>	<u>24,256,767</u>
	-	-	-	-	-
	-	-	-	-	-

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

(Unaudited but reviewed)

Home Product Center Public Company Limited and its subsidiaries**Cash flow statement****For the three-month period ended 31 March 2023**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from operating activities				
Profit before tax	2,003,759	1,891,430	1,923,521	1,664,365
Adjustments to reconcile profit before tax to net cash provided by (paid for) operating activities:				
Depreciation and amortisation	818,710	772,955	866,669	675,408
Decrease of inventories to net realisable value	27,894	27,883	26,233	21,484
Loss (gain) from sales and written-off of assets	(18)	165	(18)	181
Reversal of allowance for expected credit losses	(11)	-	(10)	-
Share of loss from investment in associate	681	-	-	-
Provision for long-term employee benefits	14,064	12,388	12,351	10,895
Transfer deferred interest to financial cost	24,959	42,896	24,959	42,896
Unrealised exchange loss (gain)	3,239	709	2,538	(1,542)
Gain on fair value of derivative instrument	(19,199)	(6,784)	(19,199)	(6,784)
Interest income	(2,613)	(1,939)	(2,226)	(10,389)
Interest expenses	105,764	49,580	106,213	43,981
Profit from operating activities before changes in operating assets and liabilities	2,977,229	2,789,283	2,941,031	2,440,495
Decrease (increase) in operating assets				
Trade and other receivables	351,783	342,158	333,863	325,623
Inventories	(655,285)	(330,811)	(594,768)	(257,314)
Value added tax receivable	(17,443)	10,593	(28,403)	-
Other current assets	7,705	(17,629)	14,885	(16,820)
Rental guarantee deposits	6,248	1,948	6,070	1,853
Other non-current assets	(3,226)	(3,629)	(2,250)	(2,368)
Increase (decrease) in operating liabilities				
Trade and other payables	233,994	(824,086)	192,816	(969,652)
Value added tax payable	(1)	4,288	-	4,288
Advances received from customers	(62,575)	(75,632)	(60,115)	(85,966)
Other current liabilities	72,638	17,676	69,835	16,531
Rental received in advance	4,092	(4,938)	4,092	(4,938)
Other non-current liabilities	6,597	5,621	7,340	6,317
Cash flows from operating activities	2,921,756	1,914,842	2,884,396	1,458,049
Cash paid for provision for employee benefits	(1,118)	-	(1,118)	-
Cash paid for corporate income tax	(120,232)	(97,194)	(113,270)	(88,376)
Net cash flows from operating activities	2,800,406	1,817,648	2,770,008	1,369,673

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

(Unaudited but reviewed)

Home Product Center Public Company Limited and its subsidiaries**Cash flow statement (continued)****For the three-month period ended 31 March 2023**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2023	2022	2023	2022
Cash flows from investing activities				
Short-term loans to related party	-	-	-	(1,050,000)
Cash received from short-term loans to related party	-	-	-	1,234,000
Investment in associate	-	(33,000)	-	(33,000)
Acquisitions of investment properties	(2,566)	(2,695)	(2,566)	(2,695)
Acquisitions of property, building and equipment	(1,575,939)	(446,121)	(1,573,741)	(430,904)
Payment of right-of-use assets	(373,903)	(148,119)	(373,903)	(148,119)
Acquisitions of computer software	(8,617)	(19,193)	(8,617)	(19,193)
Increase (decrease) in construction retention	9,263	(14,038)	9,310	(14,734)
Proceeds from sales of equipment	28	254	28	224
Cash received from interest income	2,680	1,932	2,294	10,382
Net cash flows used in investing activities	(1,949,054)	(660,980)	(1,947,195)	(454,039)
Cash flows from financing activities				
Repayment of short-term loans from financial institutions	(1,011,492)	(1,030,901)	(1,000,000)	(1,000,000)
Payment of lease liabilities	(107,772)	(104,172)	(225,967)	(88,276)
Cash received from long-term loan	-	122,273	-	-
Repayment of long-term loans	(7,155)	-	-	-
Proceeds from the issuance of debentures	2,000,000	-	2,000,000	-
Cash paid for redemption of debentures	(3,150,000)	-	(3,150,000)	-
Cash paid for interest expenses	(49,332)	(7,420)	(46,892)	(5,213)
Dividend paid	(25)	(34)	(25)	(34)
Net cash flows used in financing activities	(2,325,776)	(1,020,254)	(2,422,884)	(1,093,523)
Translation adjustments	(1,971)	3,219	-	-
Net increase (decrease) in cash and cash equivalents	(1,476,395)	139,633	(1,600,071)	(177,889)
Cash and cash equivalents at beginning of period	5,420,298	4,545,966	5,104,398	4,216,397
Cash and cash equivalents at end of period	3,943,903	4,685,599	3,504,327	4,038,508
	-	-	-	-
Supplemental cash flows information:				
Non-cash items consist of				
Purchases of equipment that have not yet been paid	497,023	178,921	497,023	165,961
Transfer right-of-use assets to equipment	-	360	-	360
Dividend payables	2,214	2,066	2,214	2,066

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