### **After You Public Company Limited and its subsidiaries**

### **Notes to interim consolidated financial statements**

### **For the three-month period ended 31 March 2022**

**1. General information**

**1.1 Coronavirus disease 2019 pandemic**

The coronavirus disease 2019 pandemic (COVID-19) is continuing to evolve, resulting in an economic slowdown and adversely impacting most businesses and industries, including consumer spending and more. This situation significantly affects the Group’s dessert cafe operations. The number of customers has yet return to pre-pandemic levels and the Group has suspended provision of all services at some branches where sales were mainly derived from foreign tourists. This is impacting the Group’s financial position, operating results and cash flows at present, and is expected to do so in the future. The Group’s management has continuously monitored the ongoing developments and assessed the financial impact in respect of the valuation of assets, provisions and contingent liabilities, and will record the impact when it is possible to do so.

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

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 *Interim Financial Reporting*, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income statement, comprehensive income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

**1.3 Basis of consolidation**

The interim consolidated financial statements include the financial statements of After You Public Company Limited and its subsidiaries (hereinafter called “the Group”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2021 with no change in shareholding structure of subsidiaries during the current period.

**1.4 Significant accounting policies**

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2021.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Group’s financial statements.

**2. Related party transactions**

During the periods, the Group had significant business transactions with related parties. Such transactions arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Group and those related parties. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period. Significant business transactions with related parties were summarised as follows.

|  | (Unit: Thousand Baht) | | | |
| --- | --- | --- | --- | --- |
|  | Consolidated  financial statements | | Separate  financial statements | | |
|  | For the three-month periods ended 31 March | | | | |
|  | 2022 | 2021 | 2022 | 2021 | |
| **Transactions with subsidiaries** |  |  |  |  | |
| (eliminated from the consolidated financial statements) |  |  |  |  | |
| Purchase of raw materials and supplies | - | - | 3,992 | 2,631 | |
| Management fee expense | - | - | 291 | - | |
| Sales of goods | - | - | 3,153 | 1,630 | |
| Management fee income | - | - | 1,490 | 786 | |
| Franchise fee income | - | - | 45 | 50 | |
| Other income | - | - | 1,306 | 456 | |

The balances of the accounts between the Group and those related parties are as follows.

|  | (Unit: Thousand Baht) | | | | |
| --- | --- | --- | --- | --- | --- |
|  | | Consolidated  financial statements | | Separate  financial statements | | |
|  | | 31 March  2022 | 31 December  2021 | 31 March  2022 | 31 December  2021 | |
| **Trade and other receivables (Note 3)** | |  |  |  |  | |
| Trade receivables - related parties | |  |  |  |  | |
| Trade receivables - subsidiaries | | - | - | 1,123 | 1,394 | |
| Total trade receivables - related parties | | - | - | 1,123 | 1,394 | |
| Other receivables - related parties | |  |  |  |  | |
| Advances to subsidiaries | | - | - | 2,542 | 2,407 | |
| Other receivables - subsidiaries | | - | - | 3,644 | 3,021 | |
| Total other receivables - related parties | | - | - | 6,186 | 5,428 | |
| Total | | - | - | 7,309 | 6,822 | |
| **Trade and other payables (Note 7)** | |  |  |  |  | |
| Trade payables - related parties | |  |  |  |  | |
| Trade payables - subsidiaries | | - | - | 1,275 | 2,119 | |
| Total trade payables - related parties | | - | - | 1,275 | 2,119 | |
| Other payables - related parties | |  |  |  |  | |
| Advances from subsidiaries | | - | - | 2,810 | 1,403 | |
| Total other payables - related parties | | - | - | 2,810 | 1,403 | |
| Total | | - | - | 4,085 | 3,522 | |

Directors and management’s benefits

During the three-month periods ended 31 March 2022 and 2021, the Group had employee benefit expenses payable to its directors and management as follows.

|  |  |  |
| --- | --- | --- |
| (Unit: Thousand Baht) | | |
|  | Consolidated/Separate financial statements | |
|  | For the three-month periods ended 31 March | |
|  | 2022 | 2021 |
| Short-term employee benefits | 4,129 | 3,333 |
| Post-employment benefits | 253 | 212 |
| Other long-term benefits | 5 | 6 |
| Total | 4,387 | 3,551 |

**3. Trade and other receivables**

|  |  | |  | (Unit: Thousand Baht) | |
| --- | --- | --- | --- | --- | --- |
|  | Consolidated financial statements | | | Separate financial statements | |
|  | 31 March | 31 December | | 31 March | 31 December |
|  | 2022 | 2021 | | 2022 | 2021 |
| Trade receivables - related parties |  |  | |  |  |
| Aged on the basis of due dates |  |  | |  |  |
| Not yet due | - | - | | 1,017 | 1,322 |
| Past due |  |  | |  |  |
| Up to 3 months | - | - | | 106 | 72 |
| Total trade receivables - related parties | - | - | | 1,123 | 1,394 |
| Trade receivables - unrelated parties |  |  | |  |  |
| Aged on the basis of due dates |  |  | |  |  |
| Not yet due | 8,918 | 7,466 | | 4,085 | 2,631 |
| Past due |  |  | |  |  |
| Up to 3 months | 1,594 | 3,643 | | 1,203 | 3,277 |
| 3 - 6 months | 1,931 | 116 | | 1,741 | 91 |
| 6 - 12 months | 495 | 1,481 | | 470 | 1,481 |
| Over 12 months | 621 | - | | 621 | - |
| Total trade receivables - unrelated parties | 13,559 | 12,706 | | 8,120 | 7,480 |
| Other receivables |  |  | |  |  |
| Advances to subsidiaries | - | - | | 2,542 | 2,407 |
| Other receivables - subsidiaries | - | - | | 3,644 | 3,021 |
| Other receivables - unrelated parties | 4,641 | 4,044 | | 1,534 | 2,289 |
| Total other receivables | 4,641 | 4,044 | | 7,720 | 7,717 |
| Total | 18,200 | 16,750 | | 16,963 | 16,591 |

**4. Other current financial assets**

| (Unit: Thousand Baht) | | |
| --- | --- | --- |
|  | Consolidated/Separate financial statements | |
|  | 31 March 2022 | 31 December 2021 |
| Financial assets at amortised cost |  |  |
| 12-month fixed deposits | 209 | 209 |
| Total financial assets at amortised cost | 209 | 209 |
| Financial assets at fair value through profit or loss |  |  |
| Unit trusts - fixed income fund | 105,685 | 105,587 |
| Total financial assets at fair value through profit or loss | 105,685 | 105,587 |
| Total | 105,894 | 105,796 |

Unit trusts - fixed income fund were measured at fair value with hierarchy level 2 and there were no transfers within the fair value hierarchy during the current period.

**5. Property, plant and equipment**

Movements of the property, plant and equipment account during the three-month period ended 31 March 2022 are summarised below.

|  |  |  |
| --- | --- | --- |
|  | (Unit: Thousand Baht) | |
|  | Consolidated financial statements | Separate financial statements |
| Net book value as at 1 January 2022 | 560,568 | 474,101 |
| Acquisitions during the period - at cost | 10,251 | 8,988 |
| Cost of assets decommissioning | 90 | - |
| Disposal/write-off during the period - net book value at disposal/write-off date | (2,543) | (2,527) |
| Depreciation for the period | (17,319) | (15,493) |
| Reversal of allowance for impairment loss on assets for the period | 2,226 | 2,226 |
| Net book value as at 31 March 2022 | 553,273 | 467,295 |

**6. Right-of-use assets**

Movements of right-of-use assets account during the three-month period ended 31 March 2022 are summarised below.

|  |  |  |  |
| --- | --- | --- | --- |
|  | (Unit: Thousand Baht) | | |
|  | | Consolidated financial statements | Separate financial statements |
| Net book value as at 1 January 2022 | | 189,536 | 187,199 |
| Increase during the period - at cost | | 3,920 | 3,920 |
| Depreciation for the period | | (20,212) | (20,058) |
| Adjustments due to lease modification | | (292) | (292) |
| Net book value as at 31 March 2022 | | 172,952 | 170,769 |

**7. Trade and other payables**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | (Unit: Thousand Baht) | | | |
|  | Consolidated  financial statements | | Separate  financial statements | |
|  | 31 March | 31 December | 31 March | 31 December |
|  | 2022 | 2021 | 2022 | 2021 |
| Trade payables - related parties | - | - | 1,275 | 2,119 |
| Trade payables - unrelated parties | 25,976 | 29,665 | 21,140 | 24,297 |
| Other payables - related parties | - | - | 2,810 | 1,403 |
| Other payables - unrelated parties | 21,563 | 20,128 | 20,186 | 19,525 |
| Other payables for construction and purchase of equipment | 2,278 | 1,742 | 2,274 | 1,694 |
| Dividend payable | 88 | 88 | 88 | 88 |
| Accrued expenses | 10,213 | 11,801 | 9,784 | 11,300 |
| Total | 60,118 | 63,424 | 57,557 | 60,426 |

**8. Other current liabilities**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | | | (Unit: Thousand Baht) | | |
|  | Consolidated financial statements | | | Separate financial statements | | |
|  | 31 March 2022 | 31 December 2021 | | 31 March 2022 | 31 December 2021 | |
| Unearned revenue - sales of goods | 5,917 | 4,583 | | 5,688 | 4,511 | |
| Unearned revenue - cash voucher | 2,204 | 2,012 | | 2,182 | 2,012 | |
| Current portion of unearned revenue - franchise agreement | 4,641 | 5,235 | | 103 | 184 | |
| Unearned revenue - customer loyalty program | 81 | 843 | | 81 | 843 | |
| Value added tax payable | 3,114 | 2,362 | | 3,046 | 2,291 | |
| Others | 3,440 | 2,575 | | 2,788 | 2,383 | |
| Total | 19,397 | 17,610 | | 13,888 | 12,224 | |

**9. Lease liabilities**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| (Unit: Thousand Baht) | | | | |
|  | Consolidated  financial statements | | Separate  financial statements | |
|  | 31 March 2022 | 31 December 2021 | 31 March  2022 | 31 December 2021 |
| Lease payments | 194,035 | 212,616 | 191,585 | 210,016 |
| Less: Deferred interest expenses | (11,159) | (12,854) | (10,943) | (12,612) |
| Total | 182,876 | 199,762 | 180,642 | 197,404 |
| Less: Portion due within one year | (83,961) | (83,363) | (83,451) | (82,859) |
| Lease liabilities - portion due more than one year | 98,915 | 116,399 | 97,191 | 114,545 |

**10. Other non-current liabilities**

|  |  | (Unit: Thousand Baht) | | | |
| --- | --- | --- | --- | --- | --- |
|  | | Consolidated financial statements | | Separate financial statements | |
|  | | 31 March 2022 | 31 December 2021 | 31 March  2022 | 31 December 2021 |
| Unearned revenue - franchise agreement portion recognisable more than one year | | 6,632 | 6,315 | 341 | 278 |
| Accrued guarantee deposits | | 7,182 | 7,153 | 4,146 | 4,256 |
| Others | | 154 | 141 | 80 | 76 |
| Total | | 13,968 | 13,609 | 4,567 | 4,610 |

**11.** **Revenues from contracts with customers**

|  |  | (Unit: Thousand Baht) | | | |
| --- | --- | --- | --- | --- | --- |
|  | | Consolidated financial statements | | Separate financial statements | | |
|  | | For the three-month periods ended 31 March | | | | |
|  | | 2022 | 2021 | 2022 | 2021 | |
| **Type of business** | |  |  |  |  | |
| Dessert cafe and beverages shops | | 164,730 | 156,177 | 161,032 | 150,502 | |
| Sales of goods and raw materials | | 15,352 | 8,904 | 14,211 | 4,241 | |
| Catering and events | | 14,643 | 12,249 | 7,809 | 11,551 | |
| Franchising | | 3,135 | 2,164 | 45 | 50 | |
| Total | | 197,860 | 179,494 | 183,097 | 166,344 | |
| **Timing of revenue recognition** | |  |  |  |  | |
| Revenue recognised at a point in time | | 197,224 | 178,800 | 183,078 | 166,299 | |
| Revenue recognised overtime | | 636 | 694 | 19 | 45 | |
| Total | | 197,860 | 179,494 | 183,097 | 166,344 | |

**12. Income tax**

Income tax expenses for the three-month periods ended 31 March 2022 and 2021 are made up as follows.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  |  | | (Unit: Thousand Baht) | |
|  | Consolidated  financial statements | | Separate  financial statements | |
|  | For the three-month periods ended 31 March | | | |
|  | 2022 | 2021 | 2022 | 2021 |
| **Current income tax** |  |  |  |  |
| Interim corporate income tax charge | 2,971 | 2,039 | 2,502 | 1,805 |
| **Deferred tax** |  |  |  |  |
| Relating to origination and reversal of temporary differences | 751 | 11 | 750 | (44) |
| **Income tax expenses reported in profit or loss** | 3,722 | 2,050 | 3,252 | 1,761 |

**13. Segment information**

The Group is principally engaged in an operating segment which is food and beverage operations and operates mainly in the geographical area of Thailand. Segment performance is measured based on operating profit or loss, on a basis consistent with that used to measure operating profit or loss in the financial statements. As a result, all of the revenues, operating profit, and assets as reflected in these financial statements pertain exclusively to the aforementioned reportable operating segment and geographical area.

**14. Commitments and contingent liabilities**

|  | (Unit: Million Baht) | | | |
| --- | --- | --- | --- | --- |
|  | Consolidated financial statements | | Separate financial statements | |
|  | 31 March 2022 | 31 December 2021 | 31 March 2022 | 31 December 2021 |
| **Capital commitments** |  |  |  |  |
| Commitments relating to acquisition of equipment and improvement of new branch outlets | 6.5 | 4.4 | 6.3 | 3.7 |
| **Guarantees** |  |  |  |  |
| Letter of creditors guarantee | 7.9 | 7.9 | 7.9 | 7.9 |

# **15. Fair value of financial instrument**

Since the majority of the Group’s financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

**16. Approval of financial statements**

These interim financial statements were authorised for issue by the Company’s Board of Directors on 13 May 2022.