

**TPI Polene Power Public Company Limited
and its Subsidiaries**

Condensed interim financial statements .
for the three-month and nine-month periods ended
30 September 2022
and
Independent auditor's review report



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Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of TPI Polene Power Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of TPI Polene Power Public Company Limited and its subsidiaries, and of TPI Polene Power Public Company Limited, respectively, as at 30 September 2022; the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2022, changes in equity and cash flows for the nine-month period ended 30 September 2022; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

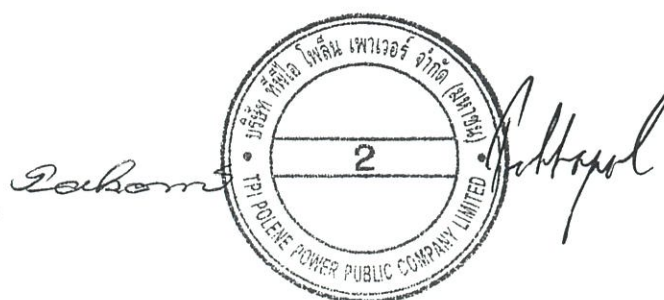
(Bunyarit Thanormcharoen)
Certified Public Accountant
Registration No. 7900

KPMG Phoomchai Audit Ltd.
Bangkok
9 November 2022

TPI Polene Power Public Company Limited and its Subsidiaries

Statement of financial position

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
		2022	2021	2022	2021
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
<i>Current assets</i>					
Cash and cash equivalents		1,310,791	929,343	1,267,698	785,733
Trade accounts receivable	2, 3	2,298,022	2,561,002	2,298,022	2,561,002
Other receivables		225,744	229,658	224,168	228,091
Short-term loan to related parties	2	180,863	230,624	180,863	230,624
Receivables and advances to related parties	2	109,481	56,281	109,481	56,281
Inventories		2,043,774	1,590,800	2,043,774	1,590,800
Other current financial assets	10, 14	5,372,840	3,495,237	5,092,716	3,493,237
Other current assets		37,592	12,316	37,285	12,065
Total current assets		11,579,107	9,105,261	11,254,007	8,957,833
<i>Non-current assets</i>					
Other non-current financial assets	10, 14	491,002	670,890	491,002	490,443
Investment in subsidiaries	4	-	-	331,124	331,820
Property, plant and equipment	5	40,474,681	37,808,799	40,470,307	37,804,425
Right-of-use assets		548,871	620,585	548,871	620,585
Advances for machine and equipment		578,395	131,814	578,395	131,814
Deferred tax assets		81,932	94,013	81,932	94,013
Other non-current assets		65,147	53,988	65,147	53,988
Total non-current assets		42,240,028	39,380,089	42,566,778	39,527,088
Total assets		53,819,135	48,485,350	53,820,785	48,484,921



The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries

Statement of financial position

Liabilities and equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
		2022	2021	2022	2021
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
<i>Current liabilities</i>					
Trade accounts payable	2	361,287	430,396	361,287	430,396
Other payables		870,169	306,882	869,826	306,673
Payables and advances from related parties	2	442,788	47,604	442,788	47,570
Current portion of lease liabilities	2	23,807	20,241	23,807	20,241
Current portion of debentures	6, 10	4,000,000	4,000,000	4,000,000	4,000,000
Interest payable		92,780	66,130	92,780	66,130
Income tax payable		-	43,958	-	43,795
Other current liabilities		96,754	143,250	96,751	143,231
Total current liabilities		5,887,585	5,058,461	5,887,239	5,058,036
<i>Non-current liabilities</i>					
Lease liabilities	2	562,844	630,204	562,844	630,204
Debentures	6, 10	16,216,600	11,523,600	16,218,600	11,523,600
Non-current provisions for employee benefits		151,657	151,657	151,657	151,657
Decommissioning costs	2	-	269,607	-	269,607
Total non-current liabilities		16,931,101	12,575,068	16,933,101	12,575,068
Total liabilities		22,818,686	17,633,529	22,820,340	17,633,104

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TPI Polene Power Public Company Limited and its Subsidiaries

Statement of financial position

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2022	2021	2022	2021
Liabilities and equity	(Unaudited)		(Unaudited)	
	<i>(in thousand Baht)</i>			
Equity				
Share capital:				
Authorised share capital				
<i>(8,400 million ordinary shares, par value at Baht 1 per share)</i>	8,400,000	8,400,000	8,400,000	8,400,000
Issued and paid share capital				
<i>(8,400 million ordinary shares, par value at Baht 1 per share)</i>	8,400,000	8,400,000	8,400,000	8,400,000
Shares premium:				
Shares premium on ordinary shares	14,580,886	14,580,886	14,580,886	14,580,886
Retained earnings				
Appropriated				
Legal reserve	840,000	840,000	840,000	840,000
Unappropriated	7,179,559	7,030,754	7,179,559	7,030,754
Other component of equity	-	177	-	177
Equity attributable to owners of the parent	31,000,445	30,851,817	31,000,445	30,851,817
Non-controlling interests	4	4	-	-
Total equity	31,000,449	30,851,821	31,000,445	30,851,817
Total liabilities and equity	53,819,135	48,485,350	53,820,785	48,484,921

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated financial statements		Separate financial statements	
	Three-month period ended 30 September		Three-month period ended 30 September	
	2022	2021	2022	2021
	(in thousand Baht)			
Revenue				
Revenue from sale of power and goods	1,492,584	1,620,232	1,492,584	1,620,232
Revenue from adders	828,145	1,257,946	828,145	1,257,946
	2,320,729	2,878,178	2,320,729	2,878,178
Cost of sales of power and goods	(1,673,349)	(1,769,972)	(1,673,349)	(1,769,972)
Gross profit	647,380	1,108,206	647,380	1,108,206
Investment income	12,352	12,422	10,376	10,727
Other income	76,177	52,508	76,177	52,508
Profit before expenses	735,909	1,173,136	733,933	1,171,441
Distribution costs	(15,921)	(16,471)	(15,921)	(16,471)
Administrative expenses	(114,328)	(134,508)	(113,581)	(133,184)
Net foreign exchange loss	(35,285)	(4,078)	(35,285)	(4,078)
Total expenses	(165,534)	(155,057)	(164,787)	(153,733)
Profit from operations	570,375	1,018,079	569,146	1,017,708
Finance costs	(25,092)	(47,002)	(25,092)	(47,002)
Share of profit of subsidiaries	-	-	1,060	245
Profit before income tax expense	545,283	971,077	545,114	970,951
Tax expense	(6,769)	(28,104)	(6,600)	(27,978)
Profit for the period	538,514	942,973	538,514	942,973

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries

Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month period ended		Three-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	(in thousand Baht)			
Other comprehensive income				
<i>Items that will be reclassified subsequently</i>				
<i>to profit or loss</i>				
Exchange differences on translating				
financial statements	-	195	-	-
Share of other comprehensive income				
of subsidiaries using equity method	-	-	-	195
Total items that will be reclassified				
subsequently to profit or loss	-	195	-	195
Other comprehensive income (expense)				
for the period, net of tax	-	195	-	195
Total comprehensive income for the period	<u>538,514</u>	<u>943,168</u>	<u>538,514</u>	<u>943,168</u>
Profit attributable to:				
Owners of parent	538,514	942,973	538,514	942,973
Non-controlling interests	-	-	-	-
Profit for the period	<u>538,514</u>	<u>942,973</u>	<u>538,514</u>	<u>942,973</u>
Total comprehensive income				
attributable to:				
Owners of parent	538,514	943,168	538,514	943,168
Non-controlling interests	-	-	-	-
Total comprehensive income for the period	<u>538,514</u>	<u>943,168</u>	<u>538,514</u>	<u>943,168</u>
Basic earnings per share (in Baht)	<u>0.064</u>	<u>0.112</u>	<u>0.064</u>	<u>0.112</u>

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Nine-month period ended		Nine-month period ended	
		30 September		30 September	
		2022	2021	2022	2021
<i>(in thousand Baht)</i>					
Revenue					
Revenue from sale of power and goods	7	4,742,523	4,722,400	4,742,523	4,722,400
Revenue from adders	7	2,922,676	3,729,783	2,922,676	3,729,783
		7,665,199	8,452,183	7,665,199	8,452,183
Cost of sales of power and goods		(5,251,364)	(4,629,841)	(5,251,364)	(4,629,841)
Gross profit		2,413,835	3,822,342	2,413,835	3,822,342
Investment income		37,455	29,229	31,881	23,983
Other income		279,622	167,531	279,622	167,531
Profit before expenses		2,730,912	4,019,102	2,725,338	4,013,856
Distribution costs		(46,698)	(49,686)	(46,698)	(49,686)
Administrative expenses		(308,402)	(465,424)	(305,777)	(464,091)
Net foreign exchange loss		(43,454)	(19,549)	(43,454)	(19,549)
Total expenses		(398,554)	(534,659)	(395,929)	(533,326)
Profit from operations		2,332,358	3,484,443	2,329,409	3,480,530
Finance costs		(65,549)	(206,412)	(65,549)	(206,412)
Share of profit of subsidiaries		-	-	2,780	3,787
Profit before income tax expense		2,266,809	3,278,031	2,266,640	3,277,905
Tax expense	8	(18,004)	(85,976)	(17,835)	(85,850)
Profit for the period		2,248,805	3,192,055	2,248,805	3,192,055

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Other comprehensive income				
<i>Items that will be reclassified subsequently</i>				
<i>to profit or loss</i>				
Exchange differences on translating				
financial statements	(177)	406	-	-
Share of other comprehensive income (expense)				
of subsidiaries using equity method	-	-	(177)	406
Total items that will be reclassified				
subsequently to profit or loss	<u>(177)</u>	<u>406</u>	<u>(177)</u>	<u>406</u>
Other comprehensive income (expense)				
for the period, net of tax	<u>(177)</u>	<u>406</u>	<u>(177)</u>	<u>406</u>
Total comprehensive income for the period	<u><u>2,248,628</u></u>	<u><u>3,192,461</u></u>	<u><u>2,248,628</u></u>	<u><u>3,192,461</u></u>
Profit attributable to:				
Owners of parent	2,248,805	3,192,055	2,248,805	3,192,055
Non-controlling interests	-	-	-	-
Profit for the period	<u><u>2,248,805</u></u>	<u><u>3,192,055</u></u>	<u><u>2,248,805</u></u>	<u><u>3,192,055</u></u>
Total comprehensive income				
attributable to:				
Owners of parent	2,248,628	3,192,461	2,248,628	3,192,461
Non-controlling interests	-	-	-	-
Total comprehensive income for the period	<u><u>2,248,628</u></u>	<u><u>3,192,461</u></u>	<u><u>2,248,628</u></u>	<u><u>3,192,461</u></u>
Basic earnings per share <i>(in Baht)</i>	<u><u>0.268</u></u>	<u><u>0.380</u></u>	<u><u>0.268</u></u>	<u><u>0.380</u></u>

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

Consolidated financial statements									
		Retained earnings				Other components of equity			
		Equity attributable to owners of the parent		Non-controlling interests		Total equity			
		Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Translation reserve			
	Note								
(in thousand Baht)									
Nine-month period ended 30 September 2021									
Balance at 1 January 2021									
		8,400,000	14,580,886	840,000	5,107,424	(176)	28,928,134	4	28,928,138
Transaction with owners, recorded directly in equity									
Distributions to owners									
Dividends									
	9	-	-	-	(2,268,000)	-	(2,268,000)	-	(2,268,000)
Total transaction with owners, recorded directly in equity									
		-	-	-	(2,268,000)	-	(2,268,000)	-	(2,268,000)
Comprehensive income for the period									
Profit									
		-	-	-	3,192,055	-	3,192,055	-	3,192,055
Other comprehensive income (expense)									
		-	-	-	-	406	406	-	406
Total comprehensive income for the period									
		-	-	-	3,192,055	406	3,192,461	-	3,192,461
Balance at 30 September 2021									
		8,400,000	14,580,886	840,000	6,031,479	230	29,852,595	4	29,852,599

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries

Statement of changes in equity (Unaudited)

	Consolidated financial statements							Total equity	
	Note	Retained earnings				Equity attributable to owners of the parent	Non-controlling interests		
		Other components of equity							
		Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated				Translation reserve
		(in thousand Baht)							
Nine-month period ended 30 September 2022									
Balance at 1 January 2022	8,400,000	14,580,886	840,000	7,030,754	177	30,851,817	4	30,851,821	
Transaction with owners, recorded directly in equity									
Distributions to owners									
Dividends	9	-	-	-	(2,100,000)	-	(2,100,000)	(2,100,000)	
Total transaction with owners, recorded directly in equity		-	-	-	(2,100,000)	-	(2,100,000)	(2,100,000)	
Comprehensive income for the period									
Profit		-	-	-	2,248,805	-	2,248,805	2,248,805	
Other comprehensive income (expense)		-	-	-	-	(177)	(177)	(177)	
Total comprehensive income (expense) for the period		-	-	-	2,248,805	(177)	2,248,628	2,248,628	
Balance at 30 September 2022	8,400,000	14,580,886	840,000	7,179,559	-	31,000,445	4	31,000,449	

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

	Note	Separate financial statements					Total equity
		Issued and paid-up share capital	Share premium	Retained earnings		Other components of equity Share of other comprehensive income of subsidiaries using equity method	
				Legal reserve	Unappropriated		
(in thousand Baht)							
Nine-month period ended 30 September 2021		8,400,000	14,580,886	840,000	5,107,424	(176)	28,928,134
Balance at 1 January 2021							
Transaction with owners, recorded directly in equity							
<i>Distributions to owners</i>							
Dividends	9	-	-	-	(2,268,000)	-	(2,268,000)
Total transaction with owners, recorded directly in equity		-	-	-	(2,268,000)	-	(2,268,000)
Comprehensive income for the period							
Profit		-	-	-	3,192,055	-	3,192,055
Other comprehensive income (expense)		-	-	-	-	406	406
Total comprehensive income for the period		-	-	-	3,192,055	406	3,192,461
Balance at 30 September 2021		8,400,000	14,580,886	840,000	6,031,479	230	29,852,595

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

	Note	Separate financial statements					Total equity
		Issued and paid-up share capital	Share premium	Legal reserve <i>(in thousand Baht)</i>	Unappropriated	Other components of equity Share of other comprehensive income of subsidiaries using equity method	
Nine-month period ended 30 September 2022							
Balance at 1 January 2022		8,400,000	14,580,886	840,000	7,030,754	177	30,851,817
Transaction with owners, recorded directly in equity							
<i>Distributions to owners</i>							
Dividends	9	-	-	-	(2,100,000)	-	(2,100,000)
Total transaction with owners, recorded directly in equity		-	-	-	(2,100,000)	-	(2,100,000)
Comprehensive income for the period							
Profit		-	-	-	2,248,805	-	2,248,805
Other comprehensive income (expense)		-	-	-	-	(177)	(177)
Total comprehensive income (expense) for the period		-	-	-	2,248,805	(177)	2,248,628
Balance at 30 September 2022		8,400,000	14,580,886	840,000	7,179,559	-	31,000,445

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	(in thousand Baht)			
<i>Cash flows from operating activities</i>				
Profit for the period	2,248,805	3,192,055	2,248,805	3,192,055
<i>Adjustments to reconcile profit to cash receipts (payments)</i>				
Depreciation	746,202	666,948	746,202	666,948
Interest income	(34,772)	(17,558)	(29,744)	(12,312)
Finance costs	65,549	206,412	65,549	206,412
Reversal of loss on inventories devaluation	(14,554)	(1,894)	(14,554)	(1,894)
Gain on disposal of equipment	(1)	-	(1)	-
Reversal of cancellation of provision for decommissioning	(75,550)	-	(75,550)	-
Unrealised loss on foreign exchange	33,398	4,994	33,398	4,994
Gain on fair value adjustment	(4,608)	(5,960)	(4,608)	(5,960)
Gain from the dissolution of subsidiary	-	-	(206)	-
Share of profit of subsidiaries using equity method	-	-	(2,780)	(3,787)
Tax expense	18,004	85,976	17,835	85,850
	2,982,473	4,130,973	2,984,346	4,132,306
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	262,980	(413,402)	262,980	(413,402)
Other receivables	5,987	(66,597)	5,987	(66,596)
Receivable and advances to related parties	(55,467)	(38,627)	(55,467)	(38,627)
Inventories	(438,420)	(171,300)	(438,420)	(171,300)
Other current assets	(14,681)	(29,570)	(14,625)	(29,532)
Other non-current assets	(8,892)	(3,145)	(8,892)	(3,145)
Trade accounts payable	(69,109)	(72,653)	(69,109)	(72,653)
Other payables	529,784	(534,699)	529,650	(534,495)
Payable and advances from related parties	395,184	22,009	395,218	22,005
Other current liabilities	(46,496)	8,201	(46,480)	8,183
Other non-current liabilities	-	(473)	-	(473)
Net cash generated from operating activities	3,543,343	2,830,717	3,545,188	2,832,271
Taxes paid	(60,476)	(120,947)	(60,144)	(120,671)
Net cash from operating activities	3,482,867	2,709,770	3,485,044	2,711,600

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2022	2021	2022	2021
	(in thousand Baht)			
<i>Cash flows from investing activities</i>				
Interest received	24,007	18,718	18,988	13,471
Acquisition of property, plant and equipment	(2,995,543)	(2,266,491)	(2,995,543)	(2,266,491)
Proceeds from sale of equipment	6	-	6	-
Advances payment for plant and equipment	(639,666)	(100,207)	(639,666)	(100,207)
Increase in equity and debt instruments	(1,684,654)	(1,186,501)	(1,586,977)	(1,186,812)
Cash outflow on loan to related party	(700,000)	(1,820,160)	(700,000)	(1,820,160)
Proceeds from repayment of loans to related party	750,000	1,820,160	750,000	1,820,160
Proceeds from dissolution of subsidiary, net of cash received	-	-	3,505	-
Net cash used in investing activities	(5,245,850)	(3,534,481)	(5,149,687)	(3,540,039)
<i>Cash flows from financing activities</i>				
Repayment of short-term loans from financial institutions	-	(240,000)	-	(240,000)
Payment of lease liabilities	(37,200)	(22,125)	(37,200)	(22,125)
Interest paid	(411,297)	(374,027)	(411,297)	(374,027)
Dividends paid to owners of the Company	(2,100,000)	(2,268,000)	(2,100,000)	(2,268,000)
Proceeds from issue of debentures	4,693,000	3,000,000	4,695,000	3,000,000
Net cash from financing activities	2,144,503	95,848	2,146,503	95,848
Net increase (decrease) in cash and cash equivalents,				
before effect of exchange rates changes	381,520	(728,863)	481,860	(732,591)
Effect of exchange rate changes on cash and cash equivalents	(72)	459	105	53
Net increase (decrease) in cash and cash equivalents	381,448	(728,404)	481,965	(732,538)
Cash and cash equivalents at 1 January	929,343	1,790,584	785,733	1,649,322
Cash and cash equivalents at 30 September	1,310,791	1,062,180	1,267,698	916,784
<i>Non-cash transactions</i>				
Provision for decommissioning costs				
capitalised in assets	-	238,950	-	238,950
Other payable - plant and equipment	581,712	56,455	581,712	56,455
Advances for plant and equipment	578,395	82,918	578,395	82,918

The accompanying notes form an integral part of the interim financial statements.

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

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TPI Polene Power Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the audit committee, as appointed by the Board of Directors of the Company on 9 November 2022.

1 Basis of preparation of the interim financial statements

The condensed interim financial statements are presented in the same format as the annual financial statements together with notes to the interim financial statements on a condensed basis (“interim financial statements”) in accordance with Thai Accounting Standard (TAS) No. 34 *Interim Financial Reporting*, guidelines promulgated by the Federation of Accounting Professions and applicable rules and regulations of the Thai Securities and Exchange Commission. The interim financial statements focus on new activities, events and circumstances to avoid repetition of information previously reported in annual financial statements. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2021.

In preparing these interim financial statements, judgements and estimates are made by management in applying the Group’s accounting policies. Actual results may differ from these estimates. The accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the financial statements for the year ended 31 December 2021.

2 Related parties

Relationships with parent company and subsidiaries are described in note 4. Key management and other related parties which have no material changes in relationships during the period.

The pricing policies have no material changes in during the nine-month period ended 30 September 2022.

The Group had significant transactions during the period were as follows:

Significant transactions with related parties	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Nine-month period ended 30 September				
	<i>(in thousand Baht)</i>			
Parent company				
Sale of goods and electricity power	1,367,339	1,516,195	1,367,339	1,516,195
Purchase of goods and services fee	2,232,231	2,187,773	2,232,231	2,187,773
Other income	3,553	3,259	3,553	3,259
Shared service expense				
- cost of sale	70,334	70,334	70,334	70,334
Shared service expense				
- administrative expense	28,666	28,666	28,666	28,666
Interest income	2,920	1,922	2,920	1,922
Interest expense	12,995	11,165	12,995	11,165
Dividend paid	1,475,000	1,593,000	1,475,000	1,593,000

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

<i>Significant transactions with related parties</i> <i>Nine-month period ended 30 September</i>	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
	<i>(in thousand Baht)</i>			
Other related parties				
Sale of goods	1,432	791	1,432	791
Purchase of goods	9,215	13,048	9,215	13,048
Other income	375	59	375	59
Dividend paid	343	370	343	370
Selling expense	4,191	3,842	4,191	3,842
Insurance premium	83,421	65,911	83,421	65,911
Administrative expenses	246	442	246	442
Interest income	2,599	1,029	2,599	1,029
Interest expense	9,974	12,578	9,974	12,578
Key management personnel				
Key management personnel compensation				
Short-term employee benefits <i>(including director's remuneration)</i>	36,863	35,079	36,863	35,079
Total key management personnel compensation	36,863	35,079	36,863	35,079

Balances as at 30 September 2022 and 31 December 2021 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in thousand Baht)</i>			
Trade accounts receivable				
Parent company	1,061,472	994,489	1,061,472	994,489
Other related parties				
TPI Polene Bio Organics Co., Ltd.	8	3	8	3
TPI Concrete Co., Ltd.	590	55	590	55
TPI All Seasons Co., Ltd.	58	23	58	23
Thai Nitrate Co., Ltd.	4	1	4	1
Bangkok Union Insurance Public Co., Ltd.	10	13	10	13
BUI Life Insurance Public Co., Ltd.	7	7	7	7
Total	1,062,149	994,591	1,062,149	994,591
<i>Less allowance for expected credit loss</i>	-	-	-	-
Net	1,062,149	994,591	1,062,149	994,591

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Interest rate Nine-month period ended 30 September 2022 (% per annum)	1 January 2022	Separate financial statements		
			Increase	Decrease	30 September 2022
			(in thousand Baht)		
<i>Short-term loans to related parties</i>					
Parent company	1.45	-	700,000	(700,000)	-
Other related party					
Thai Nitrate Co., Ltd.	1.65	230,000	-	(50,000)	180,000
		230,000	700,000	(750,000)	180,000
Accrued interest		624	5,519	(5,280)	863
Total		230,624	705,519	(755,280)	180,863
Less allowance for expected credit loss		-			-
Net		230,624			180,863

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
<i>(in thousand Baht)</i>				
Receivables and advance to related parties				
Parent company	15,417	4,230	15,417	4,230
Other related parties				
TPI Polene Bio Organics Co., Ltd.	120	31	120	31
BUI Life Insurance Public Co., Ltd.	192	723	192	723
Bangkok Union Insurance Public Co., Ltd.	93,752	49,029	93,752	49,029
Pornchai Enterprise Co., Ltd.	-	2,268	-	2,268
Total	109,481	56,281	109,481	56,281
Less allowance for expected credit loss	-	-	-	-
Net	109,481	56,281	109,481	56,281

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
<i>(in thousand Baht)</i>				
Expected credit losses for the nine-month period ended 30 September				
Trade accounts receivable	-	-	-	-
Short-term loans to related parties	-	-	-	-
Receivables and advance to related parties	-	-	-	-

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in thousand Baht)</i>			
<i>Trade accounts payable</i>				
Parent company	21,375	151,820	21,375	151,820
Other related parties				
TPI Polene Bio Organics Co., Ltd.	371	266	371	266
TPIC Concrete Co., Ltd.	20	-	20	-
TPI Healthcare Co., Ltd.	1,844	745	1,844	745
TPI Bio Pharmaceuticals Co., Ltd.	6	33	6	33
Total	23,616	152,864	23,616	152,864

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in thousand Baht)</i>			
<i>Payables and advance from related parties</i>				
Parent company	394,767	45,844	394,767	45,810
Other related parties				
TPI Polene Bio Organics Co., Ltd.	75	36	75	36
TPI Concrete Co., Ltd.	1,069	415	1,069	415
Pornchai Enterprise Co., Ltd.	13	382	13	382
Bangkok Union Insurance Public Co., Ltd.	46,809	6	46,809	6
TPI Healthcare Co., Ltd.	48	921	48	921
Master Achieve (Thailand) Co., Ltd.	7	-	7	-
Total	442,788	47,604	442,788	47,570

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	<i>(in thousand Baht)</i>			
<i>Current portion of lease liabilities</i>				
Parent company	4,548	4,319	4,548	4,319
Other related parties				
United Grain Industry Co., Ltd.	3,520	2,220	3,520	2,220
Pornchai Enterprise Co., Ltd.	4,576	2,766	4,576	2,766
Hong Yiah Seng Real Estates and Investment Co., Ltd.	1,207	1,173	1,207	1,173
Saraburi Ginning Mill Co., Ltd.	1,207	1,173	1,207	1,173
Leophairatana Enterprise Co., Ltd.	3,622	3,518	3,622	3,518
Total	18,680	15,169	18,680	15,169

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	(in thousand Baht)			
Lease liabilities				
Parent company	443,440	449,776	443,440	449,776
Other related parties				
United Grain Industry Co., Ltd.	95,790	151,442	95,790	151,442
Pornchai Enterprise Co., Ltd.	4,905	4,511	4,905	4,511
Hong Yiah Seng Real Estates and Investment Co., Ltd.	2,229	3,139	2,229	3,139
Saraburi Ginning Mill Co., Ltd.	2,229	3,139	2,229	3,139
Leophairatana Enterprise Co., Ltd.	6,688	9,418	6,688	9,418
Total	555,281	621,425	555,281	621,425

Significant agreements with related parties

- (a) The Company entered into office building services agreement with related party for 3 years. The detail was as follows:

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	(in thousand Baht)			
Non-cancellable operating lease commitments				
Within one year	8,391	5,119	8,391	5,119
After one year but within five years	5,957	6,195	5,957	6,195
Total	14,348	11,314	14,348	11,314

- (b) Several land rental agreements specified that the Company has to decommission the assets from rental area at the end of contract, causing the Company to set up the decommissioning costs as at 31 December 2021 in amount of Baht 270 million. Subsequently, on 30 September 2022, both parties agreed to cancel the terms of the delivery of the leased assets and decommission of the agreements.
- (c) The Company entered into an electricity supply contracts with the parent company. The parent company will provide the waste heat to the Company that will be used in the manufacturing process for electricity whereby the parent company will change service fee as specified in the agreement. The Company shall supply the electricity solely to the parent company based on certain percentage as specified in the agreement. The agreement shall remain in full force and effect so long as, unless it is terminated by mutual agreement in writing of both parties.
- (d) On 1 April 2016, the Company entered into sale & purchase and service agreement with the parent company. The parent company will provide services related to infrastructure, human resources, purchase and sale of goods and resources and other services whereby the Company agreed to pay fee as specified in the agreement. The initial period of the contract is for 3 years which commenced on 1 April 2016 and shall continue for consecutive period of three years, unless earlier terminated by either party.

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

3 Trade account receivables

	Consolidated financial statements		Separate financial statements	
	30 September 2022	31 December 2021	30 September 2022	31 December 2021
	(in thousand Baht)			
Trade account receivables - related parties				
Within credit terms	335,286	57,099	335,286	57,099
Overdue:				
1 - 30 days	22	186,103	22	186,103
31 - 60 days	8,741	37,041	8,741	37,041
61 - 90 days	109,559	128,339	109,559	128,339
More than 90 days	608,541	586,009	608,541	586,009
Total	1,062,149	994,591	1,062,149	994,591
Less allowance for expected credit loss	-	-	-	-
Net	1,062,149	994,591	1,062,149	994,591
Trade account receivables - other parties				
Within credit terms	1,235,842	1,565,865	1,235,842	1,565,865
Overdue:				
1 - 30 days	31	546	31	546
Total	1,235,873	1,566,411	1,235,873	1,566,411
Less allowance for expected credit loss	-	-	-	-
Net	1,235,873	1,566,411	1,235,873	1,566,411
Net total	2,298,022	2,561,002	2,298,022	2,561,002

4 Investments in subsidiaries

	Separate financial statements	
	2022	2021
	(in thousand Baht)	
Nine-month period ended 30 September		
Subsidiaries		
At 1 January	331,820	329,933
Derecognition of investment in subsidiary	(3,299)	-
Share of net profit of subsidiaries	2,780	3,787
Share of other comprehensive income (expense) of subsidiaries	(177)	406
At 30 September	331,124	334,126

TPI Polene Power investment Co., Ltd. in Cambodia ("TPIPP") has registered for dissolution. TPIPP has closed the bank account and transferred money to the parent company in Thailand in January 2022. Therefore, the parent company recognized profit from the investment.

TPI Polene Power Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

Investments in subsidiaries as at 30 September 2022 and 31 December 2021, dividend income from those investments for the period ended, 30 September 2022 and 2021, were as follows:

Separate financial statements											
	Type of business	Ownership interest		Paid-up capital		Cost		At equity method		Dividend Income	
		30 September 2022	31 December 2021	30 September 2022	31 December 2021	30 September 2022	31 December 2021	30 September 2022	31 December 2021	30 September 2022	30 September 2021
		(in thousand Baht)									
Subsidiaries											
TPI Polene Power Investment Co., Ltd.	Generate and distribute electricity in Cambodia*	-	100.00	-	3,957	-	3,957	-	3,476	-	-
TPI Biomass Power Co., Ltd. (Formerly: TPI Polene Power (On Nut) Co., Ltd.)	Generates electricity from waste and biomass (dormant)	99.99	99.99	187,500	187,500	187,500	187,500	192,332	190,166	-	-
TPI Polene Power (International) Co., Ltd.	Investing in alternative energy business (dormant)	99.99	99.99	100,000	100,000	105,988	105,988	107,716	107,179	-	-
TPI Deep Sea Port Co., Ltd.	Port business operation (dormant)	99.99	99.99	25,000	25,000	24,999	24,999	25,004	24,999	-	-
TPI Distribution Center Co., Ltd. (Formerly: TPI Olefins Co., Ltd.)	Operates business about collecting, storing, and distributing products to consumers (dormant)	99.99	99.99	1,000	1,000	2,959	2,959	3,198	3,122	-	-
TPI Smart City Co., Ltd. (Formerly: TPI Polene Power (Songkhla) Co., Ltd.)	Operates all types of communities and industrial estates (dormant)	99.97	99.97	1,000	1,000	1,000	1,000	958	960	-	-
TPI Solar Power Co., Ltd.	Generate electricity from solar energy (dormant)	99.97	99.97	1,000	1,000	1,000	1,000	958	959	-	-
TPI Wind Power Co., Ltd.	Generate electricity from wind energy (dormant)	99.97	99.97	1,000	1,000	1,000	1,000	958	959	-	-
Total				324,446	328,403	331,124	331,820	331,124	331,820	-	-

None of the Company's subsidiaries are publicly listed and consequently do not have published price quotations.

*TPI Polene Power Investment Co., Ltd. has transferred the money to the parent company, therefore the parent company recognized profit from investment.

TPI Polene Power Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

5 Property, plant and equipment

	Consolidated financial statements	Separate financial statements
<i>For the nine-month period ended 30 September 2022</i>		
	<i>(in thousand Baht)</i>	
Acquisitions - at cost	3,579,458	3,579,458

6 Debentures

As at 30 September 2022, the Group and the Company had the unsecured, unsubordinated debentures in registered form with debentures holders' representative, payable quarterly totalling Baht 20,217 million and Baht 20,219 million, respectively (*31 December 2021: Baht 15,524 million and Baht 15,524 million, respectively*) as follows:

Consolidated financial statements						
30 September 2022						
Issued Date	Note	The period to maturity within one year	Long-term <i>(in thousand Baht)</i>	Total	Interest Rate <i>(% p.a.)</i>	Term
9 August 2019		4,000,000	-	4,000,000	3.50	3 years 3 months
19 August 2020		-	4,000,000	4,000,000	3.90	3 years 11 months
10 June 2021		-	3,000,000	3,000,000	3.00	2 years 6 months
12 November 2021		-	4,523,600	4,523,600	3.55	4 years 3 months
11 August 2022		-	4,693,000	4,693,000	4.10	5 years
Total	10	4,000,000	16,216,600	20,216,600		

Separate financial statements						
30 September 2022						
Issued Date	Note	The period to maturity within one year	Long-term <i>(in thousand Baht)</i>	Total	Interest Rate <i>(% p.a.)</i>	Term
9 August 2019		4,000,000	-	4,000,000	3.50	3 years 3 months
19 August 2020		-	4,000,000	4,000,000	3.90	3 years 11 months
10 June 2021		-	3,000,000	3,000,000	3.00	2 years 6 months
12 November 2021		-	4,523,600	4,523,600	3.55	4 years 3 months
11 August 2022		-	4,695,000	4,695,000	4.10	5 years
Total	10	4,000,000	16,218,600	20,218,600		

TPI Polene Power Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

7 Segment information and disaggregation of revenue

The Group comprises the following main business segments:

- Energy & Utilities
- Petrol and gas stations

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Group's CODM. Segment profit before tax is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

(a) Reportable segment results

Consolidated financial statements								
Nine-month period ended 30 September	Revenue from external customers		Inter-segment revenue		Total segment revenue		Reportable segment profit (loss) before interest, tax and depreciation	
	2022	2021	2022	2021	2022	2021		
	(in thousand Baht)							
Energy & Utilities	7,229,323	8,074,375	-	-	7,229,323	8,074,375	3,046,000	4,146,204
Petrol and gas stations	435,876	377,808	-	-	435,876	377,808	32,560	5,187
Total	7,665,199	8,452,183	-	-	7,665,199	8,452,183	3,078,560	4,151,391
Finance costs							(65,549)	(206,412)
Depreciation							(746,202)	(666,948)
Profit before income tax expense for the period							2,266,809	3,278,031

The Group was incorporated domestic. There are no material revenues derived from, or assets located in, foreign countries, and timing of revenue recognition of the Group is at a point in time.

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Consolidated financial statements	
	Reportable segment	
	profit (loss) before tax	
<i>For the nine-month period ended 30 September</i>	2022	2021
	<i>(in thousand Baht)</i>	
Energy & Utilities	2,250,049	3,306,772
Petrol and gas stations	16,760	(28,741)
Total	2,266,809	3,278,031
Elimination of inter-segment (profit) loss	-	-
Profit (loss) before income tax expense for the period	2,266,809	3,278,031

(b) *Reportable segment financial position*

	Consolidated financial statements	
	Segment assets	
	30 September	31 December
	2022	2021
	<i>(in thousand Baht)</i>	
Energy & Utilities	46,236,484	42,956,956
Petrol and gas stations	79,610	74,742
	46,316,094	43,031,698
Unallocated assets	7,503,041	5,453,652
Total assets	53,819,135	48,485,350

8 Income tax

Income tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year multiplied by the pre-tax income of the interim reporting period. The Group's consolidated effective tax rate in respect of continuing operations for the nine-month ended 30 September 2022 was 0.8% and 0.8% respectively (30 September 2021: 2.6% and 2.6% respectively). This change in effective tax rate was caused mainly by the following factors:

- Tax privilege under Royal Decree No. 604 and No. 642.
- Decrease of expenses not deductible for tax purposes.

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

9 Dividends

At the annual general meeting of the shareholders of the Company held on 21 April 2021, the shareholders approved the appropriation of 2020 annual dividend at Baht 0.27 per share for the 8,400 million common shares, amounting to Baht 2,268 million. After a deduction of the interim dividends of Baht 0.12 per share which were paid to the Company's shareholders in 2020, the remaining dividends of Baht 0.15 per share, totalling Baht 1,260 million. The dividend was paid to the shareholders on 7 May 2021.

At the Board of Director's meeting of the Company held on 27 August 2021, the Board of Director's meeting passed a resolution to declare the interim dividend payment from retained earnings as of 30 June 2021, in amount of Baht 0.12 per share for the Baht 8,400 million common shares, amounting to Baht 1,008 million. The dividend was paid to the shareholders on 22 September 2021.

At the annual general meeting of the shareholders of the Company held on 19 April 2022, the shareholders approved the appropriation of 2021 annual dividend at Baht 0.25 per share for the 8,400 million common shares, amounting to Baht 2,100 million. After a deduction of the interim dividends of Baht 0.12 per share which were paid to the Company's shareholders in 2021, the remaining dividends of Baht 0.13 per share, totalling Baht 1,092 million. The dividend was paid to the shareholders on 12 May 2022.

At the Board of Director's meeting of the Company held on 26 August 2022, the Board of Director's meeting passed a resolution to declare the interim dividend payment from retained earnings as of 30 June 2022, in amount of Baht 0.12 per share for the Baht 8,400 million common shares, amounting to Baht 1,008 million. The dividend was paid to the shareholders on 23 September 2022.

10 Financial instruments

Carrying amounts and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy, but does not include fair value information for financial assets and financial liabilities measured at amortised cost if the carrying amount is a reasonable approximation of fair value.

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

		Note	Carrying amount		Consolidated financial statements				Fair value
			Financial instruments measured at FVTPL	Financial instruments measured at amortised cost	Total	Level 1 (in thousand Baht)	Level 2	Level 3	
<i>At 30 September 2022</i>									Total
Financial assets									
Other current financial assets									
Investment in debt securities (Private funds)			41,732	-	41,732	-	41,732	-	41,732
Investment in debt securities			3,205,878	180,124	3,386,002	3,205,878	180,424	-	3,386,302
Other non-current financial assets									
Investment in debt securities			-	491,002	491,002	-	414,863	-	414,863
Total financial assets			3,247,610	671,126	3,918,736				
Financial liabilities									
Debentures	6		-	20,216,600	20,216,600	-	19,906,855	-	19,906,855
Total financial liabilities			-	20,216,600	20,216,600				

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

		Note	Carrying amount		Consolidated financial statements				Fair value
			Financial instruments measured at FVTPL	Financial instruments measured at amortised cost	Total	Level 1 (in thousand Baht)	Level 2	Level 3	
<i>At 31 December 2021</i>									Total
Financial assets									
Other current financial assets									
Investment in debt securities (Private funds)			43,292	-	43,292	-	43,292	-	43,292
Investment in debt securities	14		2,002,505	2,000	2,004,505	2,002,505	2,029	-	2,004,534
Other non-current financial assets									
Investment in debt securities	14		-	670,890	670,890	-	656,182	-	656,182
Total financial assets			2,045,797	672,890	2,718,687				
Financial liabilities									
Debentures	6		-	15,523,600	15,523,600	-	15,602,098	-	15,602,098
Total financial liabilities			-	15,523,600	15,523,600				

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	Note	Carrying amount		Separate financial statements				Total
		Financial instruments measured at FVTPL	Financial instruments measured at amortised cost	Total	Level 1 (in thousand Baht)	Level 2	Level 3	
At 30 September 2022								
Financial assets								
Other current financial assets								
Investment in debt securities (Private funds)		41,732	-	41,732	-	41,732	-	41,732
Investment in debt securities		3,205,878	-	3,205,878	3,205,878	-	-	3,205,878
Other non-current financial assets								
Investment in debt securities		-	491,002	491,002	-	414,863	-	414,863
Total financial assets		3,247,610	491,002	3,738,612				
Financial liabilities								
Debentures	6	-	20,218,600	20,218,600	-	19,908,796	-	19,908,796
Total financial liabilities		-	20,218,600	20,218,600				

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Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

	At 31 December 2021	Note	Carrying amount		Separate financial statements			
			Financial instruments measured at FVTPL	Financial instruments measured at amortised cost	Total	Level 1	Level 2	Level 3
						(in thousand Baht)		
								Total
Financial assets								
Other current financial assets								
Investment in debt securities (Private funds)			43,292	-	43,292	-	43,292	43,292
Investment in debt securities	14		2,002,505	-	2,002,505	2,002,505	-	2,002,505
Other non-current financial assets								
Investment in debt securities	14		-	490,443	490,443	-	474,181	474,181
Total financial assets			2,045,797	490,443	2,536,240			
Financial liabilities								
Debentures	6		-	15,523,600	15,523,600	-	15,602,098	15,602,098
Total financial liabilities			-	15,523,600	15,523,600			

TPI Polene Power Public Company Limited and its Subsidiaries
Notes to the condensed interim financial statements
For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

Valuation techniques

The following tables show the valuation techniques used in measuring Level 2 fair values.

Type	Valuation technique
Corporate debt securities	Thai Bond Market Association Government Bond Yield Curve as of the reporting date.
Corporate debt securities (Private funds)	<i>Market comparison/discounted cash flow:</i> The fair value is estimated considering (i) current or recent quoted prices for identical securities in markets that are not active and (ii) a net present value calculated using discount rates derived from quoted prices of securities with similar maturity and credit rating that are traded in active markets, adjusted by an illiquidity factor.
Debenture	A valuation technique incorporating observable market data which is adjusted with counterparty credit risk (excluding own credit risk) and other risks to reflect true economic value.

11 Commitments with non-related parties

	Consolidated financial statements (in thousand Baht)	Separate financial statements
<i>At 30 September 2022</i>		
Capital commitments		
Agreements for construction, machine and equipment	<u>8,888,234</u>	<u>8,846,830</u>
Other commitments		
Short-term lease commitments	700	700
Unused letters of credit	46,102	46,102
Bank guarantees	117,683	117,683
Total	<u>164,485</u>	<u>164,485</u>

Power Purchase Agreement

The Company entered into Power Purchase Agreement, which uses garbage as fuel and waste heat from the cement production process as a fuel supplement, in term of “Non-firm” with Electricity Generating Authority of Thailand (“EGAT”) for the period of 5 years since start trading month. The contract can be extended for a period of 5 years subject to the provision of written notice to the counterparty not less than 30 days before the contract expired. Regarding to the agreements, the Company obtained adder form base tariff of electricity for period of 7 years since start trading date. The Company has to comply with conditions as specified in the Power Purchase Agreements. At present, the Company has agreements with Electricity Generating Authority of Thailand as follows:

Power Purchase Agreement	Contracted Capacity	Start trading date
1 st agreement (7 November 2014 - 31 December 2019)	18 Megawatt	16 January 2015
1 st agreement (extended) (1 January 2020 - 31 December 2024)		
2 nd agreement (13 November 2013 - 31 July 2020)	55 Megawatt	6 August 2015
2 nd agreement (extended) (1 August 2020 - 31 July 2025)		
3 rd agreement (17 August 2017 - 31 March 2023)	90 Megawatt	5 April 2018

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

12 Litigation

On 16 December 2019, individuals in total of 222 people sued Energy Regulatory Commission (ERC) et al to the Central Administrative Court which the Company was listed as the 5th Defendant. The Plaintiffs requested that the approval of Environmental and Health Impact Assessment (EHIA) report for the project of 150 megawatts thermal power plant, the license to operate electricity generating business and the construction approval of the Company be revoked. The Plaintiffs also requested that the Court take evidence out of Court and issued an interim measure and ordering that the electricity generating system be temporarily stopped until the final decision is reached.

On 25 December 2019, the Court inquired both Parties in considering the request for interim measure and rendered its decision on 28 January 2020 denied the request for interim measure due to the lack of reason to believe that the license to operate electricity generating business of the Company is unlawful.

Subsequently, On 31 January 2020, the Court ordered to accept the complaint and request the Company to file the answers within the time limit. The lawyer submitted the answer to the Court on 1 July 2020.

On 7 December 2020, the Court sent the objection to the answer of the 5th Defendant (the Company) and requested the Company to submit additional answer to the Court within the prescribed period. The Company submitted the additional answer to the Court on 12 March 2021, the case is under the Court consideration.

The Company's legal consultant considered the complaint and its appendixes and hereby opines that the Company lawfully received the license to operate the electricity generating business and the construction approval from the competent authorities. The complaint of the Plaintiffs is untrue. As the case is in the preparation for answer, the Company has causes to relieve itself of any liability generated from the complaint depending on the Central Administrative Court Decision. Moreover, the Company has pressed charges against the 222 Plaintiffs to the Muak Lek police station, Saraburi, for taking the false information to charge the person in the Court. The case is under the investigation of the police.

13 Other

- 1) The Company purchased plots of land in Chana district, Songkhla province, to develop the Security, Prosperity, Sustainability Triangle Model City 4 project, in Chana district, Songkhla Province, as the Future Industrial City, according to the Thai Government Policy to develop and administer the southern border provinces for peace and security of the country with the cabinet approval following the motion from Southern Border Provinces Administrative Center (SBPAC) requesting the government to include Chana district, Songkhla province, specifically to be a part of southern special economic zone under Southern Border Provinces Administration Act, B.E. 2553, and the Company to propose investment plan worth Baht 396,000 million to extend prosperity to the provinces by creating employment for the people and economic benefits to such area. On May 7, 2019, the cabinet approved the development of such projects and assigned the SBPAC and other relevant authorities to proceed with the project without delay.

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

On March 6, 2020, the SBPAC sent a letter to the Company informing the Company that the SBPAC has proposed such issues to the Southern Corridor Strategy Development Committee (the “SCSDC”) meeting no.1/2562 on October 31, 2019, in which the SCSDC approved the proposal, and thereafter on January 21, 2020 the cabinet has acknowledged and approved the SCSDC resolution. The SBPAC also coordinated with the relevant authorities involved with the private sector investment plan, i.e., the Department of Public Works and Town & Country Planning, Ministry of Interior, and Songkhla Provincial Administration Organization, to consider the change of the city plan color for the project benefits of usage, to comply with the urgent investment plan as proposed by the private sector and to have the Ministry of Energy to consider and support the production of electricity from new power plant to cope with the industrial development under the Country Power Development Plan (PDP), to be revised according to the cabinet approval allowing the private sector i.e. TPIPP, to invest and sell 3,700 MW of electricity to government enterprise (EGAT) in this Model Futuristic Advanced Industrial City, which has received approval to change the city plan color in Chana District Songkhla with the proper approval from authority (Office of the energy regulatory commission) including the proposed condition for the private sector to conduct feasibility study on the Environmental Impact Assessment : EIA) and/or the Environmental and Health Impact Assessment : EHIA), as the case may be, so that the project developments could run in parallel from the year 2021 onwards.

The SBPAC has made “Strategic Environment Assessment (SEA)” according to Nation Economic Development Board (the “NEDB”) which is an analytical and particularly process to support the formulation of development policies, plans and programs. The goal of which is to balance and optimize economic social and environment considerations based on the principles of sustainable development. The SCSDC, whereby the Prime Minister is the Chairman, and the Deputy Prime Minister, Gen Pravit Wongsuwan, as the authorized person to act on behalf of the Prime Minister to implement the SEA plan, approved the project of TPIPP, and the Cabinet resolved to acknowledge the resolution deemed as the Cabinet’s approval of the project in accordance with the plan and policy of the Security, Prosperity, Sustainability Triangle Model City 4 project of the SBPAC. In addition, the SCSDC has resolved to expedite the Department of Public Works to change the City Plan color from green zone to purple zone, and that the Ministry of Energy, Energy Regulatory Commission (“ERC”), and state-owned enterprises to complete the PPA as soon as possible and it is the Company's responsibility to complete the Environmental Impact Assessment (“EIA”) and Environmental and Health Impact Assessment (“EHIA”).

In case of mass coordination, public and civil society in 3 sub-districts of Chana District, Songkhla Province, the Company was requested to coordinate and work closely with the working group as established by the SBPAC, under the proposals of local residents to support working process of the private sector through public sector to reinforce unity of the task force to be beneficial for the economic development and the quality of local people genuinely to be in line with the objectives of the project in Chana District, Songkhla Province, as an exclusive perfect fully-integrated economic zone, which is an important mechanism to drive the development of the entire fully-integrated economy of the lower southern region, which can link to the southern border provinces and other regions of Thailand and neighboring countries, as well as to link economic development to other countries around the world. This will make the southern border provinces to be safer and be a vital part to support the solution to the unrest in the southern border provinces and to accommodate the future economic and social development, similar to other regions of Thailand in the long run. The SBPAC also requested that the Company to carry on with all related issues to strictly comply with the relevant legal issues, cabinet resolution, rules and government agencies’ processes.

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

On January 25, 2021, Songkhla Provincial Administration Organization announced the Company as the winner of the bidding for jointly private procurement in the construction and management of solid waste disposal system, Songkhla Provincial Administration Organization by Tender Method. The winner of the bidding will receive tipping fee from waste disposal of Baht 400 per ton (adjustable upward by 10% in every 3 years) and receive revenue from electricity sales derived from waste disposal under a power purchase agreement of 7.92 MW for the period of 20 years, at the rate of Baht 5.78 per unit for the first 8 years and Baht 5.08 per unit for the next consecutive 12 years respectively.

Subsequently, on September 29, 2021, the Company signed the contract for private investment in construction and waste management with Songkhla Provincial Administrative Organization.

- 2) The Company is a power company that produces electricity by turning community municipal solid waste to energy, which is clean and green energy. The Company has participated in the Thailand Voluntary Emission Reduction Program, according to Thai standards, which is a waste management project ("T-VER"), with the Thailand Greenhouse Gas Management Organization ("TGO").

At the end of year 2021, the Company registered with the TGO to apply for the reduction of greenhouse gases, which subsequently TGO has certified the reduction of greenhouse gases (carbon credit) for the Company's project of 82,056 tons of carbon dioxide equivalent, and after sale of 34,690 tons of carbon dioxide equivalent, the Company has the balance of 47,366 tons of carbon dioxide equivalent.

Subsequently, on 24 May 2022, TGO has certified the reduction of greenhouse gases (carbon credit) for the Company's project for the period from 1 May 2017 to 31 December 2020, increased by 717,931 tons of carbon dioxide equivalent. As a result, the Company has the balance of 765,297 tons of carbon dioxide equivalent.

In 2021, the Company used approximately 2.19 million tons of all types of waste as fuel in the Company's power plants and Cement Plants of TPI Polene Public Company Limited, which can reduce greenhouse gas emissions or carbon reductions by approximately 5.08 million tons of carbon dioxide equivalent. The Company is currently applying to TGO for approval for the reduction of greenhouse gases (carbon credit) for these new projects.

TPI Polene Power Public Company Limited and its Subsidiaries

Notes to the condensed interim financial statements

For the three-month and nine-month periods ended 30 September 2022 (Unaudited)

14 Adjustment of accounts

Other current financial assets disclosed in the statement of financial position as at 31 December 2021 have been adjusted to conform with the remaining period and the objective of the Company's business model.

Consolidated financial statements

31 December 2021

	Before adjustment	Adjustment (in thousand Baht)	After adjustment
<i>Statement of financial position</i>			
Other current financial assets	3,980,578	(485,341)	3,495,237
Other non-current financial assets	185,549	485,341	670,890
		-	

Separate financial statements

31 December 2021

	Before adjustment	Adjustment (in thousand Baht)	After adjustment
<i>Statement of financial position</i>			
Other current financial assets	3,978,578	(485,341)	3,493,237
Other non-current financial assets	5,102	485,341	490,443
		-	

