

KERRY EXPRESS (THAILAND) PUBLIC COMPANY LIMITED

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

30 SEPTEMBER 2021

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

To the Shareholders and the Board of Directors of Kerry Express (Thailand) Public Company Limited

I have reviewed the interim consolidated financial information of Kerry Express (Thailand) Public Company Limited and its subsidiaries, and the interim separate financial information of Kerry Express (Thailand) Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 September 2021, the consolidated and separate statements of comprehensive income for the three-month and nine-month periods then ended, the related consolidated and separate statements of changes in equity, and cash flows for the nine-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of review

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

Conclusion

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

PricewaterhouseCoopers ABAS Ltd.

Nopanuch Apichatsatien

Certified Public Accountant (Thailand) No. 5266

Bangkok

10 November 2021

Kerry Express (Thailand) Public Company Limited

Statements of Financial Position

As at 30 September 2021

	Notes	Consolidated financial information		Separate financial information	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 December	30 September	31 December
		2021	2020	2021	2020
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Assets					
Current assets					
Cash and cash equivalents		2,035,839	9,696,762	1,942,629	9,683,019
Fixed deposit maturity within one year		500,000	-	500,000	-
Financial assets measured at fair value through profit or loss	7	3,949,179	-	3,949,179	-
Financial assets measured at fair value through other comprehensive income maturity within one year	7	121,205	-	121,205	-
Trade and other receivables	9	1,788,956	1,466,786	1,779,985	1,463,452
Short-term loans to related party	19.4	-	-	30,000	60,000
Inventories	10	118,489	79,675	118,489	79,675
Other current assets		86,947	34,703	82,579	34,703
Total current assets		8,600,615	11,277,926	8,524,066	11,320,849
Non-current assets					
Financial assets measured at fair value through other comprehensive income	7	1,411,199	-	1,411,199	-
Investment in subsidiaries	8	-	-	2,530	530
Plant and equipment	11	2,015,526	2,258,546	1,978,109	2,258,546
Right-of-use assets	11	4,767,894	5,320,589	1,483,652	1,414,006
Intangible assets	11	173,523	199,150	173,491	199,112
Deferred tax assets		46,137	43,009	47,778	39,162
Deposits		261,034	219,015	261,034	219,015
Total non-current assets		8,675,313	8,040,309	5,357,793	4,130,371
Total assets		17,275,928	19,318,235	13,881,859	15,451,220

Director _____

Director _____

The accompanying notes are an integral part of this interim financial information.

Kerry Express (Thailand) Public Company Limited

Statements of Financial Position (Cont'd)

As at 30 September 2021

	Note	Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 December	30 September	31 December
		2021	2020	2021	2020
		Thousand	Thousand	Thousand	Thousand
		Baht	Baht	Baht	Baht
Liabilities and equity					
Current liabilities					
Current portion of long-term borrowings					
from financial institution		-	800,000	-	800,000
Trade and other payables	12	1,908,579	1,347,028	1,999,125	1,495,630
Cash on delivery payable		550,695	615,059	550,695	615,059
Contract liabilities		47,691	44,536	47,691	44,536
Accrued income tax		6,082	86,113	6,082	84,676
Current portion of lease liabilities		2,343,903	1,760,568	658,544	597,619
Other current liabilities		76,047	44,939	71,618	40,093
Total current liabilities		4,932,997	4,698,243	3,333,755	3,677,613
Non-current liabilities					
Lease liabilities		2,332,392	3,593,057	847,484	834,237
Employee benefit obligations		126,890	104,112	101,963	84,879
Other non-current liabilities		71,275	75,351	70,765	74,841
Total non-current liabilities		2,530,557	3,772,520	1,020,212	993,957
Total liabilities		7,463,554	8,470,763	4,353,967	4,671,570

The accompanying notes are an integral part of this interim financial information.

Kerry Express (Thailand) Public Company Limited
Statements of Financial Position (Cont'd)
As at 30 September 2021

	Note	Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 December	30 September	31 December
		2021	2020	2021	2020
		Thousand	Thousand	Thousand	Thousand
		Baht	Baht	Baht	Baht
Liabilities and equity (Cont'd)					
Equity					
Share capital					
Authorised share capital					
Ordinary share, 1,780,000,000 shares					
at par value of Baht 0.50 each		890,000	890,000	890,000	890,000
Issued and paid-up share capital					
Ordinary share, 1,740,000,000 shares					
paid-up at Baht 0.50 each		870,000	870,000	870,000	870,000
Premium on paid-up capital	13	8,063,255	8,111,061	8,063,255	8,111,061
Other reserves - share-based payments		74,236	33,364	74,236	33,364
Retained earnings					
Appropriated - legal reserve		89,000	89,000	89,000	89,000
Unappropriated		719,811	1,744,047	435,329	1,676,225
Other components of equity		(3,928)	-	(3,928)	-
Total equity		9,812,374	10,847,472	9,527,892	10,779,650
Total liabilities and equity		17,275,928	19,318,235	13,881,859	15,451,220

The accompanying notes are an integral part of this interim financial information.

Kerry Express (Thailand) Public Company Limited
Statements of Comprehensive Income (Unaudited)
For the three-month period ended 30 September 2021

	Note	Consolidated financial information		Separate financial information	
		2021	2020	2021	2020
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Sales and services income		5,330,743	4,488,633	5,330,743	4,488,633
Cost of sales and services		(4,978,534)	(3,823,698)	(5,079,599)	(3,857,834)
Gross profit		352,209	664,935	251,144	630,799
Other income		37,132	20,440	39,495	46,425
Selling expenses		(55,741)	(46,275)	(55,741)	(46,275)
Administrative expenses		(306,205)	(242,208)	(305,917)	(242,057)
Finance costs		(21,288)	(30,794)	(6,895)	(19,583)
Profit (loss) before income tax		6,107	366,098	(77,914)	369,309
Income tax		6,730	(74,004)	13,994	(73,405)
Net profit (loss) for the period		12,837	292,094	(63,920)	295,904
Other comprehensive income:					
<i>Items that will not be reclassified to profit or loss</i>					
Remeasurements of post-employment benefit obligations		-	(7,193)	-	(7,193)
Total items that will not be reclassified to profit or loss		-	(7,193)	-	(7,193)
<i>Items that will be reclassified subsequently to profit or loss</i>					
Changes in fair value of financial assets measured at fair value through other comprehensive income		(3,928)	-	(3,928)	-
Total items that will be reclassified subsequently to profit or loss		(3,928)	-	(3,928)	-
Other comprehensive expense for the period, net of tax		(3,928)	(7,193)	(3,928)	(7,193)
Total comprehensive income (expense) for the period		8,909	284,901	(67,848)	288,711
Profit (loss) attributable to:					
Owners of the parent		12,837	292,094	(63,920)	295,904
Non-controlling interests		-	-	-	-
		12,837	292,094	(63,920)	295,904
Total comprehensive income (expense) attributable to:					
Owners of the parent		8,909	284,901	(67,848)	288,711
Non-controlling interests		-	-	-	-
		8,909	284,901	(67,848)	288,711
Earnings per share					
Basic earnings (loss) per share (Baht)	16	0.0074	0.2028	(0.0367)	0.2055
Diluted earnings (loss) per share (Baht)	16	0.0073	0.2028	(0.0367)	0.2055

The accompanying notes are an integral part of this interim financial information.

Kerry Express (Thailand) Public Company Limited
Statements of Comprehensive Income (Unaudited)
For the nine-month period ended 30 September 2021

	Notes	Consolidated financial information		Separate financial information	
		2021	2020	2021	2020
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Sales and services income	14	14,118,413	14,688,917	14,118,413	14,688,917
Cost of sales and services		(12,361,065)	(12,320,878)	(12,658,162)	(12,355,014)
Gross profit		1,757,348	2,368,039	1,460,251	2,333,903
Other income	15	111,819	60,467	119,596	86,452
Selling expenses		(175,693)	(180,260)	(175,671)	(180,259)
Administrative expenses		(829,027)	(886,920)	(828,171)	(886,770)
Finance costs		(74,978)	(84,044)	(28,557)	(72,833)
Profit before income tax		789,469	1,277,282	547,448	1,280,493
Income tax		(138,212)	(247,214)	(112,851)	(246,615)
Net profit for the period		651,257	1,030,068	434,597	1,033,878
Other comprehensive income:					
<i>Items that will not be reclassified to profit or loss</i>					
Remeasurements of post-employment benefit obligations		-	(7,193)	-	(7,193)
Total items that will not be reclassified to profit or loss		-	(7,193)	-	(7,193)
<i>Items that will be reclassified subsequently to profit or loss</i>					
Changes in fair value of financial assets measured at fair value through other comprehensive income		(3,928)	-	(3,928)	-
Total items that will be reclassified subsequently to profit or loss		(3,928)	-	(3,928)	-
Other comprehensive expense for the period, net of tax		(3,928)	(7,193)	(3,928)	(7,193)
Total comprehensive income for the period		647,329	1,022,875	430,669	1,026,685
Profit attributable to:					
Owners of the parent		651,257	1,030,068	434,597	1,033,878
Non-controlling interests		-	-	-	-
		651,257	1,030,068	434,597	1,033,878
Total comprehensive income attributable to:					
Owners of the parent		647,329	1,022,875	430,669	1,026,685
Non-controlling interests		-	-	-	-
		647,329	1,022,875	430,669	1,026,685
Earnings per share					
Basic earnings per share (Baht)	16	0.3743	0.8653	0.2498	0.8685
Diluted earnings per share (Baht)	16	0.3723	0.8653	0.2484	0.8685

The accompanying notes are an integral part of this interim financial information.

Kerry Express (Thailand) Public Company Limited
Statements of Changes in Equity (Unaudited)
For the nine-month period ended 30 September 2021

		Consolidated financial information						
		Attributable to owners of the Company						
				Other reserves	Retained earnings		Other components	Total owners of the parent Thousand Baht
		Issued and paid-up share capital	Premium on paid-up capital	- share-based payments	Appropriated - legal reserve	Unappropriated	Changes in fair value of debt instruments	
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	
Notes		Baht	Baht	Baht	Baht	Baht	Baht	
Opening balance at 1 January 2020		120,000	-	21,790	12,000	2,079,373	-	2,233,163
Issue of shares		600,000	-	-	-	-	-	600,000
Legal reserve		17	-	-	77,000	(77,000)	-	-
Dividends		17	-	-	-	(1,646,400)	-	(1,646,400)
Total comprehensive income for the period		-	-	-	-	1,022,875	-	1,022,875
Closing balance at 30 September 2020		720,000	-	21,790	89,000	1,378,848	-	2,209,638
Opening balance at 1 January 2021		870,000	8,111,061	33,364	89,000	1,744,047	-	10,847,472
Directly attributable costs of shares issue		13	(47,806)	-	-	-	-	(47,806)
Share-based payments		18	-	40,872	-	-	-	40,872
Dividends		17	-	-	-	(1,675,493)	-	(1,675,493)
Total comprehensive income for the period		-	-	-	-	651,257	(3,928)	647,329
Closing balance at 30 September 2021		870,000	8,063,255	74,236	89,000	719,811	(3,928)	9,812,374

The accompanying notes are an integral part of this interim financial information.

Kerry Express (Thailand) Public Company Limited
Statements of Changes in Equity (Unaudited)
For the nine-month period ended 30 September 2021

Separate financial information							
Notes	Issued and paid-up share capital	Premium on paid-up capital	Other reserves - share-based payments	Retained earnings		Other components of equity	Total equity
	Thousand Baht	Thousand Baht	Thousand Baht	Appropriated - legal reserve Thousand Baht	Unappropriated Thousand Baht	Changes in fair value of debt instruments Thousand Baht	Thousand Baht
Opening balance at 1 January 2020	120,000	-	21,790	12,000	2,079,373	-	2,233,163
Issue of shares	600,000	-	-	-	-	-	600,000
Legal reserve	17	-	-	77,000	(77,000)	-	-
Dividends	17	-	-	-	(1,646,400)	-	(1,646,400)
Total comprehensive income for the period	-	-	-	-	1,026,685	-	1,026,685
Closing balance at 30 September 2020	<u>720,000</u>	<u>-</u>	<u>21,790</u>	<u>89,000</u>	<u>1,382,658</u>	<u>-</u>	<u>2,213,448</u>
Opening balance at 1 January 2021	870,000	8,111,061	33,364	89,000	1,676,225	-	10,779,650
Directly attributable costs of shares issue	13	(47,806)	-	-	-	-	(47,806)
Share-based payments	18	-	40,872	-	-	-	40,872
Dividends	17	-	-	-	(1,675,493)	-	(1,675,493)
Total comprehensive income for the period	-	-	-	-	434,597	(3,928)	430,669
Closing balance at 30 September 2021	<u>870,000</u>	<u>8,063,255</u>	<u>74,236</u>	<u>89,000</u>	<u>435,329</u>	<u>(3,928)</u>	<u>9,527,892</u>

The accompanying notes are an integral part of this interim financial information.

Kerry Express (Thailand) Public Company Limited
Statements of Cash Flows (Unaudited)
For the nine-month period ended 30 September 2021

	Notes	Consolidated		Separate	
		financial information		financial information	
		2021	2020	2021	2020
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Cash flows from operating activities					
Profit before income tax		789,469	1,277,282	547,448	1,280,493
Adjustments for:					
Depreciation and amortisation expenses	11	1,701,936	1,818,003	1,057,459	1,666,474
Reversal of allowance for impairment		-	(1,510)	-	(1,510)
Share-based payment expense		40,872	-	40,872	-
Employee benefits expenses		22,887	18,808	17,158	17,616
Loss from disposal of equipment		37,585	17,021	37,585	17,021
Loss from disposal of intangible assets		23	-	23	-
Reversal of provision for decommissioning		(523)	(727)	(523)	(727)
(Gain) Loss from cancellation of lease contracts		(5,991)	12,078	(7,168)	12,078
Gain from transfer of lease contracts					
to subsidiary		-	-	-	(24,784)
Loss from written-off of deposits		16,138	10,847	16,138	10,847
Gain from fair value of financial assets					
measured at fair value through profit or loss	7	(8,826)	-	(8,826)	-
Interest income	15	(17,523)	(6,415)	(18,453)	(6,415)
Finance costs		74,978	84,044	28,557	72,833
Changes in working capital					
- Trade and other receivables		(313,218)	371,352	(307,717)	371,001
- Inventories		(38,814)	35,255	(38,814)	35,255
- Other current assets		(50,670)	7,584	(46,302)	6,806
- Trade and other payables		395,463	39,645	335,095	85,378
- Cash on delivery payable		(64,364)	(432,647)	(64,364)	(432,647)
- Contract liabilities		3,155	55,687	3,155	55,687
- Other current liabilities		31,108	(6,228)	31,525	(11,453)
- Other non-current liabilities		(6,980)	10,803	(6,980)	10,803
- Employee benefit obligations		(109)	-	(74)	-
Cash generated from operations		2,606,596	3,310,882	1,615,794	3,164,756
Interest received		8,571	5,664	9,637	5,664
Interest paid		(73,825)	(78,822)	(27,092)	(67,610)
Income tax paid		(220,074)	(298,730)	(198,764)	(296,491)
Net cash generated from operating activities		2,321,268	2,938,994	1,399,575	2,806,319

The accompanying notes are an integral part of this interim financial information.

Kerry Express (Thailand) Public Company Limited
Statements of Cash Flows (Unaudited) (Cont'd)
For the nine-month period ended 30 September 2021

	Notes	Consolidated		Separate	
		financial information		financial information	
		2021	2020	2021	2020
		Thousand	Thousand	Thousand	Thousand
		Baht	Baht	Baht	Baht
Cash flow from investing activities					
Increase of fixed deposit maturity within one year		(500,000)	-	(500,000)	-
Cash payment for financial assets measured at fair value through profit or loss	7	(6,500,000)	-	(6,500,000)	-
Cash payment for financial assets measured at fair value through other comprehensive income	7	(1,537,629)	-	(1,537,629)	-
Proceeds from disposals of financial assets measured at fair value through profit or loss	7	2,559,647	-	2,559,647	-
Cash payment for purchases of plant and equipment		(150,172)	(218,630)	(147,653)	(218,632)
Cash payment for purchases of intangible assets		(14,861)	(34,396)	(14,861)	(34,354)
Cash receipt from disposal of equipment		2,116	6,095	2,116	6,095
Cash payment for short-term loan to related party		-	-	-	(30,000)
Cash receipt from short-term loan to related party	19.4	-	-	30,000	-
Cash payment for investment in subsidiaries		-	-	-	(490)
Cash payment for deposits		(58,157)	(13,366)	(58,157)	(13,366)
Net cash used in investing activities		(6,199,056)	(260,297)	(6,166,537)	(290,747)
Cash flows from financing activities					
Cash repayments to long-term borrowings from financial institutions		(800,000)	-	(800,000)	-
Cash payment for lease liabilities		(1,259,836)	(1,140,222)	(450,129)	(1,032,898)
Proceeds from issue of ordinary shares		-	600,000	-	600,000
Dividends paid	17	(1,675,493)	(1,646,400)	(1,675,493)	(1,646,400)
Cash payment for directly attributable costs of shares issue	13	(47,806)	-	(47,806)	-
Proceeds from issue of shares of subsidiaries		-	550	-	-
Net cash used in financing activities		(3,783,135)	(2,186,072)	(2,973,428)	(2,079,298)
Net increase (decrease) in cash and cash equivalents					
Opening balance of cash and cash equivalents		9,696,762	909,798	9,683,019	909,798
Closing balance of cash and cash equivalents					
		2,035,839	1,402,423	1,942,629	1,346,072

The accompanying notes are an integral part of this interim financial information.

Kerry Express (Thailand) Public Company Limited
Statements of Cash Flows (Unaudited) (Cont'd)
For the nine-month period ended 30 September 2021

		Consolidated		Separate	
		financial information		financial information	
		2021	2020	2021	2020
		Thousand	Thousand	Thousand	Thousand
Notes		Baht	Baht	Baht	Baht
Significant non-cash transactions					
Payables arising from purchases of plant and equipment		171,351	29,094	171,351	29,094
Payables arising from purchases of intangible assets		4,665	516	4,665	516
Payables arising from investment in a subsidiary		-	-	2,000	40
Provision arising from decommissioning costs		2,904	4,423	2,904	4,423
Acquisition of right-of-use assets under lease contracts	11	921,472	384,311	861,354	384,311
Acquisition of right-of-use assets under lease contracts from lease modification		-	1,583,930	-	-
Transfer lease contracts to subsidiary		-	-	-	2,170,398
Plant and equipment transferred to other current assets	11	1,574	5,140	1,574	5,140
Share-based payment expense	18	40,872	-	40,872	-
Transfer right-of-use assets to plant and equipment	11	35,602	-	-	-

The accompanying notes are an integral part of this interim financial information.

1 General information

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

Head office: No.89 Chao Phaya Tower, 9 Fl. Room 906, Soi Wat Suanphloo, Charoen Krung Rd. Bang Rak, Bangkok 10500.

Main hub: 33/2 Moo7 Bang Pla, Bang Phli, Samut Prakarn 10540.

The principal business operations of the Company and its subsidiaries (“the Group”) are domestic parcel delivery service. Kerry Logistics Network Limited, incorporated in British Virgin Islands and continued into Bermuda, is the ultimate parent company.

The interim consolidated and separate financial information is presented in Thai Thousand Baht, unless otherwise stated.

This interim consolidated and separate financial information was authorised for issue by the Company’s authorised directors on 10 November 2021.

2 Basis of preparation

The interim consolidated and separate financial information has been prepared in accordance with Thai Accounting Standard (TAS) no. 34, Interim Financial Reporting and other financial reporting requirements issued under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2020.

During the period, the Group made changes in the presentation of property and signage tax from administrative expenses to cost of sales and services in order to better represent the nature of transaction. Comparative figures have been reclassified to conform with the current year presentation. As a result of reclassifications, there was no impact on the net profit of the Group.

An English version of this consolidated and separate interim financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

3 Accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2020, except for the following:

- 1) As at 1 January 2021, the Group ceases applying the temporary exemption guidance to relieve the impact from COVID-19 (temporary measures to relieve the impact from COVID-19) announced by The Federation of Accounting Professions (TFAC) which were effective for reporting periods ending between 1 January 2020 and 31 December 2020. The impact of the ceasing the guidance for the discounts in the lease payments due to the COVID-19 situation do not have material impact to the financial performance in the period ended 30 September 2021; and
- 2) The adoption of the new and amended financial reporting standards as described in note 4.

The new and amended Thai Financial Reporting Standards effective for the accounting periods beginning on or after 1 January 2021 do not have material impact on the Group.

4 New and amended financial reporting standards and changes in accounting policies

4.1 New and amended financial reporting standards that are effective for accounting period beginning or after 1 January 2021 which relate to the Group

Amendment to TFRS 16 - Leases

At 1 January 2021, the Group choose to apply a practical expedient where the lessee receives a rent concession as a direct consequence of the COVID-19. A lessee may elect not to assess whether a rent concession that reducing or refraining of lease payments from 1 June 2020 to 30 June 2021 is a lease modification. The impact for the first-time adoption of the practical expedient do not have material impact on the Group.

4.2 Amended financial reporting standards that are effective for accounting period beginning or after 1 January 2022 which relate to the Group

Certain amended financial reporting standards have been issued that are not mandatory for current reporting period and have not been early adopted by the Group.

Amendment to TFRS 16, Leases amended to include a practical expedient for leases that are modified as a direct consequence of IBOR reform (e.g. replacement of THBFIX as a benchmark interest rate due to the cancellation of LIBOR) for lessee to remeasure the lease liability by discounting the revised lease payments using a discount rate that reflects the change in the interest rate. An early application of the amendment is permitted.

The Group has chosen not to early apply the exemption for the current reporting period.

5 Accounting estimates and judgements

The preparation of the interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

6 Segment information

The Group has not presented segment information since the Chief Operating Decision-Maker considers the Group only operates in one segment which is the domestic parcel delivery business. The chief operating decision-maker primarily uses of segment profit before tax, which is derived on a basis consistent with the measurement of profit for the period in the financial statements. The revenue by group of customers is disclosed in note 14.

7 Financial assets measured at fair value

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

	Consolidated and Separate financial information							
	Level 1		Level 2		Level 3		Total	
	2021	2020	2021	2020	2021	2020	2021	2020
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Financial assets								
Financial assets at fair value through profit or loss (FVPL)								
Investment in fixed income funds	-	-	3,949,179	-	-	-	3,949,179	-
Financial assets at fair value through other comprehensive income (FVOCI)								
Debentures	-	-	1,532,404	-	-	-	1,532,404	-
Total financial assets	-	-	5,481,583	-	-	-	5,481,583	-

Fair value of investments in fixed income funds measured based on the funds' net asset value (NAV) disclosed by the asset management company. The fair value is in level 2 of fair value hierarchy.

Fair value of debentures is determined from contractual cash flows, discounted at the rate derived from observable market price of other quoted debt instruments of the counterparties. The fair value is in level 2 of fair value hierarchy.

The movements for nine-month period ended 30 September 2021 are as follows:

	Consolidated and Separate financial information	
	Financial assets measured at fair value through profit or loss Thousand Baht	Financial assets measured at fair value through other comprehensive income Thousand Baht
Opening net book value	-	-
Additions	6,500,000	1,537,629
Disposal	(2,559,647)	-
Change in fair value	8,826	(5,225)
Closing net book value	3,949,179	1,532,404

8 Investment in subsidiaries

As at 30 September 2021, investments in subsidiaries that have been significantly changed from 31 December 2020 are as follows:

Entity name	Country of incorporation	Nature of business	Separate financial information			
			% of ownership interest		Investment at cost method	
			2021	2020	2021	2020
			%	%	Thousand Baht	Thousand Baht
Kerry Express Cold Chain Limited	Thailand	Providing cold-chain delivery	100	-	1,000	-
Kerry Express Cargo Limited	Thailand	Providing bulk item delivery	100	-	1,000	-

Movements of investments in subsidiaries for period/year ended 30 September 2021 and 31 December 2020 are as follows:

	Separate financial information	
	Investment in cost method	
	2021	2020
	Thousand Baht	Thousand Baht
Opening net book value	530	-
Increase in investment	2,000	530
Closing net book value	2,530	530

On 24 June 2021, the Executive Committee' meeting approved to establish new subsidiaries as follows:

Kerry Express Cold Chain Ltd. with its registered capital of Baht 1 million, comprise of 10,000 ordinary shares at par value of Baht 100. The new subsidiary will provide cold-chain delivery. The new subsidiary was registered on 29 July 2021.

Kerry Express Cargo Ltd. with its registered capital of Baht 1 million, comprise of 10,000 ordinary shares at par value of Baht 100. The new subsidiary will provide bulk item delivery. The new subsidiary was registered on 29 July 2021.

As of 30 September 2021, the subsidiaries had not started their operations.

9 Trade and other receivables

	Consolidated financial information		Separate financial information	
	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht
Trade receivables - third parties	1,188,358	984,984	1,188,358	981,403
- related parties (note 19.3)	29,759	38,708	29,759	38,708
Contract assets - third parties	364,502	374,368	364,502	374,368
- related parties (note 19.3)	4,490	8,920	4,490	8,920
<u>Less</u> Allowance for expected credit loss	(9,972)	(9,972)	(9,972)	(9,972)
Trade receivables, net	1,577,137	1,397,008	1,577,137	1,393,427
Other receivables - third parties	91,685	-	85,900	-
- related parties (note 19.3)	15,124	1,620	17,147	2,294
Accrued interest income - third parties	9,263	311	9,263	311
- related parties (note 19.3)	-	-	189	325
Prepayments - third parties	91,885	67,847	86,487	67,095
- related parties (note 19.3)	3,862	-	3,862	-
Total	1,788,956	1,466,786	1,779,985	1,463,452

As at 30 September 2021 and 31 December 2020, trade receivables, included in trade and other receivables in the statements of financial position, can be analysed by aging as follows:

	Consolidated financial information		Separate financial information	
	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht
Up to 3 months	1,562,086	1,392,359	1,562,086	1,388,778
3 - 6 months	11,827	4,598	11,827	4,598
6 - 12 months	4,998	2,536	4,998	2,536
Over 12 months	8,198	7,487	8,198	7,487
	1,587,109	1,406,980	1,587,109	1,403,399
<u>Less</u> Allowance for expected credit loss	(9,972)	(9,972)	(9,972)	(9,972)
Total	1,577,137	1,397,008	1,577,137	1,393,427

10 Inventories

	Consolidated financial information		Separate financial information	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Boxes	46,644	29,181	46,644	29,181
Satchels	25,589	11,011	25,589	11,011
Labels and tapes	26,338	23,691	26,338	23,691
Others	19,918	15,792	19,918	15,792
Total	118,489	79,675	118,489	79,675

11 Plant and equipment, right-of-use assets and intangible assets

Movements of plant and equipment, right-of-use assets and intangible assets for nine-month period ended 30 September 2021 are as follows:

	Consolidated financial information		
	Plant and equipment Thousand Baht	Right-of-use assets Thousand Baht	Intangible assets - computer software Thousand Baht
Opening net book amount	2,258,546	5,320,589	199,150
Additions	314,271	921,472	19,124
Disposals, net	(39,701)	-	(23)
Lease cancellation, net	-	(332,975)	-
Transfer in(out), net	35,602	(35,602)	-
Transfer out to other current assets	(1,574)	-	-
Depreciation and amortisation	(551,618)	(1,105,590)	(44,728)
Closing net book amount	2,015,526	4,767,894	173,523

	Separate financial information		
	Plant and equipment Thousand Baht	Right-of-use assets Thousand Baht	Intangible assets - computer software Thousand Baht
Opening net book amount	2,258,546	1,414,006	199,112
Additions	311,752	861,354	19,124
Disposals, net	(39,701)	-	(23)
Lease cancellation, net	-	(329,885)	-
Transfer out to non-current assets held for sale	(1,574)	-	-
Depreciation and amortisation	(550,914)	(461,823)	(44,722)
Closing net book amount	1,978,109	1,483,652	173,491

12 Trade and other payables

	Consolidated financial information		Separate financial information	
	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht
Trade payable - third parties	671,843	477,307	492,134	414,558
- related parties (note 19.3)	-	-	316,263	248,341
Other payables - third parties	349,024	99,514	349,024	99,514
- related parties (note 19.3)	2,380	11,014	4,464	51,098
Accrued staff costs	310,901	371,628	268,813	307,617
Accrued agent service fees	116,850	91,253	116,850	91,253
Accrued transportation expense	262,654	9,484	262,654	9,484
Accrued rental expense	21,458	22,379	21,099	22,379
Other accruals - third parties	158,766	173,283	153,285	160,229
- related parties (note 19.3)	4,274	20,903	4,222	20,894
Refundable deposits	10,029	7,529	9,917	7,529
Deferred franchise fee	400	62,734	400	62,734
Total	1,908,579	1,347,028	1,999,125	1,495,630

13 Premium on share capital

During the period ended 30 September 2021, the Company recognised additional directly attributable expenses of the initial public offering amounting to Baht 47.81 million. The amount is presented deducting from premium on share capital.

14 Sales and services income

	Consolidated financial information		Separate financial information	
	2021 Thousand Baht	2020 Thousand Baht	2021 Thousand Baht	2020 Thousand Baht
For the nine-month period ended 30 September				
Parcel delivery services income	13,836,916	14,443,280	13,836,916	14,443,280
Sales income	240,526	231,822	240,526	231,822
Advertising income	40,971	13,815	40,971	13,815
Total	14,118,413	14,688,917	14,118,413	14,688,917

Sales and services income are categorised by timing of revenue recognition as follows:

	Consolidated financial information		Separate financial information	
	2021 Thousand Baht	2020 Thousand Baht	2021 Thousand Baht	2020 Thousand Baht
For the nine-month period ended 30 September				
Over time	12,631,641	13,227,545	12,631,641	13,227,545
At a point in time	1,486,772	1,461,372	1,486,772	1,461,372
Total	14,118,413	14,688,917	14,118,413	14,688,917

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Sales and parcel delivery service income (exclude advertising income) are categorised by types of customers as follows:

	Consolidated financial information		Separate financial information	
	2021 Thousand Baht	2020 Thousand Baht	2021 Thousand Baht	2020 Thousand Baht
For the nine-month period ended 30 September				
Business to Business (B2B)	263,628	256,671	263,628	256,671
Business to Customer (B2C)	6,327,751	6,503,777	6,327,751	6,503,777
Customer to Customer (C2C)	7,486,063	7,914,654	7,486,063	7,914,654
Total	14,077,442	14,675,102	14,077,442	14,675,102

15 Other income

	Consolidated financial information		Separate financial information	
	2021 Thousand Baht	2020 Thousand Baht	2021 Thousand Baht	2020 Thousand Baht
For the nine-month period ended 30 September				
Commission income	474	774	474	774
Management service income	28,333	27,875	34,003	29,075
IT service income	11,912	2,471	11,912	2,471
Interest income	17,523	6,415	18,453	6,415
Gain from fair value of financial assets measured at fair value through profit or loss	8,826	-	8,826	-
Gain from transferal lease contract to a subsidiary	-	-	-	24,784
Others	44,751	22,932	45,928	22,933
Total	111,819	60,467	119,596	86,452

16 Earnings per share

	Consolidated financial information		Separate financial information	
	2021	2020	2021	2020
For the three-month period ended 30 September				
Reconciliations of earnings used in calculating earnings per share				
Basic earnings (loss) per share				
Profit (loss) attributable to ordinary shareholders of the Company used in calculating basic earnings per share (Thousand Baht)	12,837	292,094	(63,920)	295,904
Weighted average number of shares used as the denominator (Thousand shares)				
Weighted average number of ordinary shares outstanding used as the dominator in calculating basic earnings per share	1,740,000	1,440,000	1,740,000	1,440,000
Adjustments for diluted earnings per share calculation:				
Warrants - KEX ESOP	9,254	-	9,254	-
Weighted average number of ordinary shares outstanding used as the dominator in calculating diluted earnings per share	1,749,254	1,440,000	1,749,254	1,440,000
Basic earnings (loss) per share (Baht per share)	0.0074	0.2028	(0.0367)	0.2055
Diluted earnings (loss) per share (Baht per share)	0.0073	0.2028	(0.0367)	0.2055

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	Consolidated financial information		Separate financial information	
	2021	2020	2021	2020
For the nine-month period ended 30 September				
Reconciliations of earnings used in calculating earnings per share				
Basic earnings per share				
Profit attributable to ordinary shareholders of the Company used in calculating basic earnings per share (Thousand Baht)	651,257	1,030,068	434,597	1,033,878
Weighted average number of shares used as the denominator (Thousand shares)				
Weighted average number of ordinary shares outstanding used as the dominator in calculating basic earnings per share	1,740,000	1,190,365	1,740,000	1,190,365
Adjustments for diluted earnings per share calculation:				
Warrants - KEX ESOP	9,254	-	9,254	-
Weighted average number of ordinary shares outstanding used as the dominator in calculating diluted earnings per share	1,749,254	1,190,365	1,749,254	1,190,365
Basic earnings per share (Baht per share)	0.3743	0.8653	0.2498	0.8685
Diluted earnings per share (Baht per share)	0.3723	0.8653	0.2484	0.8685

On 17 February 2020, the Extraordinary Shareholders Meeting approved the change in par value of the Company's ordinary shares from Baht 100 to Baht 0.50 per share. The Group calculated basic earnings per shares for those periods based on the new number of shares. The weighted average number of ordinary such shares for the three-month and nine-month periods ended 30 September 2020 have been adjusted to reflect such changes as if the change occurred since the beginning of such periods.

17 Dividends and legal reserve

On 17 January 2020, the Board of Directors' meeting approved an interim dividend payment in respect of the financial results of 2019 at Baht 550 per share for 1.20 million ordinary shares (number of shares before changing in par value on 17 February 2020) totaling Baht 660 million. The dividends were paid on 13 February 2020.

On 23 April 2020, the Annual General Meeting of Shareholders approved an annual dividend payment in respect of the financial results of 2019 at Baht 0.25 per share for 1,440 million ordinary shares totaling Baht 360 million and appropriate its net income to legal reserve amounting to Baht 66.50 million. The dividends were paid on 22 May 2020.

On 14 August 2020, the Board of Directors' Meeting approved an interim dividend payment in respect of the financial results of 2020 at Baht 0.435 per share for 1,440 million ordinary shares totalling Baht 626.40 million and appropriate its net income to legal reserve amounting to Baht 10.50 million. The dividends were paid on 11 September 2020.

On 23 April 2021, the Annual General Meeting of Shareholders approved an annual dividend payment in respect of the financial results of 2020 at Baht 0.22 per share for 1,740 million ordinary shares totaling Baht 382.75 million. The dividends were paid on 21 May 2021.

On 11 August 2021, the Board of Directors' meeting approved an interim dividend payment in respect of the retained earnings of 2020 at Baht 0.743 per share for 1,740 million ordinary shares totaling Baht 1,292.74 million. The dividends were paid on 10 September 2021.

18 Share-based payments

On 22 December 2020, the Company granted ESOP warrants to the Company's directors, executives and employees which is an equity-settled scheme. The scheme's details are below:

	Grant date	Issued units Units	Exercise ratio Unit/Share	Exercise price Baht/Unit	Units	Exercise period Start	End
KEX - ESOP	22 Dec 2020	40,000,000	1 : 1	28.00	20,000,000 20,000,000	25 Dec 2021 26 Dec 2022	22 Dec 2025 22 Dec 2025

The Group has no legal or constructive obligation to repurchase or settle the options in cash.

As at 30 September 2021, warrants of 38,440,000 units are outstanding (31 December 2020: 39,800,000 units). There were no warrants exercised during the period.

During the nine-month period ended 30 September 2021, Baht 40.87 million has been recognised as share-based payment expense in the statement of comprehensive income, corresponding to share-based payment reserve in equity.

19 Related party transactions

The Group's parent is KLN Logistics (Thailand) Limited which owns 52.14% (2020: 63%) of the Company's shares. The Group's ultimate controlling party is S.F. Holding Co., Ltd., incorporated in People's Republic of China.

Pricing policy regarding business transactions with related entities comprises the followings:

Related transaction	Pricing policy
Sales and service income	Mutually-agreed price by referring to market price or actual cost incurred plus margin
Management service income	Mutually-agreed price by referring to actual cost incurred plus margin
IT Service income	Mutually-agreed price by referring to actual cost incurred plus margin
Commission income	Mutually-agreed price by referring to market price
Interest income	Fixed rate at 2.50% per annum
Rental income	Mutually-agreed price by referring to actual cost incurred plus margin
Cost of services, purchase of equipment and advertising	Mutually-agreed price by referring to market price or actual cost incurred plus margin
Transaction fee	Fixed percentage by referring to market price
Cost of rental and services	Mutually-agreed price by referring to market price
Management fee and IT service fee	Mutually-agreed price by referring to actual cost incurred

The following transactions were carried out with related parties:

19.1 Sales of goods and services

	Consolidated financial information		Separate financial information	
	2021 Thousand Baht	2020 Thousand Baht	2021 Thousand Baht	2020 Thousand Baht
For the nine-month period ended 30 September				
Revenues				
Sales of services to:				
Shareholder	3,613	1,724	3,613	1,724
Related parties	149,963	185,668	149,963	185,668
	153,576	187,392	153,576	187,392
Other income				
Interest income from:				
Subsidiary	-	-	931	-
Management service income from:				
Subsidiary	-	-	5,670	1,260
Commission income from:				
Joint venture of shareholder	5	40	5	40
IT Service income from:				
Related parties	11,902	-	11,902	-
Sales of equipment:				
Related parties	56	54	56	54
Rental income from:				
Shareholder	1	-	1	-
Related parties	4,198	-	4,198	-
	4,199	-	4,199	-

19.2 Purchases of goods and services

	Consolidated financial information		Separate financial information	
	2021 Thousand Baht	2020 Thousand Baht	2021 Thousand Baht	2020 Thousand Baht
For the nine-month period ended 30 September				
Purchases of services from:				
Shareholder	13,677	8,711	13,677	8,711
Subsidiary	-	-	2,603,386	463,456
Related parties	11,133	11,914	11,133	11,914
	24,810	20,625	2,628,196	484,081
Transaction fee:				
Joint venture of shareholder	9,556	12,129	9,556	12,129
Rental and service expenses:				
Shareholder	1,113	1,014	1,113	1,014
Related parties	39,651	42,499	39,651	42,499
	40,764	43,513	40,764	43,513
Payments on lease liabilities:				
Shareholder	2,338	2,125	2,338	2,125
Related parties	84,056	63,197	84,056	63,197
	86,394	65,322	86,394	65,322
Interest expenses on lease liabilities:				
Shareholder	170	233	170	233
Related parties	4,020	2,018	4,020	2,018
	4,190	2,251	4,190	2,251
IT service fee:				
Related parties	10,802	11,217	10,760	11,217

19.3 Outstanding balances arising from sales/purchases of goods/services

The outstanding balances at the end of the reporting period in relation to transactions with related parties are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht
Trade receivables from:				
Shareholder	813	-	813	-
Related parties	28,946	38,708	28,946	38,708
	29,759	38,708	29,759	38,708
Other receivables from:				
Subsidiary	-	-	2,023	674
Related parties	15,124	1,620	15,124	1,620
	15,124	1,620	17,147	2,294

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	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht
Contract assets:				
Shareholder	-	369	-	369
Related parties	4,490	8,551	4,490	8,551
	4,490	8,920	4,490	8,920
Accrued interest income from:				
Subsidiary	-	-	189	325
Deposit and advance to:				
Shareholder	1,219	1,219	1,219	1,219
Related parties	30,590	25,941	30,590	25,941
	31,809	27,160	31,809	27,160
Prepayments:				
Related parties	3,862	-	3,862	-
Trade payables to:				
Subsidiary	-	-	316,263	248,341
Other payables to:				
Subsidiary	-	-	2,084	40,084
Related parties	2,380	11,014	2,380	11,014
	2,380	11,014	4,464	51,098
Cash on delivery payable to:				
Related parties	18,845	10,816	18,845	10,816
Accruals to:				
Shareholder	30	-	30	-
Related parties	4,244	20,903	4,192	20,894
	4,274	20,903	4,222	20,894
Lease liabilities:				
Shareholder	8,781	11,076	8,781	11,076
Related parties	308,437	271,721	308,437	271,721
	317,218	282,797	317,218	282,797
Refundable deposits from:				
Related parties	11,000	21,521	11,000	21,521

19.4 Short-term loans to related party

The movements of short-term loans to related party for the nine-month period ended 30 September 2021 are as follows:

	Separate financial information Thousand Baht
Opening book value, net	60,000
Loan repayment received during the period	(30,000)
Closing book value, net	30,000

The short-term loans to related party are unsecured loans denominated in Thai Baht. The loans bear interest rate at 2.50% per annum. These loans are due on 30 September 2022.

Loan is current portion. The fair value is equal to the book value since the effect of the discount rate is insignificant. The fair value of short-term loan to related party is calculated from future cash flows that is discounted at market interest rates of 2.50%. This is within the level 2 of the fair value hierarchy.

19.5 Key management compensation

Key management includes directors (executive and non-executive), members of the executive committee. The compensation paid or payable to key management for employee services is shown below:

	Consolidated financial information		Separate financial information	
	2021	2020	2021	2020
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
For the nine-month period ended 30 September				
Salaries and other short-term employee benefits	36,361	43,890	36,361	43,890
Post-employment benefits	1,039	769	1,039	769
Share-based payments	12,547	-	12,547	-
	49,947	44,659	49,947	44,659

20 Commitments and contingent liabilities

20.1 Capital expenditure commitments

Capital expenditure contracted as at the statement of financial position date but not recognised as liabilities is as follows:

	Consolidated financial information		Separate financial information	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Purchases of equipment	380,564	19,668	1,153,152	792,257
Purchases of intangible assets	23,150	3,685	23,150	3,685
	403,714	23,353	1,176,302	795,942

Capital expenditures arisen from purchases of equipment in the separate financial information include the Company's commitments to purchase pick-up trucks from lessors at end of lease contracts of subsidiary during 2022 to 2023.

20.2 Leases - where the Group is lessee

The Group entered into various leases in respect of parcel shops, offices, warehouses and vehicles which are non-cancellable agreements. The majority of lease terms are between 1 year and 5 years renewable at the end of the lease period at market rate.

Commitments for minimum lease payments and related services in relation to non-cancellable leases of parcel shops, offices, warehouses and vehicles, which are not recognised in statement of financial position, are as follows:

	Consolidated financial information		Separate financial information	
	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht	30 September 2021 Thousand Baht	31 December 2020 Thousand Baht
Within 1 year	372,290	443,406	372,290	435,745
Later than 1 year but not later than 5 years	48,231	105,622	48,231	105,622
Later than 5 years	-	1,569	-	1,569
Total	420,521	550,597	420,521	542,936

20.3 Letters of bank guarantee

As at 30 September 2021, the Group has letters of bank guarantee issued by a bank for the purpose of the ordinary course of business amounting to Baht 199.75 million (31 December 2020: Baht 204.04 million).

20.4 Guarantee

As at 30 September 2021, the Company guarantees to lessors under the lease contracts of trucks and pick-up trucks which are leased by a subsidiary. The guarantees are the full amount of lease payments amounting to Baht 3,233 million (31 December 2020: Baht 4,000.44 million).