

**KERRY EXPRESS (THAILAND) PUBLIC COMPANY LIMITED**

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

**30 JUNE 2024**

## 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 (the Group), and the interim separate financial information of Kerry Express (Thailand) Public Company Limited (the Company). These comprise the consolidated and separate statements of financial position as at 30 June 2024, the related consolidated and separate statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated and separate statements of changes in equity and cash flows for the six-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".

### Emphasis of matter

I draw attention to note 3 of the interim financial information. It describes the financial position and equity and paid-up share capital ratio of the Group and the Company in which the equity is less than 50 percent of the paid-up share capital. This financial ratio has meant that the Stock Exchange of Thailand (SET) will post a C (Caution) sign on the Company's securities. My conclusion is not modified in respect of this matter.

PricewaterhouseCoopers ABAS Ltd.

**Nopanuch Apichatsatien**  
Certified Public Accountant (Thailand) No. 5266  
Bangkok  
14 August 2024

**Kerry Express (Thailand) Public Company Limited**

**Statements of Financial Position**

**As at 30 June 2024**

	Notes	Consolidated financial information		Separate financial information	
		Unaudited 30 June 2024 Thousand Baht	Restated Audited 31 December 2023 Thousand Baht	Unaudited 30 June 2024 Thousand Baht	Restated Audited 31 December 2023 Thousand Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		513,278	736,326	468,174	722,738
Trade and other current receivables, net	11	1,672,472	1,338,333	1,672,719	1,336,741
Inventories	12	35,160	52,738	35,160	52,738
Other current assets		70,551	116,622	67,727	113,708
<b>Total current assets</b>		<b>2,291,461</b>	<b>2,244,019</b>	<b>2,243,780</b>	<b>2,225,925</b>
<b>Non-current assets</b>					
Investment in associate	13	14,162	16,080	18,000	18,000
Investment in subsidiaries	14	-	-	67,529	49,529
Loan to a subsidiary	24.4	-	-	782,100	782,100
Plant and equipment, net	15	2,006,679	2,145,970	1,181,058	1,310,465
Right-of-use assets, net	15	1,923,826	2,449,281	836,225	987,462
Intangible assets, net	15	147,227	176,475	146,865	176,060
Deferred tax assets	7, 16	1,462,384	1,529,340	1,458,993	1,546,302
Other non-current assets		456,456	447,958	435,646	423,308
<b>Total non-current assets</b>		<b>6,010,734</b>	<b>6,765,104</b>	<b>4,926,416</b>	<b>5,293,226</b>
<b>Total assets</b>		<b>8,302,195</b>	<b>9,009,123</b>	<b>7,170,196</b>	<b>7,519,151</b>

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 June 2024**

	Notes	Consolidated financial information		Separate financial information	
		Unaudited 30 June 2024 Thousand Baht	Restated Audited 31 December 2023 Thousand Baht	Unaudited 30 June 2024 Thousand Baht	Restated Audited 31 December 2023 Thousand Baht
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Short-term borrowings					
from financial institutions	17	400,000	300,000	400,000	300,000
Short-term borrowings					
from a related party	24.5	3,200,000	1,300,000	3,200,000	1,300,000
Current portion of long-term borrowings					
from financial institution	17	11,160	11,160	-	-
Trade and other current payables	18	1,823,837	1,717,749	2,124,895	1,952,757
Cash on delivery payable		482,576	614,810	482,576	614,810
Deferred revenue		12,816	9,700	12,816	9,700
Current portion of lease liabilities	19	1,149,076	1,441,097	384,561	453,033
Other current liabilities		21,866	23,330	21,695	21,344
<b>Total current liabilities</b>		<b>7,101,331</b>	<b>5,417,846</b>	<b>6,626,543</b>	<b>4,651,644</b>
<b>Non-current liabilities</b>					
Long-term borrowings					
from financial institution	17	23,960	29,540	-	-
Lease liabilities	19	622,345	775,274	452,267	526,354
Employee benefit obligations		149,285	131,656	121,136	106,941
Other non-current liabilities		56,892	58,490	56,666	57,761
<b>Total non-current liabilities</b>		<b>852,482</b>	<b>994,960</b>	<b>630,069</b>	<b>691,056</b>
<b>Total liabilities</b>		<b>7,953,813</b>	<b>6,412,806</b>	<b>7,256,612</b>	<b>5,342,700</b>

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 June 2024**

	Consolidated financial information		Separate financial information	
	Unaudited 30 June 2024 Thousand Baht	Restated Audited 31 December 2023 Thousand Baht	Unaudited 30 June 2024 Thousand Baht	Restated Audited 31 December 2023 Thousand Baht
Note				
<b>Liabilities and equity (Cont'd)</b>				
<b>Equity</b>				
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, 1,742,577,000 shares paid-up at Baht 0.50 each				
	871,289	871,289	871,289	871,289
	8,139,148	8,139,148	8,139,148	8,139,148
	87,981	87,981	87,981	87,981
Retained earnings (deficits)				
	89,000	89,000	89,000	89,000
	7 (8,832,070)	(6,580,737)	(9,273,834)	(7,010,967)
	355,348	2,606,681	(86,416)	2,176,451
	(6,966)	(10,364)	-	-
<b>Total equity</b>	<b>348,382</b>	<b>2,596,317</b>	<b>(86,416)</b>	<b>2,176,451</b>
<b>Total liabilities and equity</b>	<b>8,302,195</b>	<b>9,009,123</b>	<b>7,170,196</b>	<b>7,519,151</b>

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 June 2024**

	Notes	Consolidated		Separate	
		financial information		financial information	
		2024	Restated 2023	2024	Restated 2023
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Sales and services income		2,653,596	2,923,335	2,645,099	2,913,875
Cost of sales and providing services		(3,253,672)	(3,814,766)	(3,304,575)	(3,864,206)
<b>Gross loss</b>		(600,076)	(891,431)	(659,476)	(950,331)
Other income		20,852	24,688	28,179	23,972
Selling expenses		(36,087)	(84,673)	(36,086)	(84,672)
Administrative expenses		(352,662)	(364,123)	(352,285)	(363,546)
Finance costs		(29,758)	(14,996)	(21,593)	(5,769)
Share of loss of associate accounted for using the equity method		(975)	(378)	-	-
<b>Loss before income tax</b>		(998,706)	(1,330,913)	(1,041,261)	(1,380,346)
Income tax	7	(67,168)	283,232	(78,753)	281,853
<b>Net loss for the period</b>		(1,065,874)	(1,047,681)	(1,120,014)	(1,098,493)
<b>Other comprehensive income (expense) :</b>					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Changes in fair value of debt instruments at fair value through other comprehensive income, net of tax		-	3,204	-	3,204
Total items that will be reclassified subsequently to profit or loss		-	3,204	-	3,204
<b>Other comprehensive income (expense) for the period, net of tax</b>		-	3,204	-	3,204
<b>Total comprehensive expense for the period</b>		(1,065,874)	(1,044,477)	(1,120,014)	(1,095,289)
<b>Loss attributable to :</b>					
Owners of the Company		(1,063,044)	(1,041,676)	(1,120,014)	(1,098,493)
Non-controlling interests		(2,830)	(6,005)	-	-
		(1,065,874)	(1,047,681)	(1,120,014)	(1,098,493)
<b>Total comprehensive expense attributable to :</b>					
Owners of the Company		(1,063,044)	(1,038,472)	(1,120,014)	(1,095,289)
Non-controlling interests		(2,830)	(6,005)	-	-
		(1,065,874)	(1,044,477)	(1,120,014)	(1,095,289)
<b>Loss per share</b>					
Basic loss per share (Baht)	23	(0.610)	(0.598)	(0.643)	(0.630)
Diluted loss per share (Baht)	23	(0.610)	(0.598)	(0.643)	(0.630)

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 six-month period ended 30 June 2024**

	Notes	Consolidated financial information		Separate financial information	
		2024	Restated 2023	2024	Restated 2023
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Sales and services income	20	5,212,549	6,053,911	5,196,484	6,036,519
Cost of sales and providing services		(6,597,468)	(7,538,975)	(6,614,936)	(7,602,616)
<b>Gross loss</b>		(1,384,919)	(1,485,064)	(1,418,452)	(1,566,097)
Other income	21	41,590	39,594	56,164	47,614
Selling expenses		(87,633)	(150,256)	(87,632)	(150,254)
Administrative expenses		(685,992)	(686,122)	(684,726)	(672,590)
Finance costs		(58,134)	(29,798)	(40,912)	(11,744)
Share of loss of associate accounted for using the equity method	13	(1,918)	(378)	-	-
<b>Loss before income tax</b>		(2,177,006)	(2,312,024)	(2,175,558)	(2,353,071)
Income tax	7, 22	(82,929)	467,534	(87,309)	468,815
<b>Net loss for the period</b>		(2,259,935)	(1,844,490)	(2,262,867)	(1,884,256)
<b>Other comprehensive income (expense) :</b>					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Changes in fair value of debt instruments at fair value through other comprehensive income, net of tax					
		-	7,172	-	7,172
Total items that will be reclassified subsequently to profit or loss					
		-	7,172	-	7,172
<b>Other comprehensive (income) expense for the period, net of tax</b>					
		-	7,172	-	7,172
<b>Total comprehensive expense for the period</b>					
		(2,259,935)	(1,837,318)	(2,262,867)	(1,877,084)
<b>Loss attributable to :</b>					
Owners of the Company		(2,251,333)	(1,832,596)	(2,262,867)	(1,884,256)
Non-controlling interests		(8,602)	(11,894)	-	-
		(2,259,935)	(1,844,490)	(2,262,867)	(1,884,256)
<b>Total comprehensive expense attributable to :</b>					
Owners of the Company		(2,251,333)	(1,825,424)	(2,262,867)	(1,877,084)
Non-controlling interests		(8,602)	(11,894)	-	-
		(2,259,935)	(1,837,318)	(2,262,867)	(1,877,084)
<b>Loss per share</b>					
Basic loss per share (Baht)	23	(1.292)	(1.052)	(1.299)	(1.081)
Diluted loss per share (Baht)	23	(1.292)	(1.052)	(1.299)	(1.081)

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 six-month period ended 30 June 2024

Consolidated financial information										
Attributable to owners of the Company										
	Notes				Retained earnings (deficits)		Other components of equity		Non-controlling interests	Total equity
		Issued and paid-up share capital	Share premium	Other reserves - share-based payments	Appropriated - legal reserve	Unappropriated (deficits)	Measurement of debt instruments at fair value through other comprehensive income	Total owners of the parent		
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Balance at 31 December 2022</b>										
- previously reported		871,289	8,139,148	87,981	89,000	(2,680,398)	(7,172)	6,499,848	(2,161)	6,497,687
Retrospective adjustments from changes in accounting policy	7	-	-	-	-	(29,145)	-	(29,145)	-	(29,145)
<b>Balance at 1 January 2023 - restated</b>		871,289	8,139,148	87,981	89,000	(2,709,543)	(7,172)	6,470,703	(2,161)	6,468,542
<b>Changes in equity for the six-month period ended 30 June 2023</b>										
Impact of adoption of amended financial reporting standards	7	-	-	-	-	2,627	-	2,627	-	2,627
Issue of shares of subsidiaries	14	-	-	-	-	-	-	-	12,000	12,000
Total comprehensive income (expense) for the period		-	-	-	-	(1,835,223)	7,172	(1,828,051)	(11,894)	(1,839,945)
<b>Closing balance at 30 June 2023</b>		871,289	8,139,148	87,981	89,000	(4,542,139)	-	4,645,279	(2,055)	4,643,224

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



**Kerry Express (Thailand) Public Company Limited**  
**Statements of Changes in Equity (Unaudited) (Cont'd)**  
**For the six-month period ended 30 June 2024**

Consolidated financial information									
Attributable to owners of the Company									
	Notes	Issued and paid-up share capital Thousand Baht	Share premium Thousand Baht	Other reserves - share-based payments Thousand Baht	Retained earnings (deficits)		Total owners of the parent Thousand Baht	Non- controlling interests Thousand Baht	Total equity Thousand Baht
					Appropriated - legal reserve Thousand Baht	Unappropriated (deficits) Thousand Baht			
<b>Balance at 31 December 2023</b>									
- previously reported		871,289	8,139,148	87,981	89,000	(6,534,155)	2,653,263	(10,364)	2,642,899
Retrospective adjustments from changes in accounting policy	7	-	-	-	-	(46,582)	(46,582)	-	(46,582)
<b>Balance at 1 January 2024</b>									
- restated		871,289	8,139,148	87,981	89,000	(6,580,737)	2,606,681	(10,364)	2,596,317
<b>Changes in equity for the six-month period ended 30 June 2024</b>									
Capital increase of subsidiary	14	-	-	-	-	-	-	12,000	12,000
Total comprehensive expense for the period		-	-	-	-	(2,251,333)	(2,251,333)	(8,602)	(2,259,935)
<b>Closing balance at 30 June 2024</b>		<b>871,289</b>	<b>8,139,148</b>	<b>87,981</b>	<b>89,000</b>	<b>(8,832,070)</b>	<b>355,348</b>	<b>(6,966)</b>	<b>348,382</b>

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

Kerry Express (Thailand) Public Company Limited  
 Statements of Changes in Equity (Unaudited) (Cont'd)  
 For the six-month period ended 30 June 2024

	Separate financial information							Total equity Thousand Baht
	Note	Issued and paid-up share capital Thousand Baht	Share premium Thousand Baht	Other reserves - share-based payments Thousand Baht	Retained earnings (deficits)		Other components of equity	
					Appropriated - legal reserve Thousand Baht	Unappropriated (deficits) Thousand Baht	Measurement of debt instruments at fair value through other comprehensive income	
							Thousand Baht	
<b>Balance at 31 December 2022</b>								
- previously reported		871,289	8,139,148	87,981	89,000	(3,024,659)	(7,172)	6,155,587
Retrospective adjustments from changes in accounting policy	7	-	-	-	-	(118)	-	(118)
<b>Balance at 1 January 2023 - restated</b>		871,289	8,139,148	87,981	89,000	(3,024,777)	(7,172)	6,155,469
<b>Changes in equity for the six-month period ended 30 June 2023</b>								
Impact of adoption of amended financial reporting standards	7	-	-	-	-	1,346	-	1,346
Total comprehensive income (expense) for the period		-	-	-	-	(1,885,602)	7,172	(1,878,430)
<b>Closing balance at 30 June 2023</b>		<u>871,289</u>	<u>8,139,148</u>	<u>87,981</u>	<u>89,000</u>	<u>(4,909,033)</u>	<u>-</u>	<u>4,278,385</u>

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

**Kerry Express (Thailand) Public Company Limited**  
**Statements of Changes in Equity (Unaudited) (Cont'd)**  
**For the six-month period ended 30 June 2024**

Separate financial information							
	Note	Issued and paid-up share capital Thousand Baht	Share premium Thousand Baht	Other reserves - share-based payments Thousand Baht	Retained earnings (deficits)		Total equity Thousand Baht
					Appropriated - legal reserve Thousand Baht	Unappropriated (deficits) Thousand Baht	
<b>Balance at 31 December 2023</b>							
- previously reported		871,289	8,139,148	87,981	89,000	(7,009,352)	2,178,066
Retrospective adjustments from changes in accounting policy	7	-	-	-	-	(1,615)	(1,615)
<b>Balance at 1 January 2024 - restated</b>		871,289	8,139,148	87,981	89,000	(7,010,967)	2,176,451
<b>Changes in equity for the six-month period ended 30 June 2024</b>							
Total comprehensive expense for the period		-	-	-	-	(2,262,867)	(2,262,867)
<b>Closing balance at 30 June 2024</b>		<u>871,289</u>	<u>8,139,148</u>	<u>87,981</u>	<u>89,000</u>	<u>(9,273,834)</u>	<u>(86,416)</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 six-month period ended 30 June 2024**

	Notes	Consolidated		Separate	
		financial information		financial information	
		2024	2023	2024	2023
		Thousand	Thousand	Thousand	Thousand
		Baht	Baht	Baht	Baht
<b>Cash flows from operating activities</b>					
Loss before income tax		(2,177,006)	(2,312,024)	(2,175,558)	(2,353,071)
Adjustments for:					
Depreciation and amortisation expenses	15	923,596	1,127,644	510,447	679,141
Allowance for expected credit loss		35,208	2,916	35,274	2,916
Employee benefits expenses		17,629	19,731	14,195	15,292
Gain from sales of equipment	21	(3,439)	(579)	(3,439)	(579)
Loss from disposal and written-off of equipment		22,454	23,148	19,048	23,120
Loss from provision for impairment of equipment	15	138,503	-	138,503	-
Loss from disposal and written-off of intangible assets		-	1,511	-	1,506
Loss from provision for impairment of intangible assets	15	1,902	-	1,902	-
Reversal of provision for decommissioning		(465)	(4,854)	(465)	(4,854)
(Gain) loss from cancellation of lease contracts		363	8,329	(1,235)	(7,230)
Loss from written-off of deposits		13,363	69,643	13,340	69,643
Gain from disposal of financial assets					
measured at fair value through profit or loss		-	(1,914)	-	(1,914)
Loss from changes in fair value					
of financial assets measured					
at fair value through profit or loss		-	1,025	-	1,025
Loss from disposal of financial assets					
measured at fair value through					
other comprehensive income		-	11,683	-	11,683
Interest income	21	(1,431)	(5,400)	(11,121)	(15,069)
Share of loss of associate accounted for					
using the equity method	13	1,918	378	-	-
Finance costs		58,134	29,798	40,912	11,744
Changes in working capital					
- Trade and other receivables		(369,351)	308,013	(372,487)	337,705
- Inventories		17,578	38,418	17,578	38,418
- Other current assets		46,071	(6,681)	45,981	(6,754)
- Trade and other payables		70,317	(345,959)	136,361	(359,536)
- Cash on delivery payable		(132,234)	(260,670)	(132,234)	(260,670)
- Contract liabilities		3,116	(25,554)	3,116	(25,554)
- Other current liabilities		(1,464)	(16,036)	351	(16,365)
- Other non-current liabilities		(1,475)	(1,065)	(972)	(1,085)
Cash used in operations		(1,336,713)	(1,338,499)	(1,720,503)	(1,860,488)
Interest received		1,435	20,138	12,356	9,130
Interest paid		(35,700)	(39,882)	(18,472)	(10,842)
Income tax paid		(45,174)	(65,046)	(32,920)	(49,097)
Net cash used in operating activities		(1,416,152)	(1,423,289)	(1,759,539)	(1,911,297)

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 six-month period ended 30 June 2024**

	Notes	Consolidated		Separate	
		financial information		financial information	
		2024	2023	2024	2023
		Thousand	Thousand	Thousand	Thousand
		Baht	Baht	Baht	Baht
<b>Cash flow from investing activities</b>					
Proceeds from disposals of financial assets					
measured at fair value through profit or loss		-	169,818	-	169,818
Proceeds from disposals of financial assets					
measured at fair value through					
other comprehensive income		-	659,077	-	659,077
Cash payment for purchases of plant and equipment		(236,161)	(123,958)	(235,881)	(93,481)
Cash payment for purchases of intangible assets		(781)	(34,492)	(781)	(34,492)
Cash received from disposal of equipment		3,714	1,827	3,714	2,444
Cash received from disposal of intangible assets		-	-	-	108
Cash payment for investments in subsidiary	14	-	-	(18,000)	(18,000)
Cash payment for investment in associate		-	(18,000)	-	(18,000)
Cash payment for deposits		(10,020)	(12,079)	(10,020)	(12,009)
Cash received for deposits		15,776	7,237	15,678	7,237
Net cash generated from (used in) investing activities		(227,472)	649,430	(245,290)	662,702
<b>Cash flows from financing activities</b>					
Cash received from short-term borrowings					
from financial institutions	17	400,000	-	400,000	-
Cash received from short-term borrowings					
from a related party	24.5	1,900,000	-	1,900,000	-
Cash received from long-term borrowings					
from financial institutions		-	11,700	-	-
Cash repayment to short-term borrowings					
from financial institutions	17	(300,000)	-	(300,000)	-
Cash repayments to long-term					
borrowings from financial institutions		(5,580)	(3,720)	-	-
Cash payment for lease liabilities	19	(585,844)	(716,925)	(249,735)	(279,921)
Proceeds from capital increase of subsidiary	14	12,000	12,000	-	-
Net cash generated from (used in) financing activities		1,420,576	(696,945)	1,750,265	(279,921)
<b>Net decrease in cash and cash equivalents</b>		(223,048)	(1,470,804)	(254,564)	(1,528,516)
Opening balance of cash and cash equivalents		736,326	2,163,030	722,738	2,103,136
<b>Closing balance of cash and cash equivalents</b>		<b>513,278</b>	<b>692,226</b>	<b>468,174</b>	<b>574,620</b>

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 six-month period ended 30 June 2024**

	Note	Consolidated financial information		Separate financial information	
		2024	2023	2024	2023
		Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Significant non-cash transactions</b>					
Purchases of plant and equipment by credit		79,567	3,657	79,567	3,657
Change in fair value of financial assets through other comprehensive income		-	8,965	-	8,965
Provision arising from decommissioning costs		342	902	342	902
Acquisition of right-of-use assets under lease contracts	15	137,615	247,088	137,615	154,444
Change in right-of-use assets under lease contracts from lease modification and measurement	15	28,724	113,214	(4,994)	(1,545)
Equipment transferred to non-current assets held for sale		-	206	-	206
Transfer right-of-use assets to plant and equipment	15	161,983	86,376	-	-

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

**Kerry Express (Thailand) Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the six-month period ended 30 June 2024**

**1 General information**

Kerry Express (Thailand) Public Company Limited is a public limited company which listed on the Stock Exchange of Thailand, 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 Moo 7, Bang Pla, Bang Phli, Samut Prakarn, 10540.

The principal business operations of the Company and its subsidiaries (together "the Group") is domestic and international parcel delivery service. The intermediate parent company is S.F. Holding Co., Ltd., which is a listed company on the Shenzhen Stock Exchange (Note 2), (as at 31 December 2023, the intermediate parent company is Kerry Logistics Network Limited (KLN), incorporated in the British Virgin Islands and continued into Bermuda). The ultimate parent company is Shenzhen Mingde Holding Development Co., Ltd., a parent company of S.F. Holding Co., Ltd.

The Company changed its name from Kerry Express (Thailand) Public Company Limited to KEX Express (Thailand) Public Company Limited. The Company notified the name change with the Department of Business Development Ministry of Commerce on 26 July 2024.

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 Board of Directors on 14 August 2024.

**2 Significant events during the current period**

As Kerry Logistics Network Limited ("KLN"), has disclosed on the Stock Exchange of Hong Kong Limited on 29 December 2023 and the Company's notification to the Stock Exchange of Thailand on 2 January 2024 in relation to KLN's conditional declaration of a special interim dividend to be effected by way of a distribution in specie of its 907,200,000 Company's shares (representing of 52.1% of all issued Company's shares) indirectly held through KLN Logistics (Thailand) Limited ("KLNTH") ("DIS Transaction") which is subject to the satisfaction of the condition of KLN obtaining a waiver from the Office of the Securities and Exchange Commission ("SEC") in respect of its tender offer obligations arising out of the DIS Transaction under the law ("DIS Condition").

On 5 February 2024, the Company announced to the Stock Exchange of Thailand, on the satisfaction of the DIS Condition resulting to SF International Holding (Thailand) Co., Ltd. ("SFTH"), which previously holds 1,000 Company's shares, become to hold another 467,373,855 Company's shares (through acquiring such shares from Flourish Harmony Holdings Company Limited ("FHHL"), one of the KLN shareholders, on the same day as the completion of the DIS Transaction). As a result, SFTH became the Company's parent company, holding 26.8% of all issued shares of the Company. This will also require SFTH to make a mandatory tender offer to acquire all issued shares of the Company.

SFTH conducted the tender offer for the securities of the Company during 13 February 2024 to 22 March 2024 (the "Tender Offer"). Then, the Company announced to the Stock Exchange of Thailand that the DIS Transaction and Tender Offer has now been completed on 26 March 2024. Resulting in the Company's major shareholders having been changed, SFTH is the parent company, S.F. Holding Co., Ltd., which is a listed company on the Shenzhen Stock Exchange, became the intermediate parent company and Shenzhen Mingde Holding Development Co., Ltd., is an ultimate parent company. Details of the major shareholders are summarised as the below table. This whereby KLNTH no longer holds any of the Company's shares and the Company now ceases to be a direct subsidiary of KLNTH and an indirect subsidiary of KLN.

Major shareholders of the Company	Prior to the DIS Transaction (as at date of KLN's Public Announcement)		After the DIS Transaction and Tender Offer results	
	No. of shares	Percentage of shares with voting rights of the Company	No. of shares	Percentage of shares with voting rights of the Company
KLNTH	907,200,000	52.1	-	-
SFTH	1,000	0.0	1,091,818,327	62.7
VGI Public Company Limited	269,230,900	15.5	-	-
BTS Group Holdings Public Company Limited	98,918,500	5.6	51,561,600	3.0
Kerry Properties Limited *	-	-	189,067,095	10.8
Other shareholders (on the Stock Exchange of Thailand)	467,226,600	26.8	410,129,978	23.5
Total	1,742,577,000	100.0	1,742,577,000	100.0

\* Kerry Properties Limited is a listed company on the Stock Exchange of Hong Kong Limited which Kerry Group Limited, a Cayman Islands exempted company, is the ultimate parent company.

### **3 Financial position and equity and paid-up share capital ratio**

#### **Financial position**

As at 30 June 2024, the Company and the Group, have a deficiency of capital of Baht 9,273.83 million and Baht 8,832.07 million, respectively, and a working capital deficiency of Baht 4,382.76 million and Baht 4,809.87 million, respectively. During the interim period ended on that date, the Company has also generated operating losses and negative operating cash flows same as the year ended 31 December 2023. The Company and the Group meet its day-to-day working capital requirements through its major shareholder and bank facilities. During the current period, there has been a significant change in the shareholder structure (Note 2) which resulted in amendment of existing credit facilities that the Company has received from financial institutions to reflect this change.

Based on an assessment by the management of the Group, considering the amount of remaining credit facilities not utilised by the financial institutions and the plan for offering additional share capital to the existing shareholders of the Company in proportion to their respective shareholding (Rights Offering) (Note 26), it is indicated that the Group will be able to operate within the level of its current facilities. Therefore, the Company and the Group continue to adopt the going concern basis in preparing the financial information.

#### **Equity and paid-up share capital ratio**

As at 30 June 2024, the interim consolidated and separate financial information shows that the equity is equal to 39.98% and -9.92% of the paid-up share capital, respectively. This financial ratio is less than 50% which will mean that the Stock Exchange of Thailand (SET) will post a C (Caution) sign on the Company's securities in accordance with the Regulation of the SET: Measure in case of Events that may affect the Listed Companies' Financial Condition and Business Operation B.E. 2561 (2018). The Company will convene a meeting as per SET requirement to provide information and decide on a plan to deal with this event with shareholders, investors and concerned parties.

### **4 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 information for the year ended 31 December 2023.

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.

### **5 Accounting policies**

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial information for the year ended 31 December 2023, except for the adoption of the new and amended financial reporting standards as described in Note 6.

### **6 Adoption of amended financial reporting standards and change in accounting policies**

#### **6.1 Amended financial reporting standards that are effective for the accounting period beginning on or after 1 January 2024 and have impacts on the Group.**

##### **a) Amendments to TAS 12 - Income taxes**

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



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

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

The cumulative effect of recognising these adjustments is recognised at the beginning of retained earnings or any other component of equity, as appropriate. Impacts from application of this matter are described in Note 7.

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

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

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

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

Management considers that item a.2) does not have a significant impact to the Group.

## 7 Impacts from initial application of revised financial reporting standards

This note explains the impact of the adoption of amendments to TAS 12 - Income taxes on the Group's consolidated financial information and the Company's separate financial information. The Group and the Company have adopted those accounting policies by recognising the cumulative effect of initial application in the opening balance of retained earnings as at 1 January 2023. Therefore, the adjustments arising from the changes in accounting policies were recognised transactions that occur on 1 January 2023.

The impact of the adoption of amendments to TAS 12 which related to the recognition of deferred tax related to right-of-use assets and lease liabilities on the consolidated and separate statements of financial position are as follows:

	Consolidated financial information		
	Reported 31 December 2022 Thousand Baht	Impact Thousand Baht	Restated 1 January 2023 Thousand Baht
<b>Statement of financial position</b>			
<b>Non-current assets</b>			
Deferred tax assets	879,460	(29,145)	850,315
<b>Total assets affected</b>	879,460	(29,145)	850,315
<b>Equity</b>			
Deficits	2,680,398	29,145	2,709,543
<b>Total equity affected</b>	2,680,398	29,145	2,709,543

**Kerry Express (Thailand) Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the six-month period ended 30 June 2024**

	<b>Consolidated financial information</b>		
	<b>Reported</b>	<b>Impact</b>	<b>Restated</b>
	<b>31 December</b>		<b>1 January</b>
	<b>2023</b>		<b>2024</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Statement of financial position</b>			
<b>Non-current assets</b>			
Deferred tax assets	1,575,922	(46,582)	1,529,340
<b>Total assets affected</b>	1,575,922	(46,582)	1,529,340
<b>Equity</b>			
Deficits	6,534,155	46,582	6,580,737
<b>Total equity affected</b>	6,534,155	46,582	6,580,737

	<b>Separate financial information</b>		
	<b>Reported</b>	<b>Impact</b>	<b>Restated</b>
	<b>31 December</b>		<b>1 January</b>
	<b>2022</b>		<b>2023</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Statement of financial position</b>			
<b>Non-current assets</b>			
Deferred tax assets	863,658	(118)	863,540
<b>Total assets affected</b>	863,658	(118)	863,540
<b>Equity</b>			
Deficits	3,024,659	118	3,024,777
<b>Total equity affected</b>	3,024,659	118	3,024,777

	<b>Separate financial information</b>		
	<b>Reported</b>	<b>Impact</b>	<b>Restated</b>
	<b>31 December</b>		<b>1 January</b>
	<b>2023</b>		<b>2024</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Statement of financial position</b>			
<b>Non-current assets</b>			
Deferred tax assets	1,547,917	(1,615)	1,546,302
<b>Total assets affected</b>	1,547,917	(1,615)	1,546,302
<b>Equity</b>			
Deficits	7,009,352	1,615	7,010,967
<b>Total equity affected</b>	7,009,352	1,615	7,010,967

The impact of the adoption of amendments to TAS 12 which related to the recognition of deferred tax related to right-of-use assets and lease liabilities on the consolidated and separate statements of comprehensive income for the three-month and six-month period ended 30 June 2023 are as follows:

	<b>Consolidated financial information</b>		
	<b>Reported</b>	<b>Impact</b>	<b>Restated</b>
	<b>For the three-month period ended 30 June 2023</b>		<b>For the three-month period ended 30 June 2023</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Statements of Comprehensive Income</b>			
Income tax	277,178	6,054	283,232
<b>Loss attributable to:</b>			
Owners of the parent	(1,047,730)	6,054	(1,041,676)
<b>Total comprehensive income (expense) attributable to:</b>			
Owners of the parent	(1,044,526)	6,054	(1,038,472)
<b>Loss per share</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Basic loss per share	(0.601)	0.003	(0.598)

**Kerry Express (Thailand) Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the six-month period ended 30 June 2024**

	<b>Consolidated financial information</b>		
	<b>Reported Thousand Baht</b>	<b>Impact Thousand Baht</b>	<b>Restated Thousand Baht</b>
<b>Statements of Comprehensive Income</b> <b>For the six-month period ended 30 June 2023</b>			
Income tax	464,907	2,627	467,534
<b>Loss attributable to:</b> Owners of the parent	(1,835,223)	2,627	(1,832,596)
<b>Total comprehensive income (expense) attributable to:</b> Owners of the parent	(1,828,051)	2,627	(1,825,424)
<b>Loss per share</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Basic loss per share	(1.053)	0.001	(1.052)
	<b>Separate financial information</b>		
	<b>Reported Thousand Baht</b>	<b>Impact Thousand Baht</b>	<b>Restated Thousand Baht</b>
<b>Statements of Comprehensive Income</b> <b>For the three-month period ended 30 June 2023</b>			
Income tax	279,266	2,587	281,853
<b>Loss attributable to:</b> Owners of the parent	(1,101,080)	2,587	(1,098,493)
<b>Total comprehensive income (expense) attributable to:</b> Owners of the parent	(1,097,876)	2,587	(1,095,289)
<b>Loss per share</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Basic loss per share	(0.632)	0.002	(0.630)
	<b>Separate financial information</b>		
	<b>Reported Thousand Baht</b>	<b>Impact Thousand Baht</b>	<b>Restated Thousand Baht</b>
<b>Statements of Comprehensive Income</b> <b>For the six-month period ended 30 June 2023</b>			
Income tax	467,469	1,346	468,815
<b>Loss attributable to:</b> Owners of the parent	(1,885,602)	1,346	(1,884,256)
<b>Total comprehensive income (expense) attributable to:</b> Owners of the parent	(1,878,430)	1,346	(1,877,084)
<b>Loss per share</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
Basic loss per share	(1.082)	0.001	(1.081)

## 8 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.

## 9 Segment information

The Group has not presented segment information since the Chief Operating Decision-Maker considers the Group mainly 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 information. The revenue by group of customers is disclosed in note 20.

**10 Financial assets measured at fair value**

As at 30 June 2024, the Group and the Company has financial assets and financial liabilities carried at amortised cost which their fair values are approximately to the carrying amounts as follows:

**Consolidated Financial Statement**

**Financial assets**

- Cash and cash equivalents
- Trade and other current receivables
- Deposits

**Financial liabilities**

- Trade and other current payables
- Cash on delivery payable
- Deferred revenue
- Short-term borrowings from financial institutions
- Short-term borrowings from a related party
- Current portion of long-term borrowings from financial institution

**Separate Financial Statement**

**Financial assets**

- Cash and cash equivalents
- Trade and other current receivables
- Loans to subsidiaries
- Deposits

**Financial liabilities**

- Trade and other current payables
- Cash on delivery payable
- Deferred revenue
- Short-term borrowings from financial institutions
- Short-term borrowings from a related party

**11 Trade and other current receivables, net**

	Consolidated financial information		Separate financial information	
	30 June 2024 Thousand Baht	31 December 2023 Thousand Baht	30 June 2024 Thousand Baht	31 December 2023 Thousand Baht
Trade receivables - third parties	902,214	754,640	897,440	749,425
- related parties (note 24.3)	224,811	133,112	225,323	133,296
Contract assets - third parties	248,839	241,689	245,867	239,461
- related parties (note 24.3)	161,449	123,004	163,907	125,012
<u>Less</u> Allowance for expected credit loss	(59,309)	(24,101)	(58,774)	(23,500)
Trade receivables, net	1,478,004	1,228,344	1,473,763	1,223,694
Other current receivables - third parties	75,867	-	75,867	-
- related parties (note 24.3)	40,890	17,718	42,384	19,589
Accrued interest income - third parties	282	286	282	286
- related parties (note 24.3)	-	-	29,302	30,533
Prepayments	77,429	91,985	51,121	62,639
<b>Total</b>	<b>1,672,472</b>	<b>1,338,333</b>	<b>1,672,719</b>	<b>1,336,741</b>

**Kerry Express (Thailand) Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the six-month period ended 30 June 2024**

As at 30 June 2024 and 31 December 2023, trade receivables and contract assets, included in trade and other current receivables in the statements of financial position, can be analysed by aging as follows:

	Consolidated financial information		Separate financial information	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Up to 3 months	1,291,112	1,176,580	1,287,314	1,172,529
3 - 6 months	134,535	42,850	134,535	42,634
6 - 12 months	79,035	15,318	78,362	14,686
Over 12 months	32,631	17,697	32,326	17,345
	1,537,313	1,252,445	1,532,537	1,247,194
Less Allowance for expected credit loss	(59,309)	(24,101)	(58,774)	(23,500)
Total	1,478,004	1,228,344	1,473,763	1,223,694

## 12 Inventories

	Consolidated financial information		Separate financial information	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Boxes	9,739	10,960	9,739	10,960
Satchels	3,332	10,925	3,332	10,925
Labels and tapes	8,576	14,668	8,576	14,668
Others	13,513	16,185	13,513	16,185
Total	35,160	52,738	35,160	52,738

## 13 Investment in associate

As at 30 June 2024, and 31 December 2023 investment in associate is as follows:

Entity name	Country of incorporation	Nature of business	% of ownership interest		Consolidated financial information		Separate financial information	
			2024 %	2023 %	Investment at equity method		Investment at cost method	
					2024 Thousand Baht	2023 Thousand Baht	2024 Thousand Baht	2023 Thousand Baht
Hivebox (Thailand) Company Limited	Thailand	Providing locker for delivery	18.00	18.00	14,162	16,080	18,000	18,000

**Kerry Express (Thailand) Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the six-month period ended 30 June 2024**

Movements of investment in associate during the six-month period ended 30 June 2024 are as follows:

	<b>Consolidated financial information</b>	<b>Separate financial information</b>
	<b>Investment at equity method</b>	<b>Investment at cost method</b>
	<b>Thousand Baht</b>	<b>Thousand Baht</b>
<b>Opening net book value</b>	16,080	18,000
Share of net loss from associate accounted for using equity method	(1,918)	-
<b>Closing net book value</b>	14,162	18,000

**Hivebox (Thailand) Company Limited**

Hivebox (Thailand) Co., Ltd. was registered on 1 September 2023 with its registered capital of Baht 150 million, comprise 1,500,000 ordinary shares at par value of Baht 100 each. The Company paid for 270,000 shares at Baht 66.67 per share, totalling Baht 18.00 million. The associate's business operation is to provide lockers for delivery.

As of 30 June 2024, the associate had not started their operations.

**14 Investment in subsidiaries**

As at 30 June 2024, the subsidiaries included in consolidated financial information are listed below.

The subsidiaries have ordinary shares and preference shares of which entitle to the different voting right. The Group only directly holds the subsidiaries' ordinary shares.

Entity name	Country of incorporation	Nature of business	Ownership interest held by Company		Ownership interest held by the Group		Ownership interests held by non-controlling interests		Voting rights held by non-controlling interests		Investment at cost method	
			2024 (%)	2023 (%)	2024 (%)	2023 (%)	2024 (%)	2023 (%)	2024 (%)	2023 (%)	2024 Thousand Baht	2023 Thousand Baht
KETH Corporate Services Limited	Hong Kong	Providing administrative and corporate support	100.00	100.00	100.00	100.00	-	-	-	-	39	39
Kerry Express Service Limited	Thailand	Providing transportation services	90.57	90.57	90.57	90.57	9.43	9.43	9.43	9.43	490	490
Kerry Express Betagro Company Limited	Thailand	Providing cold-chain delivery	60.00	60.00	60.00	60.00	40.00	40.00	40.00	40.00	66,000	48,000
Kerry Express - Central Company Limited	Thailand	Providing bulk item delivery	99.97	99.97	99.97	99.97	0.03	0.03	0.03	0.03	1,000	1,000
											67,529	49,529

Movements of investment in subsidiaries for six-month period ended 30 June 2024 are as follows:

	<b>Separate financial information</b>
	<b>Investment at cost method</b>
	<b>Thousand Baht</b>
Opening net book amount	49,529
Increase in investment	18,000
Closing net book amount	67,529

On 18 January 2024, Kerry Express Betagro Co., Ltd., a subsidiary, increased authorised share capital from Baht 80.00 million to Baht 110.00 million, with an objective is to use to expand the business, by issuing 300,000 new ordinary shares with a par value of Baht 100 each. The Company subscribed and paid for 180,000 shares at Baht 100 per share, totalling Baht 18.00 million to maintain the interest proportion held by the Company at 60% of the authorised and paid-up share capital.

**15 Plant and equipment, right-of-use assets and intangible assets, net**

Movements of plant and equipment, right-of-use assets and intangible assets for the six-month period ended 30 June 2024 are as follows:

	<b>Consolidated financial information</b>		
	<b>Plant and equipment Thousand Baht</b>	<b>Right-of-use assets Thousand Baht</b>	<b>Intangible assets - computer software Thousand Baht</b>
<b>Opening net book amount</b>	2,145,970	2,449,281	176,475
Additions	252,205	137,615	-
Disposals, net	(22,729)	-	-
Lease cancellation, net	-	(25,808)	-
Lease modifications and reassessments	-	28,724	-
Transfer in (out), net	161,983	(161,983)	-
Depreciation and amortisation	(392,247)	(504,003)	(27,346)
Impairment	(138,503)	-	(1,902)
<b>Closing net book amount</b>	<b>2,006,679</b>	<b>1,923,826</b>	<b>147,227</b>
	<b>Separate financial information</b>		
	<b>Plant and equipment Thousand Baht</b>	<b>Right-of-use assets Thousand Baht</b>	<b>Intangible assets - computer software Thousand Baht</b>
<b>Opening net book amount</b>	1,310,465	987,462	176,060
Additions	251,925	137,615	-
Disposals, net	(19,323)	-	-
Lease cancellation, net	-	(24,210)	-
Lease modifications and reassessment	-	(4,994)	-
Depreciation and amortisation	(223,506)	(259,648)	(27,293)
Impairment	(138,503)	-	(1,902)
<b>Closing net book amount</b>	<b>1,181,058</b>	<b>836,225</b>	<b>146,865</b>

During the period ended 30 June 2024 the Group management reviewed assets' residual values and useful lives and considered changing the estimated useful lives for vehicles and leased vehicles from the maximum of 7 years to 8 years. The change in the estimated residual values and useful lives affects the increase in depreciation and amortisation expenses in the statement of comprehensive income for the period six-month ended 30 June 2024 of Baht 150.79 million.

The impairment charge of Baht 140.41 million was made during the period ended 30 June 2024 as a result of changes in the Company and the Group's business strategy, which made unused equipment. The impairment charge was recognised to the cost of sales and providing services in the statement of comprehensive income for the period ended 30 June 2024.

**16 Deferred income taxes**

The analysis of deferred tax assets is as follows:

	Consolidated financial information		Separate financial information	
	30 June 2024	Restated 31 December 2023	30 June 2024	Restated 31 December 2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Deferred tax assets:	1,847,149	2,019,196	1,626,238	1,743,795
Deferred tax liabilities:	(384,765)	(489,856)	(167,245)	(197,493)
Deferred tax asset - net	1,462,384	1,529,340	1,458,993	1,546,302

The movements in deferred tax assets for the six-month period ended 30 June 2024 are as follows:

	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
<b>Deferred tax assets</b>		
At 1 January 2024	2,019,196	1,743,795
Decrease in profit or loss - included the reversals (note 22)	(172,047)	(117,557)
At 30 June 2024	1,847,149	1,626,238

The movements in deferred tax liabilities for the six-month period ended 30 June 2024 are as follows:

	Consolidated financial information Thousand Baht	Separate financial information Thousand Baht
<b>Deferred tax liabilities</b>		
At 1 January 2024	(489,856)	(197,493)
Increase in profit or loss (note 22)	105,091	30,248
At 30 June 2024	(384,765)	(167,245)

Deferred income tax assets are recognised for tax losses and carried forwards only to the extent that realisation of the related tax benefit through the future taxable profits is probable. The Group and the Company do not recognise deferred tax asset of Baht 397.39 million (2023: Baht 239.13 million) from tax losses of Baht 1,986.96 million (2023: Baht 1,195.66 million), to carry forward against future taxable income.

During the six-month period ended 30 June 2024, the Company reversed deferred tax arising from tax losses carried forwards that were deductible of Baht 117.85 million. This is because management believes future taxable profits may not be sufficient to allow the utilisation of unused tax losses carried forward by the period set out by the related law.

As at 30 June 2024, the tax losses of Baht 3,276.39 million for the Company and tax losses of Baht 3,338.94 million for the Group will expire in 2027. Tax losses of Baht 3,566.63 million for the Company and tax losses of Baht 3,629.40 million for the Group will expire in 2028.



## 17 Borrowings from financial institutions

	Consolidated financial information		Separate financial information	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Current</b>				
Promissory notes from financial institutions	400,000	300,000	400,000	300,000
Current portion of long-term borrowing from financial institutions	11,160	11,160	-	-
	411,160	311,160	400,000	300,000
<b>Non-current</b>				
Long-term borrowing from financial institutions	23,960	29,540	-	-
<b>Total borrowings</b>	435,120	340,700	400,000	300,000

The movements of promissory notes from financial institutions for the six-month period ended 30 June 2024 are as follows:

	Consolidated and separate financial information
	Thousand Baht
Opening book value	300,000
Additions	400,000
Repayments	(300,000)
Closing book value	400,000

The promissory notes from financial institutions bear fixed interest rates at 3.90% per annum (2022: 4.02% and 4.20% per annum). The carrying amounts of promissory notes approximate their fair value as the effect of discounted cash flows is insignificant.

## 18 Trade and other current payables

	Consolidated financial information		Separate financial information	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Trade payable - third parties	359,077	546,918	312,428	494,964
- related parties (note 24.3)	7,280	820	656,426	496,862
Other current payables - third parties	117,612	206,551	104,159	162,929
- related parties (note 24.3)	280	3,433	280	3,433
Accrued staff costs	167,930	224,532	125,377	182,535
Accrued agent service fees	107,197	79,239	107,196	79,239
Accrued transportation expense - third parties	266,911	128,263	264,894	126,258
- related parties (note 24.3)	51,212	52,152	51,212	52,152
Accrued rental expense - third parties	161,701	82,941	15,029	19,441
- related parties (note 24.3)	10,491	12,303	10,491	12,303
Other accruals - third parties	315,580	231,851	218,837	173,895
- related parties (note 24.3)	245,503	136,507	245,503	136,507
Refundable deposits	13,063	12,239	13,063	12,239
<b>Total</b>	1,823,837	1,717,749	2,124,895	1,952,757

## 19 Lease liabilities

	Consolidated financial information		Separate financial information	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
<b>Current</b>				
Current portion of lease liabilities	1,149,076	1,441,097	384,561	453,033
<b>Non-current</b>				
Lease liabilities	622,345	775,274	452,267	526,354
<b>Lease liabilities</b>	<b>1,771,421</b>	<b>2,216,371</b>	<b>836,828</b>	<b>979,387</b>

The movements of lease liabilities for the six-month period ended 30 June 2024 are analysed as follows:

	Consolidated financial information	Separate financial information
	Thousand Baht	Thousand Baht
Opening book value, net	2,216,371	979,387
Additions	137,615	137,615
Lease liabilities payments	(585,844)	(249,735)
Lease modifications and reassessments	28,724	(4,994)
Lease cancellation	(25,445)	(25,445)
Closing book value, net	1,771,421	836,828

The Group has extended the lease period for some of the lease contracts that the contracts ended during this quarter. The net effect of changes in lease term and rental amount made with lessor, amount of Baht 28.72 million were recognised as a part of lease modification on the interim financial information for the period ended 30 June 2024.

## 20 Sales and services income

	Consolidated financial information		Separate financial information	
	2024	2023	2024	2023
For the six-month period ended 30 June	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Parcel delivery services income	5,158,266	5,978,323	5,142,229	5,961,090
Sales income	45,603	68,486	45,575	68,327
Advertising income	8,680	7,102	8,680	7,102
Total	5,212,549	6,053,911	5,196,484	6,036,519

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

	Consolidated financial information		Separate financial information	
	2024	2023	2024	2023
For the six-month period ended 30 June	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Overtime	4,719,654	5,526,449	4,703,617	5,509,217
Point in time	492,895	527,462	492,867	527,302
Total	5,212,549	6,053,911	5,196,484	6,036,519

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

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2024	2023	2024	2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Customer to Customer (C2C)	2,406,796	2,584,279	2,406,796	2,584,279
Strategic Key Accounts (SKA)	2,082,046	2,735,030	2,082,046	2,735,030
Corporate Key Accounts (CKA)	538,481	572,243	539,341	572,627
Others	176,546	155,257	159,621	137,481
<b>Total</b>	<b>5,203,869</b>	<b>6,046,809</b>	<b>5,187,804</b>	<b>6,029,417</b>

Comparative figure of the revenue by types of customers for the six-month period ended 30 June 2023 has been reclassified to conform with the presentation in the current period.

## 21 Other income

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2024	2023	2024	2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Commission income	17	25	17	25
Management service income	20,372	10,246	24,932	16,546
IT service income	-	1,851	-	1,851
Interest income calculated using the effective interest method	1,431	2,842	11,121	12,511
Interest income from debt instruments measured at fair value through other comprehensive income	-	2,558	-	2,558
Gain from disposal and fair value measurement of financial assets measured at fair value through profit or loss	-	889	-	889
Gain from sales of equipment	3,439	579	3,439	579
Others	16,331	20,604	16,655	12,655
<b>Total</b>	<b>41,590</b>	<b>39,594</b>	<b>56,164</b>	<b>47,614</b>

## 22 Income tax

Income tax for the period comprises the following:

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2024	Restated 2023	2024	Restated 2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Current tax:				
Current tax on loss for the period	15,973	10,825	-	-
Deferred income tax:				
Decrease (Increase) in deferred tax assets (note 16)	172,047	(355,593)	117,557	(398,981)
(Decrease) Increase in deferred tax liabilities (note 16)	(105,091)	(122,766)	(30,248)	(69,834)
<b>Income tax</b>	<b>82,929</b>	<b>(467,534)</b>	<b>87,309</b>	<b>(468,815)</b>

**23 Loss per share**

	Consolidated financial information		Separate financial information	
	2024	Restated 2023	2024	Restated 2023
<b>For the three-month period ended 30 June</b>				
<b>Reconciliations of earnings used in calculating earnings per share</b>				
<b>Basic loss per share</b>				
Loss attributable to ordinary shareholders of the Company (Thousand Baht)	(1,063,044)	(1,041,676)	(1,120,014)	(1,098,493)
<b>Weighted average number of shares used as the denominator (Thousand shares)</b>				
Weighted average number of ordinary shares outstanding used as the dominator in calculating basic earnings per share	1,742,577	1,742,577	1,742,577	1,742,577
Adjustments for diluted earnings per share calculation:				
Warrants - KEX ESOP	-	-	-	-
Weighted average number of ordinary shares outstanding used as the dominator in calculating diluted earnings per share	1,742,577	1,742,577	1,742,577	1,742,577
Basic loss per share (Baht per share)	(0.610)	(0.598)	(0.643)	(0.630)
Diluted loss per share (Baht per share)	(0.610)	(0.598)	(0.643)	(0.630)
<b>For the six-month period ended 30 June</b>				
<b>Reconciliations of earnings used in calculating earnings per share</b>				
<b>Basic loss per share</b>				
Loss attributable to ordinary shareholders of the Company (Thousand Baht)	(2,251,333)	(1,832,596)	(2,262,867)	(1,884,256)
<b>Weighted average number of shares used as the denominator (Thousand shares)</b>				
Weighted average number of ordinary shares outstanding used as the dominator in calculating basic earnings per share	1,742,577	1,742,577	1,742,577	1,742,577
Adjustments for diluted earnings per share calculation:				
Warrants - KEX ESOP	-	-	-	-
Weighted average number of ordinary shares outstanding used as the dominator in calculating diluted earnings per share	1,742,577	1,742,577	1,742,577	1,742,577
Basic loss per share (Baht per share)	(1.292)	(1.052)	(1.299)	(1.081)
Diluted loss per share (Baht per share)	(1.292)	(1.052)	(1.299)	(1.081)

During the six-month period ended 30 June 2024, the warrants - KEX ESOP did not affect the weighted average number of ordinary shares outstanding used as the dominator in calculating diluted earnings per share since KEX ESOP price was higher than the weighted average market price of ordinary shares during the period.

**24 Related party transactions**

The Group's parent is SF International Holding (Thailand) Co., Ltd. (SFTH) owns 62.7% (2023: 0.0%) of the Company's shares. The intermediate parent company is S.F. Holding Co., Ltd., which is a listed company on the Shenzhen Stock Exchange (Note 2), (as at 31 December 2023, the intermediate parent company is Kerry Logistics Network Limited (KLN)). The ultimate parent company is Shenzhen Mingde Holding Development Co., Ltd., which incorporated in People's Republic of China (Note 1), a parent company of S.F. Holding Co., Ltd.

As at 30 June 2024, the related parties that have been significantly changed from 31 December 2023 are as follows:

<b>Related parties</b>	<b>Nature of relationship</b>
SF International Holding (Thailand) Co., Ltd. KLN Logistics (Thailand) Limited	Parent Company (Since 26 March 2024) Parent Company (to 25 March 2024) Entity Under Common Control (Since 26 March 2024)
Kerry Logistics Network Limited (KLN)	Intermediate parent company (to 25 March 2024) Entity Under Common Control (Since 26 March 2024)
S.F. Holding Co., Ltd. VGI Public Company Limited	Intermediate parent company (Since 26 March 2024) Shareholder (to 25 March 2024)

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

<b>Related Transactions</b>	<b>Pricing policy</b>
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
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 office 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
Interest expense	Mutually-agreed rate on the contract

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The following transactions were carried out with related parties:

**24.1 Sales of goods and services**

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2024 Thousand Baht	2023 Thousand Baht	2024 Thousand Baht	2023 Thousand Baht
<b>Revenues</b>				
Sales of services to:				
Shareholder	-	414	-	414
Subsidiaries	-	-	861	384
Non-controlling interest	334	4,423	-	-
Related parties	150,230	141,336	150,230	141,336
	150,564	146,173	151,091	142,134
<b>Other income</b>				
Interest income from:				
Subsidiaries	-	-	9,749	9,696
Management service income from:				
Subsidiaries	-	-	4,560	6,300
Commission income from:				
Related parties	22	171	22	171
IT Service income from:				
Related parties	-	1,851	-	1,851
Sales of equipment:				
Subsidiaries	-	-	-	721
Related parties	-	52	-	52
	-	52	-	773
Sales of supplies:				
Subsidiaries	-	-	86	314
Rental income from:				
Subsidiaries	-	-	406	1,199
Related parties	2,327	2,888	2,327	2,888
	2,327	2,888	2,733	4,087
Other income from:				
Subsidiaries	-	-	-	4
Related parties	16,586	561	16,586	561
	16,586	561	16,586	565

**24.2 Purchases of goods and services**

	Consolidated financial information		Separate financial information	
	2024 Thousand Baht	2023 Thousand Baht	2024 Thousand Baht	2023 Thousand Baht
<b>For the six-month period ended 30 June</b>				
<b>Purchases of services from:</b>				
Subsidiaries	-	-	1,340,219	1,510,281
Related parties	125,142	29,168	125,142	29,168
	125,142	29,168	1,465,361	1,539,449
<b>Transaction fee:</b>				
Related parties	1,200	5,859	1,200	5,859
<b>Rental and service expenses:</b>				
Related parties	33,048	34,399	33,048	34,399
<b>Payments on lease liabilities:</b>				
Related parties	56,009	61,272	56,009	61,272
<b>Interest expenses on lease liabilities:</b>				
Related parties	4,768	2,652	4,768	2,652
<b>Interest expenses on loan from:</b>				
Related parties	21,500	-	21,500	-
<b>IT service fee:</b>				
Related parties	3,236	5,668	3,236	5,668

### 24.3 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 June 2024 Thousand Baht	31 December 2023 Thousand Baht	30 June 2024 Thousand Baht	31 December 2023 Thousand Baht
<b>Trade receivables from:</b>				
Subsidiaries	-	-	589	526
Non-controlling interest	77	342	-	-
Related parties	224,734	132,770	224,734	132,770
	224,811	133,112	225,323	133,296
<b>Other current receivables from:</b>				
Subsidiaries	-	-	1,495	1,871
Related parties	40,890	17,718	40,889	17,718
	40,890	17,718	42,384	19,589
<b>Contract assets:</b>				
Subsidiaries	-	-	2,515	2,137
Non-controlling interest	57	132	-	-
Related parties	161,392	122,872	161,392	122,875
	161,449	123,004	163,907	125,012
<b>Accrued interest income from:</b>				
Subsidiaries	-	-	29,302	30,533
<b>Deposit and advance to:</b>				
Subsidiaries	-	-	11	14
Related parties	32,003	53,311	32,003	53,311
	32,003	53,311	32,014	53,325
<b>Trade payables to:</b>				
Subsidiaries	-	-	649,146	496,042
Related parties	7,280	820	7,280	820
	7,280	820	656,426	496,862
<b>Other current payables to:</b>				
Related parties	280	3,433	280	3,433
<b>Cash on delivery payable to:</b>				
Related parties	13,944	14,006	13,944	14,006
<b>Accruals to:</b>				
Related parties	307,206	200,962	307,206	200,962
<b>Lease liabilities:</b>				
Related parties	245,430	306,555	245,430	306,555



#### 24.4 Loan to a subsidiary

	<b>Separate financial information</b>	
	<b>30 June 2024 Thousand Baht</b>	<b>31 December 2023 Thousand Baht</b>
<b>Non-current</b>		
Loan to a subsidiary	782,100	782,100
<b>Total</b>	<b>782,100</b>	<b>782,100</b>

The loan to subsidiary is unsecured loans, denominated in Thai Baht. The loan bear interest rate at 2.50% per annum. This loan is due at call. As at 30 June 2024, the management considered the repayment plan of the subsidiary, and concluded to classify this loan to non-current portion, to be aligned with the financial management plan of the Group.

Such loans have fair value nearly to the book value since the effect of the discount rate is insignificant. The fair value of the loan to subsidiary is calculated from future cash flows that is discounted at market interest rates at the end of the period ended at 2.50%. This is within the level 2 of the fair value hierarchy.

#### 24.5 Short-term loan from a related party

The movements of short-term loan from a related party for the six-month period ended 30 June 2024 are as follows:

	<b>Consolidated and separate financial information Thousand Baht</b>
Opening book value, net	1,300,000
Additions	1,900,000
Closing book value, net	<b>3,200,000</b>

On 31 July 2023, the Company entered into the borrowing agreement with KLN Logistics (Thailand) Limited, related company, to borrow for the purpose of working capital and support investment for the improvement of operation's efficiency of the Company. The borrowing has a total credit facility amounting to Baht 1,500 million. In addition, on 15 January 2024, the Company entered into another borrowing agreement, the borrowing has a total credit facility amounting to Baht 1,700 million, totalling credit facility from KLN Logistics (Thailand) Limited amounting to Baht 3,200 million and bears interest rate at 1.65%. The interest and the principal repayment are due in 12 months from each drawdown date.

#### 24.6 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:

<b>For the six-month period ended 30 June</b>	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>2024 Thousand Baht</b>	<b>2023 Thousand Baht</b>	<b>2024 Thousand Baht</b>	<b>2023 Thousand Baht</b>
Salaries and other short-term employee benefits	23,096	21,291	23,096	21,291
Post-employment benefits	485	936	485	936
	<b>23,581</b>	<b>22,227</b>	<b>23,581</b>	<b>22,227</b>

## 25 Commitments and contingent liabilities

### 25.1 Capital expenditure commitments

As at 30 June 2024 and 31 December 2023, capital expenditure contracted but not recognised as liabilities is as follows:

	Consolidated financial information		Separate financial information	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Purchases of equipment	61,675	56,696	61,675	56,696
Purchases of intangible assets	45	191	45	191
	61,720	56,887	61,720	56,887

### 25.2 Lease and services agreements

Commitments for minimum lease and service payments in relation to non-cancellable low-value assets and the short-term lease which the lease term of 12 months or less leases and service agreements are as follows:

	Consolidated financial information		Separate financial information	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	Thousand Baht	Thousand Baht	Thousand Baht	Thousand Baht
Within 1 year	184,694	239,531	184,694	238,224
Later than 1 year but not later than 5 years	26,679	41,293	26,679	41,293
Total	211,373	280,824	211,373	279,517

### 25.3 Advertising fee agreement

On 25 June 2024, the Company entered into a Memorandum of Understanding related to the use of media advertising network services with a former shareholder. The amount to be paid according to this agreement is Baht 153.00 million with the payment schedule being between June 2024 to March 2025. The Company expects to be able to utilise future economic benefits from the said amount within 4 years from the date of the agreement.

### 25.4 Letters of bank guarantee

As at 30 June 2024, the Company and the Group, has letters of guarantee issued by a financial institution for the purpose of ordinary course of business amounting to Baht 25.08 million and Baht 25.56 million, respectively (31 December 2023: Baht 103.58 million and Baht 103.58 million).

### 25.5 Guarantee

As at 30 June 2024, the Company guaranteed to Kerry Express Service Limited (subsidiary) under the lease contracts of trucks and pick-up trucks which are leased by a subsidiary. The guarantees are full amount of lease payments amounting to Baht 942.55 million (31 December 2023: Baht 1,240.50 million).

## **26 Events occurring after the reporting period**

### **26.1 Resolution of the Extraordinary Shareholders Meeting**

On 25 July 2024, the Extraordinary Shareholders Meeting No. 1/2024 passed the following resolutions:

- Approved the change of the Company's name from "Kerry Express (Thailand) Public Company Limited" to "KEX Express (Thailand) Public Company Limited".
- Approved the increase of the Company's registered capital in an additional amount of Baht 1,409,250,000 from the original registered capital of Baht 890,000,000 to the registered capital of Baht 2,299,250,000 by issuing not exceeding 2,818,500,000 new ordinary shares at the par value of Baht 0.50 per share.
- Approved the allocation of newly issued ordinary shares of the Company in an amount of not exceeding 2,818,500,000 shares with the par value of Baht 0.50 per share to the existing shareholders proportionate to their respective shareholding (Rights Offering), and to accommodate the rights adjustment of the Warrants to Purchase Ordinary Shares of Kerry Express (Thailand) Public Company Limited offered under the Employee Stock Option Program (ESOP).

Resulting from the resolutions of the Extraordinary Shareholders Meeting above, the Company notified to change its name to the Department of Business Development, Ministry of Commerce from Kerry Express (Thailand) Public Company Limited to KEX Express (Thailand) Public Company Limited on 26 July 2024.

### **26.2 Change of company name of the subsidiaries**

On 26 July 2024, the Company's subsidiaries have changed its name as follows:

- Kerry Express Service Limited changed its name to "KEX Express Service Company Limited".
- Kerry Express - Central Company Limited changed its name to "KEX Express - Central Company Limited".