

Bangkok Expressway and Metro Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month and six-month periods ended
30 June 2023

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Bangkok Expressway and Metro Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Bangkok Expressway and Metro Public Company Limited and its subsidiaries as at 30 June 2023, the related consolidated statements of income and comprehensive income for the three-month and six-month periods then ended, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Bangkok Expressway and Metro Public Company Limited for the same period (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

Kittiphun Kiatsomphob

Certified Public Accountant (Thailand) No. 8050

EY Office Limited

Bangkok: 10 August 2023

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2023

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 June 2023	31 December 2022	30 June 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		1,072,689	1,787,836	872,719	1,410,946
Bank deposit for unearned fare box revenue		238,962	229,985	238,962	229,985
Trade and other receivables		667,766	647,992	702,585	800,027
Current portion of receivable under the concession agreement		1,649,683	1,649,683	1,649,683	1,649,683
Current tax assets		85,866	144,533	83,161	142,533
Other current financial assets	4	700,204	946,995	700,204	946,995
Other current assets		152,018	158,537	140,759	153,269
Total current assets		4,567,188	5,565,561	4,388,073	5,333,438
Non-current assets					
Receivable under the concession agreement - net		3,436,840	4,261,682	3,436,840	4,261,682
Long term-loan to related party	2	-	-	538,000	300,000
Other non-current financial assets	4	11,761,267	13,418,815	11,726,267	13,418,815
Investments in subsidiaries		-	-	767,730	767,730
Investment properties		120,357	120,357	120,357	120,357
Building and equipment		339,949	337,932	326,315	324,762
Right-of-use assets		138,898	171,596	55,218	78,167
Rights to operate expressway sectors	5	31,580,098	31,860,052	26,890,949	27,123,128
Intangible asset under concession agreement of the MRT Blue Line Project	6	45,201,087	45,245,878	44,950,716	44,989,376
Project cost of the MRT Chalong Ratchadham Line	7	644,187	656,678	644,187	656,678
Prepaid project remuneration	2	13,833,571	12,400,551	13,833,571	12,400,551
Other intangible assets		28,636	33,948	28,602	33,432
Deferred tax assets		15,280	19,995	-	-
Other non-current assets		181,558	35,142	159,182	15,193
Total non-current assets		107,281,728	108,562,626	103,477,934	104,489,871
Total assets		111,848,916	114,128,187	107,866,007	109,823,309

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

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2023

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 June 2023	31 December 2022	30 June 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions		600,000	-	600,000	-
Trade and other payables		1,792,813	1,762,805	1,767,193	1,703,436
Current portion of long-term loans from financial institutions	8	4,209,544	4,173,244	3,461,764	3,461,764
Current portion of lease liabilities		61,470	67,764	36,828	44,010
Current portion of debentures	9	5,000,000	5,500,000	5,000,000	5,500,000
Unearned fare box revenue		259,488	243,948	259,488	243,948
Deposits on stored value ticket		98,208	93,486	98,208	93,486
Income tax payable		6,355	11,603	-	-
Other current financial liabilities		107,192	105,052	103,695	101,692
Other current liabilities		115,746	133,827	101,957	125,633
Total current liabilities		12,250,816	12,091,729	11,429,133	11,273,969
Non-current liabilities					
Long-term loans from financial institutions, net of current portion	8	22,365,901	24,709,714	21,125,594	23,072,322
Lease liabilities, net of current portion		76,771	103,376	18,680	35,034
Debentures, net of current portion	9	37,553,564	36,058,428	37,553,564	36,058,428
Derivative financial liabilities		-	895	-	895
Provision for long-term employee benefits		893,697	838,048	859,858	806,946
Deferred tax liabilities		3,012,230	3,051,922	3,012,230	3,051,922
Other non-current liabilities		10,795	10,512	13,465	14,145
Total non-current liabilities		63,912,958	64,772,895	62,583,391	63,039,692
Total liabilities		76,163,774	76,864,624	74,012,524	74,313,661

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

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>30 June 2023</u>	<u>31 December 2022</u>	<u>30 June 2023</u>	<u>31 December 2022</u>
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	but reviewed)		but reviewed)	
Shareholders' equity				
Share capital				
Registered				
15,285,000,000 ordinary shares of Baht 1 each	15,285,000	15,285,000	15,285,000	15,285,000
Issued and fully paid-up				
15,285,000,000 ordinary shares of Baht 1 each	15,285,000	15,285,000	15,285,000	15,285,000
Premium on ordinary shares	5,816,938	5,816,938	5,816,938	5,816,938
Capital deficit from change in investment in subsidiaries	(346,046)	(346,046)	-	-
Retained earnings				
Appropriated - statutory reserve	1,528,500	1,528,500	1,528,500	1,528,500
Unappropriated	16,266,877	16,451,237	7,984,905	8,246,984
Other components of shareholders' equity	(2,867,774)	(1,473,688)	3,238,140	4,632,226
Equity attributable to shareholders of the Company	35,683,495	37,261,941	33,853,483	35,509,648
Non-controlling interests of the subsidiaries	1,647	1,622	-	-
Total shareholders' equity	35,685,142	37,263,563	33,853,483	35,509,648
Total liabilities and shareholders' equity	111,848,916	114,128,187	107,866,007	109,823,309

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

Directors

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Income statement

For the three-month period ended 30 June 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Service revenues	3,907,562	3,261,483	3,571,000	2,962,929
Cost of services	<u>(2,333,316)</u>	<u>(2,050,997)</u>	<u>(2,200,411)</u>	<u>(1,919,504)</u>
Gross profit	1,574,246	1,210,486	1,370,589	1,043,425
Other incomes	<u>390,493</u>	<u>383,038</u>	<u>591,364</u>	<u>526,263</u>
Profit before expenses	1,964,739	1,593,524	1,961,953	1,569,688
Selling expenses	(44,188)	(20,325)	(21,097)	(7,003)
Administrative expenses	<u>(277,334)</u>	<u>(285,583)</u>	<u>(355,410)</u>	<u>(274,333)</u>
Operating profit	1,643,217	1,287,616	1,585,446	1,288,352
Finance costs	<u>(600,704)</u>	<u>(581,300)</u>	<u>(587,198)</u>	<u>(558,973)</u>
Profit before income tax expenses	1,042,513	706,316	998,248	729,379
Income tax expenses	<u>(141,768)</u>	<u>(72,247)</u>	<u>(132,211)</u>	<u>(77,124)</u>
Profit for the period	<u>900,745</u>	<u>634,069</u>	<u>866,037</u>	<u>652,255</u>
Profit attributable to:				
Equity holders of the Company	900,715	634,051	<u>866,037</u>	<u>652,255</u>
Non-controlling interests of the subsidiaries	<u>30</u>	<u>18</u>		
	<u>900,745</u>	<u>634,069</u>		
Basic earnings per share (Baht)				
Profit attributable to equity holders of the Company	<u>0.06</u>	<u>0.04</u>	<u>0.05</u>	<u>0.04</u>

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Profit for the period	<u>900,745</u>	<u>634,069</u>	<u>866,037</u>	<u>652,255</u>
Other comprehensive income				
<i>Other comprehensive income to be reclassified</i>				
<i>to profit or loss in subsequent periods:</i>				
Gain on cash flow hedges, net of income tax	<u>21,582</u>	<u>165,204</u>	<u>21,582</u>	<u>165,204</u>
	<u>21,582</u>	<u>165,204</u>	<u>21,582</u>	<u>165,204</u>
<i>Other comprehensive income not to be reclassified</i>				
<i>to profit or loss in subsequent periods:</i>				
Gain (loss) on changes in value of equity investments, net of income tax	<u>(737,204)</u>	<u>29,173</u>	<u>(737,204)</u>	<u>29,173</u>
	<u>(737,204)</u>	<u>29,173</u>	<u>(737,204)</u>	<u>29,173</u>
Other comprehensive income for the period	<u>(715,622)</u>	<u>194,377</u>	<u>(715,622)</u>	<u>194,377</u>
Total comprehensive income for the period	<u>185,123</u>	<u>828,446</u>	<u>150,415</u>	<u>846,632</u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>185,093</u>	<u>828,428</u>	<u>150,415</u>	<u>846,632</u>
Non-controlling interests of the subsidiaries	<u>30</u>	<u>18</u>		
	<u>185,123</u>	<u>828,446</u>		

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Income statement

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Service revenues	8,006,279	6,355,730	7,313,737	5,757,160
Cost of services	<u>(4,672,009)</u>	<u>(3,956,385)</u>	<u>(4,395,054)</u>	<u>(3,745,931)</u>
Gross profit	3,334,270	2,399,345	2,918,683	2,011,229
Other incomes	<u>440,910</u>	<u>447,720</u>	<u>812,109</u>	<u>661,509</u>
Profit before expenses	3,775,180	2,847,065	3,730,792	2,672,738
Selling expenses	(85,465)	(48,007)	(40,501)	(19,019)
Administrative expenses	<u>(539,880)</u>	<u>(523,486)</u>	<u>(665,863)</u>	<u>(489,918)</u>
Operating profit	3,149,835	2,275,572	3,024,428	2,163,801
Finance costs	<u>(1,170,815)</u>	<u>(1,149,829)</u>	<u>(1,143,477)</u>	<u>(1,105,700)</u>
Profit before income tax expenses	1,979,020	1,125,743	1,880,951	1,058,101
Income tax expenses	<u>(329,155)</u>	<u>(155,496)</u>	<u>(308,830)</u>	<u>(142,482)</u>
Profit for the period	<u>1,649,865</u>	<u>970,247</u>	<u>1,572,121</u>	<u>915,619</u>
Profit attributable to:				
Equity holders of the Company	1,649,840	970,213	<u>1,572,121</u>	<u>915,619</u>
Non-controlling interests of the subsidiaries	<u>25</u>	<u>34</u>		
	<u>1,649,865</u>	<u>970,247</u>		
Basic earnings per share (Baht)				
Profit attributable to equity holders of the Company	<u>0.11</u>	<u>0.06</u>	<u>0.10</u>	<u>0.06</u>

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Profit for the period	<u>1,649,865</u>	<u>970,247</u>	<u>1,572,121</u>	<u>915,619</u>
Other comprehensive income				
<i>Other comprehensive income to be reclassified</i>				
<i>to profit or loss in subsequent periods:</i>				
Gain on cash flow hedges, net of income tax	<u>1,315</u>	<u>247,602</u>	<u>1,315</u>	<u>247,602</u>
	<u>1,315</u>	<u>247,602</u>	<u>1,315</u>	<u>247,602</u>
<i>Other comprehensive income not to be reclassified</i>				
<i>to profit or loss in subsequent periods:</i>				
Gain (loss) on changes in value of equity investments, net of income tax	<u>(1,395,401)</u>	<u>148,132</u>	<u>(1,395,401)</u>	<u>148,132</u>
	<u>(1,395,401)</u>	<u>148,132</u>	<u>(1,395,401)</u>	<u>148,132</u>
Other comprehensive income for the period	<u>(1,394,086)</u>	<u>395,734</u>	<u>(1,394,086)</u>	<u>395,734</u>
Total comprehensive income for the period	<u>255,779</u>	<u>1,365,981</u>	<u>178,035</u>	<u>1,311,353</u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u>255,754</u>	<u>1,365,947</u>	<u>178,035</u>	<u>1,311,353</u>
Non-controlling interests of the subsidiaries	<u>25</u>	<u>34</u>		
	<u>255,779</u>	<u>1,365,981</u>		

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

Consolidated financial statements											
Equity attributable to the shareholders of the Company											
	Issued and paid-up share capital	Premium on ordinary shares	Capital deficit from change in investment in subsidiaries	Retained earnings		Other comprehensive income		Total other components of shareholders' equity	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
				Appropriated - statutory reserve	Unappropriated	Cash flow hedge	Fair value of investments				
Balance as at 1 January 2022	15,285,000	5,816,938	(346,046)	1,502,600	15,193,998	(76,705)	321,497	244,792	37,697,282	1,550	37,698,832
Profit for the period	-	-	-	-	970,213	-	-	-	970,213	34	970,247
Other comprehensive income for the period	-	-	-	-	-	247,602	148,132	395,734	395,734	-	395,734
Total comprehensive income for the period	-	-	-	-	970,213	247,602	148,132	395,734	1,365,947	34	1,365,981
Transfer to retained earnings	-	-	-	-	69,754	-	(69,754)	(69,754)	-	-	-
Dividend paid (Note 11)	-	-	-	-	(1,222,800)	-	-	-	(1,222,800)	-	(1,222,800)
Balance as at 30 June 2022	15,285,000	5,816,938	(346,046)	1,502,600	15,011,165	170,897	399,875	570,772	37,840,429	1,584	37,842,013
Balance as at 1 January 2023	15,285,000	5,816,938	(346,046)	1,528,500	16,451,237	93,734	(1,567,422)	(1,473,688)	37,261,941	1,622	37,263,563
Profit for the period	-	-	-	-	1,649,840	-	-	-	1,649,840	25	1,649,865
Other comprehensive income for the period	-	-	-	-	-	1,315	(1,395,401)	(1,394,086)	(1,394,086)	-	(1,394,086)
Total comprehensive income for the period	-	-	-	-	1,649,840	1,315	(1,395,401)	(1,394,086)	255,754	25	255,779
Dividend paid (Note 11)	-	-	-	-	(1,834,200)	-	-	-	(1,834,200)	-	(1,834,200)
Balance as at 30 June 2023	15,285,000	5,816,938	(346,046)	1,528,500	16,266,877	95,049	(2,962,823)	(2,867,774)	35,683,495	1,647	35,685,142

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	Separate financial statements							
					Other components of shareholders' equity			
					Other comprehensive income		Total other components of shareholders' equity	Total shareholders' equity
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings Appropriated - statutory reserve	Unappropriated	Cash flow hedge	Fair value of investments		
Balance as at 1 January 2022	15,285,000	5,816,938	1,502,600	7,030,015	(76,705)	6,509,886	6,433,181	36,067,734
Profit for the period	-	-	-	915,619	-	-	-	915,619
Other comprehensive income for the period	-	-	-	-	247,602	148,132	395,734	395,734
Total comprehensive income for the period	-	-	-	915,619	247,602	148,132	395,734	1,311,353
Transfer to retained earnings	-	-	-	152,229	-	(152,229)	(152,229)	-
Dividend paid (Note 11)	-	-	-	(1,222,800)	-	-	-	(1,222,800)
Balance as at 30 June 2022	<u>15,285,000</u>	<u>5,816,938</u>	<u>1,502,600</u>	<u>6,875,063</u>	<u>170,897</u>	<u>6,505,789</u>	<u>6,676,686</u>	<u>36,156,287</u>
Balance as at 1 January 2023	15,285,000	5,816,938	1,528,500	8,246,984	93,734	4,538,492	4,632,226	35,509,648
Profit for the period	-	-	-	1,572,121	-	-	-	1,572,121
Other comprehensive income for the period	-	-	-	-	1,315	(1,395,401)	(1,394,086)	(1,394,086)
Total comprehensive income for the period	-	-	-	1,572,121	1,315	(1,395,401)	(1,394,086)	178,035
Dividend paid (Note 11)	-	-	-	(1,834,200)	-	-	-	(1,834,200)
Balance as at 30 June 2023	<u>15,285,000</u>	<u>5,816,938</u>	<u>1,528,500</u>	<u>7,984,905</u>	<u>95,049</u>	<u>3,143,091</u>	<u>3,238,140</u>	<u>33,853,483</u>

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries**Cash flow statement****For the six-month period ended 30 June 2023**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash flows from operating activities				
Profit before tax	1,979,020	1,125,743	1,880,951	1,058,101
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation on building and equipment	34,291	38,658	32,204	36,252
Amortisation on right-of-use assets	36,127	34,539	22,963	21,583
Amortisation on intangible asset under concession agreements	868,695	620,768	716,136	489,314
Amortisation on project remuneration expense	243,918	139,181	243,918	139,181
Amortisation on other intangible assets	5,333	7,414	4,829	6,326
Bad debt expenses	-	115	-	97
Allowance for expected credit losses (reversal)	(204)	3,608	(472)	3,549
Loss on sale of investments in financial assets	-	45	-	45
(Gain) loss on fair value adjustments of financial assets	(3,209)	6,327	(3,209)	6,327
(Gain) loss on disposal/write-off of equipment and intangible asset under concession agreements	507	(2,877)	(655)	(2,950)
Provision for long-term employee benefits	55,649	47,925	52,912	45,407
Unrealised gain on exchange rate	(11)	(215)	(11)	(215)
Interest income	(93,721)	(95,920)	(97,804)	(94,808)
Dividend income	(337,303)	(330,465)	(337,303)	(330,465)
Interest expenses	1,158,568	1,132,885	1,131,230	1,088,756
Profit from operating activities before changes in operating assets and liabilities	3,947,660	2,727,731	3,645,689	2,466,500
Operating assets (increase) decrease				
Bank deposit for unearned fare box revenue	(8,977)	(576)	(8,977)	(576)
Trade and other receivables	(20,581)	(47,293)	96,903	(76,158)
Receivable under the concession agreement	824,842	824,842	824,842	824,842
Other current assets	13,173	36,437	19,150	36,523
Other non-current assets	(1,882)	(2,713)	(1,457)	(753)
Cash paid for project remuneration	(1,676,046)	(1,386,424)	(1,676,046)	(1,386,424)
Operating liabilities increase (decrease)				
Trade and other payables	142,451	139,634	53,099	166,844
Unearned fare box revenue	15,540	15,750	15,540	15,750
Deposits on stored value ticket	4,722	2,781	4,722	2,781
Other current liabilities	(15,640)	(11,016)	(21,672)	(967)
Other non-current liabilities	283	2,678	(680)	2,054
Cash paid for long-term employee benefits	-	(356)	-	(356)
Net cash flows from operating activities	3,225,545	2,301,475	2,951,113	2,050,060
Cash received from interest income	89,408	95,920	88,310	94,808
Cash paid for income tax	(106,725)	(102,985)	(83,161)	(65,118)
Net cash flows from operating activities	<u>3,208,228</u>	<u>2,294,410</u>	<u>2,956,262</u>	<u>2,079,750</u>

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

(Unaudited but reviewed)

Bangkok Expressway and Metro Public Company Limited and its subsidiaries**Cash flow statement (continued)****For the six-month period ended 30 June 2023**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash flows from investing activities				
Cash received from sale of financial assets at amortised cost	1,550,000	-	1,550,000	-
Cash paid for purchase of financial assets at amortised cost	(1,270,000)	-	(1,270,000)	-
Cash received from sale of financial assets at FVTPL	-	170,000	-	170,000
Cash paid for purchase of financial assets at FVTPL	(30,000)	-	(30,000)	-
Cash received from sale of financial assets at FVOCI	-	334,321	-	334,321
Cash paid for purchase of financial assets at FVOCI	(35,000)	-	-	-
Cash paid for long-term loan to related party	-	-	(238,000)	-
Cash received from dividend income	337,303	330,465	337,303	330,465
Interest income	5,324	-	10,520	-
Cash received from sale of equipment and intangible asset under concession agreements	1,603	3,538	986	3,279
Purchase of equipment	(31,209)	(5,833)	(28,396)	(12,018)
Cash paid for the improvement of expressway	(376,276)	(229,546)	(173,086)	(204,797)
Cash paid for intangible asset under concession agreement of the MRT Blue Line Project	(292,241)	(214,258)	(272,015)	(208,573)
Cash paid for project cost of the MRT Chalong Ratchadham Line	<u>(12,235)</u>	<u>(14,810)</u>	<u>(12,235)</u>	<u>(14,810)</u>
Net cash flows from (used in) investing activities	<u>(152,731)</u>	<u>373,877</u>	<u>(124,923)</u>	<u>397,867</u>
Cash flows from financing activities				
Increase (decrease) in short-term loans from financial institutions	600,000	(500,000)	600,000	(500,000)
Cash received from long-term loans from financial institutions	-	3,000,000	-	3,000,000
Repayment of long-term loans from financial institutions	(2,386,622)	(1,772,102)	(2,030,882)	(1,430,882)
Cash received from debentures	6,500,000	-	6,500,000	-
Cash paid for redemption of debentures	(5,500,000)	(1,000,000)	(5,500,000)	(1,000,000)
Cash payment for lease liabilities	(38,344)	(34,875)	(24,618)	(21,570)
Cash paid for financial fees	(13,357)	(9,219)	(13,357)	(9,219)
Interest paid	(1,098,121)	(1,005,528)	(1,066,509)	(970,216)
Dividend paid	<u>(1,834,200)</u>	<u>(1,222,800)</u>	<u>(1,834,200)</u>	<u>(1,222,800)</u>
Net cash flows used in financing activities	<u>(3,770,644)</u>	<u>(2,544,524)</u>	<u>(3,369,566)</u>	<u>(2,154,687)</u>
Net increase (decrease) in cash and cash equivalents	<u>(715,147)</u>	<u>123,763</u>	<u>(538,227)</u>	<u>322,930</u>
Cash and cash equivalents at beginning of period	<u>1,787,836</u>	<u>1,131,368</u>	<u>1,410,946</u>	<u>595,974</u>
Cash and cash equivalents at end of period	<u>1,072,689</u>	<u>1,255,131</u>	<u>872,719</u>	<u>918,904</u>
Supplemental cash flows information				
Non-cash items consist of:				
Payable from investment in long-term assets	5,691	-	10,110	-
Increase in right-of-use assets from lease liabilities	4,571	78,116	1,156	53,815

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

Bangkok Expressway and Metro Public Company Limited and its subsidiaries

Notes to the interim consolidated financial statements

For the three-month and six-month periods ended 30 June 2023

1. General information

1.1 Basis for preparation of interim financial statements

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

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

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

1.2 Basis of consolidation

The interim consolidated financial statements include the financial statements of Bangkok Expressway and Metro Public Company Limited ("the Company") and its subsidiary companies ("the subsidiaries") (collectively as "the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2022, with no change in shareholding structure of subsidiaries during the current period.

1.3 Significant accounting policies

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2022.

2. Related party transactions

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

Such significant transactions and pricing policy are summarised below.

	(Unit: Million Baht)			
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<u>Transactions with major shareholder</u>				
Cost of rail projects	236	-	236	-
Cost of expressway projects	52	57	52	53
Repair and maintenance expenses of expressway and rail projects	216	93	216	93
Office rental and service expenses	3	2	-	-
<u>Transactions with subsidiary companies</u>				
(eliminated from the consolidated financial statements)				
Commercial development revenue	-	-	2	1
Project management income	-	-	200	144
Interest income	-	-	3	-
Commercial development management fee	-	-	70	60
Cost of commercial development	-	-	1	-
Purchase of vehicles	-	-	-	7
<u>Transactions with related companies</u>				
Interest income from M&E Systems	39	45	39	45
Dividend income	337	330	337	330
Cost of commercial development	4	5	-	-
Remuneration from fare box (Inclusive of VAT)	112	71	112	71
Remuneration from commercial development	6	5	6	5

(Unaudited but reviewed)

(Unit: Million Baht)

For the six-month periods ended 30 June

	Consolidated		Separate	
	financial statements		financial statements	
	2023	2022	2023	2022
<u>Transactions with major shareholder</u>				
Cost of rail projects	236	25	236	25
Cost of expressway projects	119	170	119	153
Repair and maintenance expenses of expressway and rail projects	441	319	441	319
Office rental and service expenses	5	4	-	-
<u>Transactions with subsidiary companies</u>				
(eliminated from the consolidated financial statements)				
Commercial development revenue	-	-	3	2
Project management income	-	-	368	219
Interest income	-	-	5	-
Commercial development management fee	-	-	136	120
Cost of commercial development	-	-	2	-
Purchase of vehicles	-	-	-	7
<u>Transactions with related companies</u>				
Interest income from M&E Systems	80	92	80	92
Dividend income	337	330	337	330
Cost of commercial development	9	9	-	-
Remuneration from fare box (Inclusive of VAT)	231	130	231	130
Remuneration from commercial development	13	9	13	9
Utility expenses	1	1	1	1

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

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
		(Audited)		(Audited)
<u>Trade and other receivables</u>				
Subsidiaries	-	-	72,659	196,321
Related company	426,739	428,411	426,739	428,411
Total	426,739	428,411	499,398	624,732

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
		(Audited)		(Audited)
<u>Guarantee paid for area</u>				
Major shareholder	1,914	1,914	-	-
<u>Receivable under the concession agreement</u>				
Related company	5,086,523	5,911,365	5,086,523	5,911,365
<u>Prepaid project remuneration</u>				
Related company	13,833,571	12,400,551	13,833,571	12,400,551
<u>Trade and other payables</u>				
Subsidiaries	-	-	35,111	23,779
Major shareholder	252,058	384,664	251,883	384,563
Related companies	289,829	281,515	289,829	281,511
Total	541,887	666,179	576,823	689,853
<u>Retention guarantees</u>				
Major shareholder	90,446	87,354	90,446	87,354
<u>Guarantees obtained for area</u>				
Subsidiary	-	-	723	723
<u>Unearned revenue from advertising management rights</u>				
Subsidiary	-	-	7,496	8,119

Long-term loan to related party

(Unit: Thousand Baht)

	Separate financial statements		
	Balance as at		Balance as at
	1 January 2023	Increase	30 June 2023
Northern Bangkok Expressway			
Company Limited	300,000	238,000	538,000

(Unaudited but reviewed)

Directors and management's remuneration

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Short-term employee benefits	32,578	27,237	27,890	23,536
Post-employment benefits	1,711	1,278	1,447	1,055
Total	<u>34,289</u>	<u>28,515</u>	<u>29,337</u>	<u>24,591</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Short-term employee benefits	53,103	46,092	44,670	38,801
Post-employment benefits	3,386	2,544	2,894	2,098
Total	<u>56,489</u>	<u>48,636</u>	<u>47,564</u>	<u>40,899</u>

3. Trade and other receivables

Most of the trade receivables of the Group was within their credit terms or past due up to 3 months. As at 30 June 2023, the outstanding balances of trade receivables in the consolidated and separate financial statements that are one year past due amounted to approximately Baht 0.6 million (31 December 2022: Baht 0.6 million).

4. Other non-current financial assets

(Unit: Thousand Baht)

	Consolidated		Separate financial	
	financial statements		statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
		(Audited)		(Audited)
<u>Financial assets at amortised cost</u>				
- Certificates of deposit	70,000	350,000	70,000	350,000
Total	<u>70,000</u>	<u>350,000</u>	<u>70,000</u>	<u>350,000</u>
<u>Financial assets at FVTPL</u>				
- Unit trusts	630,204	596,995	630,204	596,995
Total	<u>630,204</u>	<u>596,995</u>	<u>630,204</u>	<u>596,995</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2023	31 December 2022	30 June 2023	31 December 2022
		(Audited)		(Audited)
<u>Equity instruments designated at FVOCI</u>				
- Equity instruments of listed companies	11,123,396	12,867,647	11,123,396	12,867,647
- Equity instruments of non-listed company	469,000	434,000	434,000	434,000
Total	11,592,396	13,301,647	11,557,396	13,301,647
<u>Derivative designated as hedging instruments</u>				
- Interest rate swap contracts	118,811	117,168	118,811	117,168
- Cross currency and Interest rate swap contracts	50,060	-	50,060	-
Total	168,871	117,168	168,871	117,168
Total other financial assets - net	12,461,471	14,365,810	12,426,471	14,365,810
Current	700,204	946,995	700,204	946,995
Non-current	11,761,267	13,418,815	11,726,267	13,418,815
Total other financial assets	12,461,471	14,365,810	12,426,471	14,365,810

In June 2023, a subsidiary purchased the ordinary shares in another company, which operates in the developing computer programs according to user objectives, amounting to Baht 35 million. Its shareholding is 6.5 percent of total shares in that company.

5. Rights to operate expressway sectors

A reconciliation of the net book value of the rights to operate expressway sectors during the six-month period ended 30 June 2023 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2023	31,860,052	27,123,128
Increase during the period - at cost	257,470	177,505
Amortisation for the period	(537,424)	(409,684)
Net book value as at 30 June 2023	31,580,098	26,890,949

6. Intangible asset under concession agreement of the MRT Blue Line Project

A reconciliation of the net book value of the intangible asset under concession agreement of the MRT Blue Line Project during the six-month period ended 30 June 2023 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2023	45,245,878	44,989,376
Increase during the period - at cost	271,304	251,078
Disposals/ Write-off	(1,538)	-
Amortisation for the period	(314,557)	(289,738)
Net book value as at 30 June 2023	<u>45,201,087</u>	<u>44,950,716</u>

7. Project cost of the MRT Chalong Ratchadham Line

A reconciliation of the net book value of the project cost of the MRT Chalong Ratchadham Line during the six-month period ended 30 June 2023 is summarised below.

	(Unit: Thousand Baht)
	Consolidated and Separate
	financial statements
Net book value as at 1 January 2023	656,678
Increase during the period - at cost	4,223
Amortisation for the period	(16,714)
Net book value as at 30 June 2023	<u>644,187</u>

(Unaudited but reviewed)

8. Long-term loans from financial institutions

Movements in the long-term loans account for the six-month period ended 30 June 2023 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Current portion of long-term loans	4,173,244	3,461,764
Long-term loans - net of current portion	24,709,714	23,072,322
Balance as at 1 January 2023	28,882,958	26,534,086
Less: Repayment during the period	(2,386,622)	(2,030,882)
Add: Loss from the cross currency and interest rate swap contracts	51,091	51,091
Add: Amortised for financial fees	28,018	33,063
Balance as at 30 June 2023	26,575,445	24,587,358
Less: Current portion	(4,209,544)	(3,461,764)
Long-term loans - net of current portion	22,365,901	21,125,594

Under all loan agreements, the Company must comply with normal financial covenants relating to various matters, such as maintenance of debt service coverage and debt to equity ratios, dividend payment, mandatory prepayment conditions and other conditions as specified in the agreements.

9. Debentures

Movements in the debentures account for the six-month period ended 30 June 2023 are summarised below.

	(Unit: Thousand Baht)
	Consolidated and separate
	financial statements
Current portion of debentures	5,500,000
Debentures - net of current portion	36,058,428
Balance as at 1 January 2023	41,558,428
Add: Issuance of debentures	6,500,000
Less: Redemption of debentures	(5,500,000)
Less: Amortised for financial fees	(4,864)
Balance as at 30 June 2023	42,553,564
Less: Current portion	(5,000,000)
Debentures - net of current portion	37,553,564

(Unaudited but reviewed)

In April 2023, the Company issued the Sustainability Bond No.1/2023, totaling Baht 6,500 million, with interest rates of 2.79 - 4.07 percent per annum and maturity dates between April 2026 and April 2035, to fund the refinancing of existing debt and/or invest in the MRT Blue Line Project. These debentures are registered debentures, unsubordinated, and unsecured, with a debenture holders' representative, that pay interest semi-annually. The debenture agreements contain covenants relating to maintenance of an interest-bearing debt to equity ratio.

10. Revenue from commercial development business

Revenue from commercial development business, as presented in the separate financial statements for the three-month and six-month periods ended 30 June 2023 amounted to Baht 245 million and Baht 468 million, respectively (2022: Baht 187 million and Baht 365 million, respectively). This included revenue from commercial development under the MRT Blue Line Concession agreement for the three-month and six-month periods ended 30 June 2023 amounted to Baht 228 million and Baht 436 million, respectively (2022: Baht 177 million and Baht 341 million, respectively).

11. Dividends

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)	Paid on
Dividend of the year 2022	Annual General Meeting of the shareholders on 18 April 2023	<u>1,834</u>	<u>0.12</u>	3 May 2023
Dividend of the year 2021	Annual General Meeting of the shareholders on 4 April 2022	<u>1,223</u>	<u>0.08</u>	27 April 2022

(Unaudited but reviewed)

12. Segment information

Operating segment information is reported in a manner consistent with the reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assessed its performance.

Revenue and profit or loss information segments of the Group for the three-month and six-month periods ended 30 June 2023 and 2022 are as follows:

(Unit: Million Baht)

	For the three-month periods ended 30 June											
	Expressway		Rail		Commercial		Total		Elimination of			
	business		business		development		segments		inter-segment			
	segment ¹⁾		segment ²⁾		business segment ³⁾				revenues		Consolidation	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Revenue from external customers	2,131	1,942	1,499	1,113	277	207	3,907	3,262	-	-	3,907	3,262
Inter-segment revenues	-	-	-	-	73	61	73	61	(73)	(61)	-	-
Total revenues	<u>2,131</u>	<u>1,942</u>	<u>1,499</u>	<u>1,113</u>	<u>350</u>	<u>268</u>	<u>3,980</u>	<u>3,323</u>	<u>(73)</u>	<u>(61)</u>	<u>3,907</u>	<u>3,262</u>
Gross profit (loss) by segments	1,399	1,140	(1)	(58)	176	129	1,574	1,211	-	-	1,574	1,211
Unallocated income and expenses:												
Other incomes											391	383
Selling expenses											(44)	(20)
Administrative expenses											(277)	(286)
Finance costs											(601)	(582)
Income tax expenses											(142)	(72)
Non-controlling interests of the subsidiaries											-	-
Profit for the period to equity holders of the Company											<u>901</u>	<u>634</u>

(Unaudited but reviewed)

(Unit: Million Baht)

For the six-month periods ended 30 June

	Expressway business segment ¹⁾		Rail business segment ²⁾		Commercial development business segment ³⁾		Total segments		Elimination of inter-segment revenues		Consolidation	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Revenue from external customers	4,407	3,849	3,067	2,104	532	403	8,006	6,356	-	-	8,006	6,356
Inter-segment revenues	-	-	-	-	141	122	141	122	(141)	(122)	-	-
Total revenues	<u>4,407</u>	<u>3,849</u>	<u>3,067</u>	<u>2,104</u>	<u>673</u>	<u>525</u>	<u>8,147</u>	<u>6,478</u>	<u>(141)</u>	<u>(122)</u>	<u>8,006</u>	<u>6,356</u>
Gross profit (loss) by segments	2,942	2,469	63	(317)	329	247	3,334	2,399	-	-	3,334	2,399
Unallocated income and expenses:												
Other incomes											441	448
Selling expenses											(85)	(48)
Administrative expenses											(540)	(524)
Finance costs											(1,171)	(1,150)
Income tax expenses											(329)	(155)
Non-controlling interests of the subsidiaries											-	-
Profit for the period to equity holders of the Company											<u>1,650</u>	<u>970</u>

¹⁾ The expressway business segment related to the construction and operation of the expressway.

²⁾ The rail business segment related to the operation of the rapid transit system.

³⁾ The commercial development business segment related to the rental of retail space, and the provision of advertising media services and telecommunication services inside and outside underground train stations and on expressway.

13. Commitments and contingent liabilities

13.1 Capital commitments

The Group has capital commitments as follows:

	30 June 2023	31 December 2022
		(Audited)
a) Performance improvement for farebox collection systems	Baht 47 million and USD 4 million	Baht 51 million and USD 4 million
b) Acquisition of equipment	Baht 21 million	Baht 120 million
c) Installation of the M&E Systems of the MRT Project	Baht 376 million	Baht 116 million
d) Improvement for civil infrastructure of expressway	Baht 185 million	Baht 305 million
e) Other capital commitments	Baht 7 million	Baht 9 million

13.2 Long-term service commitments

The Group has commitments in respect of the Maintenance of M&E equipment and trackwork and infrastructure and civil works contracts of the M&E Project. These contracts will expire between 2023 and 2029.

Future minimum service fees payable under these contracts, excluding escalation in accordance with the general consumer price index are as follows:

(Unit: Million)

	Consolidated financial statements									
	30 June 2023					31 December 2022				
						(Audited)				
	Baht	USD	EUR	SGD	YEN	Baht	USD	EUR	SGD	YEN
Payable:										
In up to 1 year	1,303	-	4	-	379	1,709	-	4	-	379
In over 1 year and up to 5 years	4,353	2	15	1	791	4,328	2	15	1	980
In over 5 years	944	1	6	-	-	1,284	1	7	-	-

13.3 Commitments under various service agreements

The Group has commitments under various service agreements as follows:

	(Unit: Million Baht)	
	30 June 2023	31 December 2022
		(Audited)
Payable:		
In up to 1 year	526	486
In over 1 year and up to 5 years	233	338

13.4 Operating lease commitments

The Group entered into several lease agreements in respect of the lease of office building space and equipment that are short-term leases and leases of low-value assets. The terms of these agreements are between 1 and 3 years.

Future minimum lease payments required under these operating lease agreements were as follows:

	(Unit: Million Baht)	
	30 June 2023	31 December 2022
		(Audited)
Payable:		
In up to 1 year	13	12
In over 1 year and up to 3 years	9	14

13.5 Guarantees

There were the following outstanding performance bonds and bank guarantees issued by banks on behalf of the Company.

	(Unit: Million Baht)	
	30 June 2023	31 December 2022
		(Audited)
a) Issued to the MRTA as guarantee for a bid for the operation of the MRT Orange Line Project - Bang Khun Non - Min Buri (Suwinthawong)	2,000	2,000
b) Issued to the MRTA in accordance with the operation of		
- The MRT Blue Line Concession agreement	210	210
- The MRT Chalong Ratchadham Line Concession agreement	200	200
c) Issued to the Metropolitan Electricity Authority to guarantee electricity under rail projects	118	118
d) Other guarantees	3	3

13.6 Other commitments

As at 30 June 2023 and 31 December 2022, the Company has the commitment in respect of the uncalled portion of investment in Northern Bangkok Expressway Company Limited of Baht 750 million.

14. Financial Instruments

14.1 Fair value of financial instruments

Since the majority of the financial instruments of the Group are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statements of financial position. However, as at 30 June 2023, the Company has financial liabilities with carrying value that differs from the fair value comprising the debentures with a book value of Baht 42,585 million and a fair value of Baht 42,561 million and the fixed-rate long-term loan with a book value of Baht 4,547 million and a fair value of Baht 4,562 million.

14.2 Fair value hierarchy

As at 30 June 2023, the Group had the assets and liabilities that were measured or disclosed at fair value using different levels of inputs as follows:

(Unit: Million Baht)				
Consolidated financial statement				
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
- Unit trusts	-	630	-	630
- Derivative				
Cross currency and Interest rate swap contracts	-	50	-	50
Financial assets measured at FVOCI				
- Listed equities	11,123	-	-	11,123
- Non-listed equities	-	-	469	469
- Derivative				
Interest rate swap contracts	-	119	-	119
Liabilities for which fair value are disclosed				
Loans	-	-	4,562	4,562
Debentures	-	42,561	-	42,561

(Unaudited but reviewed)

(Unit: Million Baht)

	Separate financial statement			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at FVTPL				
- Unit trusts	-	630	-	630
- Derivative				
Cross currency and Interest rate swap contracts	-	50	-	50
Financial assets measured at FVOCI				
- Listed equities	11,123	-	-	11,123
- Non-listed equities	-	-	434	434
- Derivative				
Interest rate swap contracts	-	119	-	119
Liabilities for which fair value are disclosed				
Loans	-	-	4,562	4,562
Debentures	-	42,561	-	42,561

15. Approval of interim consolidated financial statements

These interim consolidated financial statements were authorised for issue by the Company's authorised directors on 10 August 2023.