

SHANGRI-LA GROUP

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Shangri-La Asia Limited

(Incorporated in Bermuda with limited liability)

website: www.ir.shangri-la.com

(Stock code: 00069)

OVERSEAS REGULATORY ANNOUNCEMENT

Shangri-La Hotel Public Company Limited (“**SHPCL**”) is a company listed on the Stock Exchange of Thailand (“**SET**”) and a 73.61% owned subsidiary of Shangri-La Asia Limited. SHPCL released to SET an announcement (“**Announcement**”) today. The following is a reproduction of the Announcement as required by the Note to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Hong Kong, 7 August 2023

As at the date hereof, the directors of Shangri-La Asia Limited are:

Executive directors

Ms KUOK Hui Kwong (Chairman)

Mr CHUA Chee Wui (Group Chief Financial Officer & Group Chief Investment Officer)

Non-executive director

Mr LIM Beng Chee

Independent non-executive directors

Professor LI Kwok Cheung Arthur

Mr YAP Chee Keong

Mr LI Xiaodong Forrest

Mr ZHUANG Chenchao

Ms KHOO Shulamite N K

Shangri-La Hotel 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 Shangri-La Hotel Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Shangri-La Hotel Public Company Limited and its subsidiaries as at 30 June 2023, and the related consolidated statements of 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 Shangri-La Hotel Public Company Limited for the same periods (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*.

Kessirin Pinpuvadol

Certified Public Accountant (Thailand) No. 7325

EY Office Limited

Bangkok: 7 August 2023

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of financial position

As at 30 June 2023

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>30 June 2023</u> (Unaudited but reviewed)	<u>31 December 2022</u> (Audited)	<u>30 June 2023</u> (Unaudited but reviewed)	<u>31 December 2022</u> (Audited)
Assets					
Current assets					
Cash and cash equivalents		1,381,107	2,745,216	885,248	1,246,629
Short-term investments in financial assets					
- fixed deposits		1,753,763	60,000	700,000	60,000
Trade and other receivables	3, 4	42,509	88,569	35,202	74,871
Inventories		23,989	24,184	23,989	24,184
Other current assets		43,439	27,058	42,226	25,840
Total current assets		<u>3,244,807</u>	<u>2,945,027</u>	<u>1,686,665</u>	<u>1,431,524</u>
Non-current assets					
Other non-current financial assets	6	285,685	335,177	-	-
Investments in subsidiaries		-	-	1,303,000	1,303,000
Investments in associates	5	-	-	-	-
Long-term loans to and interest receivables					
from related parties	3, 5	1,053,497	1,038,189	-	-
Property, plant and equipment	7	3,245,305	3,280,291	3,243,451	3,278,437
Intangible assets		224	313	224	313
Deferred tax assets		127,564	203,274	127,564	190,110
Other non-current assets		4,208	6,771	4,208	6,771
Total non-current assets		<u>4,716,483</u>	<u>4,864,015</u>	<u>4,678,447</u>	<u>4,778,631</u>
Total assets		<u>7,961,290</u>	<u>7,809,042</u>	<u>6,365,112</u>	<u>6,210,155</u>

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

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 June 2023

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>30 June 2023</u> (Unaudited but reviewed)	<u>31 December 2022</u> (Audited)	<u>30 June 2023</u> (Unaudited but reviewed)	<u>31 December 2022</u> (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	3	143,965	192,481	142,431	190,646
Short-term loans from related party	3	-	-	536,234	521,003
Income tax payable		1,761	3,000	-	-
Advance from customers		123,679	170,702	123,679	170,702
Other current liabilities		19,870	28,484	19,870	28,480
Total current liabilities		289,275	394,667	822,214	910,831
Non-current liabilities					
Provision for long-term employee benefits		85,128	88,070	85,128	88,070
Deferred tax liabilities		16,567	12,222	-	-
Other non-current liabilities		22,176	21,452	22,176	21,452
Total non-current liabilities		123,871	121,744	107,304	109,522
Total liabilities		413,146	516,411	929,518	1,020,353
Shareholders' equity					
Share capital					
Registered, issued and fully paid up					
130,000,000 ordinary shares of Baht 10 each		1,300,000	1,300,000	1,300,000	1,300,000
Share premium		1,590,400	1,590,400	1,590,400	1,590,400
Retained earnings					
Appropriated-statutory reserve		130,000	130,000	130,000	130,000
Unappropriated		3,540,645	3,312,921	2,415,194	2,169,402
Other components of shareholders' equity		887,270	843,733	-	-
Equity attributable to owners of the Company		7,448,315	7,177,054	5,435,594	5,189,802
Non-controlling interests of the subsidiary		99,829	115,577	-	-
Total shareholders' equity		7,548,144	7,292,631	5,435,594	5,189,802
Total liabilities and shareholders' equity		7,961,290	7,809,042	6,365,112	6,210,155
		-	-	-	-

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

Directors

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries**Statement of comprehensive income****For the three-month period ended 30 June 2023**

(Unit: Thousand Baht except earnings per share expressed in Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Profit or loss:				
Revenue				
Revenue from hotel operations	429,767	181,555	429,767	181,555
Exchange gains	15,224	12,991	-	-
Other income	3,384	5,005	3,384	1,207
Total revenue	<u>448,375</u>	<u>199,551</u>	<u>433,151</u>	<u>182,762</u>
Expenses				
Cost of hotel operations	140,662	82,545	140,662	82,545
Selling expenses	30,213	21,039	30,213	21,039
Administrative expenses	132,547	92,332	132,219	92,019
Depreciation and amortisation expenses	40,235	44,095	40,235	44,095
Exchange losses	-	-	22,287	30,127
Reversal allowance for expected credit losses of trade receivables	(569)	(83)	(569)	(83)
Impairment losses on financial assets	267	-	-	-
Total expenses	<u>343,355</u>	<u>239,928</u>	<u>365,047</u>	<u>269,742</u>
Operating profit (loss)	105,020	(40,377)	68,104	(86,980)
Share of losses from investments in associates	(12,502)	(11,067)	-	-
Finance income	22,609	9,125	4,288	1,270
Profit (loss) before income tax expenses	115,127	(42,319)	72,392	(85,710)
Income tax expenses	(12,956)	(1,061)	(15,357)	-
Profit (loss) for the period	<u>102,171</u>	<u>(43,380)</u>	<u>57,035</u>	<u>(85,710)</u>
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>				
Exchange differences on translation of financial statements in foreign currency	76,890	114,130	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods	76,890	114,130	-	-
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>				
Gain (loss) on changes in value of equity investments designated at fair value through other comprehensive income - net of income tax	(65,680)	4,470	-	-
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax	(65,680)	4,470	-	-
Total other comprehensive income for the period	<u>11,210</u>	<u>118,600</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u>113,381</u>	<u>75,220</u>	<u>57,035</u>	<u>(85,710)</u>

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the three-month period ended 30 June 2023

(Unit: Thousand Baht except earnings per share expressed in Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
Note	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Profit (loss) attributable to:				
Equity holders of the Company	101,987	(44,856)	<u>57,035</u>	<u>(85,710)</u>
Non-controlling interests of the subsidiary	<u>184</u>	<u>1,476</u>		
	<u>102,171</u>	<u>(43,380)</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	113,197	74,262	<u>57,035</u>	<u>(85,710)</u>
Non-controlling interests of the subsidiary	<u>184</u>	<u>958</u>		
	<u>113,381</u>	<u>75,220</u>		
Earnings per share				
Basic earnings (loss) per share	8			
Profit (loss) attributable to equity holders of the Company	<u>0.78</u>	<u>(0.35)</u>	<u>0.44</u>	<u>(0.66)</u>

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries**Statement of comprehensive income****For the six-month period ended 30 June 2023**

(Unit: Thousand Baht except earnings per share expressed in Baht)

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Profit or loss:					
Revenue					
Revenue from hotel operations		1,027,329	304,695	1,027,329	304,695
Exchange gains		-	13,032	-	-
Other income		7,798	8,233	7,798	4,435
Total revenue		<u>1,035,127</u>	<u>325,960</u>	<u>1,035,127</u>	<u>309,130</u>
Expenses					
Cost of hotel operations		304,882	150,097	304,882	150,097
Selling expenses		65,068	39,015	65,068	39,015
Administrative expenses		270,603	171,037	269,837	170,395
Depreciation and amortisation expenses		79,525	88,717	79,525	88,717
Exchange losses		5,095	-	15,231	28,063
Reversal allowance for expected credit losses of trade receivables		(606)	(113)	(606)	(113)
Impairment losses on financial assets		32,185	-	-	-
Total expenses		<u>756,752</u>	<u>448,753</u>	<u>733,937</u>	<u>476,174</u>
Operating profit (loss)		<u>278,375</u>	<u>(122,793)</u>	<u>301,190</u>	<u>(167,044)</u>
Share of losses from investments in associates	3	(24,273)	(20,156)	-	-
Finance income		42,837	16,381	7,148	2,553
Profit (loss) before income tax expenses		<u>296,939</u>	<u>(126,568)</u>	<u>308,338</u>	<u>(164,491)</u>
Income tax expenses		(77,520)	(1,430)	(62,546)	-
Profit (loss) for the period		<u>219,419</u>	<u>(127,998)</u>	<u>245,792</u>	<u>(164,491)</u>
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>					
Exchange differences on translation of financial statements in foreign currency		72,296	101,989	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods		72,296	101,989	-	-
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>					
Loss on changes in value of equity investments designated at fair value through other comprehensive income - net of income tax	6	(17,428)	(18,250)	-	-
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		(17,428)	(18,250)	-	-
Total other comprehensive income for the period		<u>54,868</u>	<u>83,739</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u>274,287</u>	<u>(44,259)</u>	<u>245,792</u>	<u>(164,491)</u>

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the six-month period ended 30 June 2023

(Unit: Thousand Baht except earnings per share expressed in Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
Note	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Profit (loss) attributable to:				
Equity holders of the Company	218,059	(129,487)	<u>245,792</u>	<u>(164,491)</u>
Non-controlling interests of the subsidiary	<u>1,360</u>	<u>1,489</u>		
	<u>219,419</u>	<u>(127,998)</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	271,261	(41,599)	<u>245,792</u>	<u>(164,491)</u>
Non-controlling interests of the subsidiary	<u>3,026</u>	<u>(2,660)</u>		
	<u>274,287</u>	<u>(44,259)</u>		
Earnings per share				
Basic earnings (loss) per share	8			
Profit (loss) attributable to equity holders of the Company	<u>1.68</u>	<u>(1.00)</u>	<u>1.89</u>	<u>(1.27)</u>

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

(Unaudited but reviewed)

Shangri-La Hotel 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 owners of the Company													
				Other components of shareholders' equity									
				Other comprehensive income									
				Exchange differences on translation of financial statements in foreign currency									
Issued and fully paid-up share capital		Retained earnings		Fair value reserve - net of income tax		Total other components of shareholders' equity		Total equity attributable to owners of the Company		Equity attributable to non-controlling interests of the subsidiary		Total shareholders' equity	
Share premium	Appropriated	Unappropriated	foreign currency	reserve - net of income tax	shareholders' equity	owners of the Company	interests of the subsidiary	equity	Total shareholders' equity				
Balance as at 1 January 2022	1,300,000	1,590,400	130,000	3,362,751	784,658	(30,289)	754,369	7,137,520	113,646	7,251,166			
Profit (loss) for the period	-	-	-	(129,487)	-	-	-	(129,487)	1,489	(127,998)			
Other comprehensive income for the period	-	-	-	-	101,989	(14,101)	87,888	87,888	(4,149)	83,739			
Total comprehensive income for the period	-	-	-	(129,487)	101,989	(14,101)	87,888	(41,599)	(2,660)	(44,259)			
Balance as at 30 June 2022	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>3,233,264</u>	<u>886,647</u>	<u>(44,390)</u>	<u>842,257</u>	<u>7,095,921</u>	<u>110,986</u>	<u>7,206,907</u>			
Balance as at 1 January 2023	1,300,000	1,590,400	130,000	3,312,921	909,407	(65,674)	843,733	7,177,054	115,577	7,292,631			
Profit for the period	-	-	-	218,059	-	-	-	218,059	1,360	219,419			
Other comprehensive income for the period	-	-	-	-	72,296	(19,094)	53,202	53,202	1,666	54,868			
Total comprehensive income for the period	-	-	-	218,059	72,296	(19,094)	53,202	271,261	3,026	274,287			
Dividend paid of the subsidiary	-	-	-	-	-	-	-	-	(18,774)	(18,774)			
Transfer gain on changes in fair value of equity instruments from sales to retained earnings	-	-	-	9,665	-	(9,665)	(9,665)	-	-	-			
Balance as at 30 June 2023	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>3,540,645</u>	<u>981,703</u>	<u>(94,433)</u>	<u>887,270</u>	<u>7,448,315</u>	<u>99,829</u>	<u>7,548,144</u>			

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

(Unaudited but reviewed)

Shangri-La Hotel 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				Total shareholders' equity
	Issued and fully paid-up share capital	Share premium	Retained earnings		
			Appropriated	Unappropriated	
Balance as at 1 January 2022	1,300,000	1,590,400	130,000	2,137,428	5,157,828
Total comprehensive income for the period	-	-	-	(164,491)	(164,491)
Balance as at 30 June 2022	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>1,972,937</u>	<u>4,993,337</u>
Balance as at 1 January 2023	1,300,000	1,590,400	130,000	2,169,402	5,189,802
Total comprehensive income for the period	-	-	-	245,792	245,792
Balance as at 30 June 2023	<u>1,300,000</u>	<u>1,590,400</u>	<u>130,000</u>	<u>2,415,194</u>	<u>5,435,594</u>

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries**Cash flow statement****For the six-month period ended 30 June 2023**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash flows from operating activities				
Profit (loss) before income tax	296,939	(126,568)	308,338	(164,491)
Adjustments to reconcile profit (loss) before income tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation expenses	79,525	88,717	79,525	88,717
Reversal allowance for expected credit loss of trade receivables	(665)	(113)	(665)	(113)
Bad debts	59	-	59	-
Reversal reduction of inventory to net realisable value	(58)	(304)	(58)	(304)
Impairment losses on financial assets	32,185	-	-	-
Share of losses from investments in associates	24,273	20,156	-	-
Gain on disposals of equipment	(208)	(161)	(208)	(161)
Provision for long-term employee benefits	5,248	4,139	5,248	4,139
Unrealised loss on exchange	-	-	15,231	28,063
Dividend income	-	(3,798)	-	-
Finance income	(42,837)	(16,381)	(7,148)	(2,553)
Profit (loss) from operating activities before changes in operating assets and liabilities	394,461	(34,313)	400,322	(46,703)
Operating assets (increase) decrease				
Trade and other receivables	48,023	(12,686)	41,461	(12,686)
Inventories	253	1,527	253	1,527
Other current assets	(16,888)	(4,800)	(16,905)	(4,788)
Other non-current assets	2,563	(355)	2,563	(355)
Operating liabilities increase (decrease)				
Trade and other payables	(48,516)	24,589	(48,215)	24,058
Advance from customers	(47,023)	(34,074)	(47,023)	(34,074)
Other current liabilities	(8,614)	39,612	(8,610)	39,612
Provision for long-term employee benefits	(8,190)	(2,425)	(8,190)	(2,425)
Other non-current liabilities	724	(2,298)	724	(2,298)
Cash flows from (used in) operating activities	316,793	(25,223)	316,380	(38,132)
Cash received from refund of corporate income tax	2,249	-	2,249	-
Cash paid for corporate income tax	(1,779)	(3,743)	(1,730)	(1,180)
Net cash flows from (used in) operating activities	317,263	(28,966)	316,899	(39,312)

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

(Unaudited but reviewed)

Shangri-La Hotel Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the six-month period ended 30 June 2023

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Cash flows from investing activities				
Decrease (increase) in short-term investments in financial assets				
- fixed deposits	(1,693,763)	105,000	(640,000)	105,000
Cash received from interest income	32,137	4,671	5,962	2,438
Dividend income	-	3,798	-	-
Proceeds from sales of other non-current financial assets	42,062	-	-	-
Increase in long-term loans to related party	(30,922)	-	-	-
Acquisitions of property, plant and equipment	(44,453)	(975)	(44,453)	(975)
Acquisitions of intangible assets	-	(352)	-	(352)
Proceeds from disposals of building improvement and equipment	211	162	211	162
Net cash flows from (used in) investing activities	<u>(1,694,728)</u>	<u>112,304</u>	<u>(678,280)</u>	<u>106,273</u>
Cash flows from financing activities				
Dividend paid of the subsidiary	(18,774)	-	-	-
Net cash flows used in financing activities	<u>(18,774)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Increase (decrease) in translation adjustments	<u>6,277</u>	<u>(8,098)</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>(1,389,962)</u>	<u>75,240</u>	<u>(361,381)</u>	<u>66,961</u>
Effects of exchange rate changes on cash and cash equivalents	25,853	30,561	-	-
Cash and cash equivalents at beginning of period	<u>2,745,216</u>	<u>1,352,193</u>	<u>1,246,629</u>	<u>52,947</u>
Cash and cash equivalents at end of period	<u><u>1,381,107</u></u>	<u><u>1,457,994</u></u>	<u><u>885,248</u></u>	<u><u>119,908</u></u>
	-	-	-	-

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

Shangri-La Hotel Public Company Limited and its subsidiaries
Notes to consolidated interim financial statements
For the three-month and six-month periods ended 30 June 2023

1. General information

1.1 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, 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 financial statements.

1.2 Basis of consolidation

These consolidated financial statements include the financial statements of Shangri-La Hotel Public Company Limited (“the Company”) and its subsidiaries (“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. There have been no changes in the composition of the Group during the current period.

2. 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.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023, do not have any significant impact on the Group’s financial statements.

3. Related party transactions

During the period, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course business. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Summaries significant business transactions with related parties as follows.

(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 associated companies</u>				
Interest income	4	5	-	-
<u>Transactions with related companies</u>				
Revenue from hotel operations	10	11	10	11
Management fees	15	7	15	7
Marketing and promotion fees	4	2	4	2
Advertising and reservation fees	2	3	2	3

(Unit: Million Baht)

	For the six-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 associated companies</u>				
Interest income	9	10	-	-
<u>Transactions with related companies</u>				
Revenue from hotel operations	21	21	21	21
Management fees	34	13	34	13
Marketing and promotion fees	11	3	11	3
Advertising and reservation fees	6	5	6	5
Training fees	1	1	1	1

The balances of the accounts between the Company and these related companies as at 30 June 2023 and 31 December 2022 are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
	(Audited)		(Audited)	
<u>Trade receivables - related parties (Note 4)</u>				
Directors				
Directors	50	110	50	110
Related companies				
Others	1,439	5,397	1,439	5,397
Total trade receivables - related parties	<u>1,489</u>	<u>5,507</u>	<u>1,489</u>	<u>5,507</u>
<u>Other receivables - related parties (Note 4)</u>				
Related companies				
Shangri-La International Hotel Management Pte., Ltd.	1,370	4,483	1,370	4,483
Others	432	902	432	902
Total other receivables - related parties	<u>1,802</u>	<u>5,385</u>	<u>1,802</u>	<u>5,385</u>
<u>Long-term loans to and interest receivables from related parties</u>				
Associated companies				
Non-interest bearing				
Traders Square Company Limited	48,242	46,850	-	-
	<u>48,242</u>	<u>46,850</u>	<u>-</u>	<u>-</u>
Interest bearing				
Traders Yangon Company Limited	612,681	562,473	-	-
Shangri-La Yangon Company Limited	871,766	841,430	-	-
Traders Square Company Limited	897,431	867,275	-	-
	<u>2,381,878</u>	<u>2,271,178</u>	<u>-</u>	<u>-</u>
Total	2,430,120	2,318,028	-	-
Less: Allowance for impairment losses on financial assets (Note 5)	(1,030,076)	(967,824)	-	-
Total	1,400,044	1,350,204	-	-
Less: Share of losses from investments in associates (Note 5)	(346,547)	(312,015)	-	-
Total long-term loans to and interest receivables from related parties - net	<u>1,053,497</u>	<u>1,038,189</u>	<u>-</u>	<u>-</u>

(Unaudited but reviewed)

The interest-bearing portions of the loans carry interest at rates of USD LIBOR and 0.92 to 5.50 percent per annum. The loans are unsecured and repayable on demand. The Group deemed these long-term loans that, in substance, form part of the interests in associates (Note 5 to the interim financial statements).

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	30 June	31 December	30 June	31 December
	2023	2022	2023	2022
		(Audited)		(Audited)
<u>Other payables - related parties</u>				
Related companies				
Shangri-La International Hotel Management Pte., Ltd.	32,227	38,331	31,979	38,248
Others	765	1,161	241	351
Total other payables - related parties	<u>32,992</u>	<u>39,492</u>	<u>32,220</u>	<u>38,599</u>
<u>Short-term loans from related party</u>				
Subsidiary				
Hasfield Holdings Pte., Ltd.	-	-	536,234	521,003
Total short-term loans from related party	<u>-</u>	<u>-</u>	<u>536,234</u>	<u>521,003</u>

The above loans are repayable on demand and no interest bearing.

During the current period, movements of loans to and interest receivables from related parties and loan from related party were as follows:

	(Unit: Thousand Baht)				
	Consolidated financial statements				
	Balance as at	Increase	Decrease	Translation	Balance as at
	1 January	during	during	adjustment	30 June
	2023	the period	the period		2023
<u>Long-term loans to and interest receivables from related parties</u>					
Associated companies					
Non-interest bearing					
Traders Square Company Limited	46,850	-	-	1,392	48,242
Interest bearing					
Traders Yangon Company Limited	562,473	30,922	-	19,286	612,681
Shangri-La Yangon Company Limited	841,430	5,127	-	25,209	871,766
Traders Square Company Limited	<u>867,275</u>	<u>4,216</u>	<u>-</u>	<u>25,940</u>	<u>897,431</u>
Total	2,318,028	40,265	-	71,827	2,430,120
Less: Allowance for impairment losses on financial assets	<u>(967,824)</u>	<u>(32,185)</u>	<u>-</u>	<u>(30,067)</u>	<u>(1,030,076)</u>
Total	1,350,204	8,080	-	41,760	1,400,044
Less: Share of losses from investments in associates (Note 5)	<u>(312,015)</u>	<u>(24,273)</u>	<u>-</u>	<u>(10,259)</u>	<u>(346,547)</u>
Total long-term loans to and interest receivables from related parties - net	<u>1,038,189</u>	<u>(16,193)</u>	<u>-</u>	<u>31,501</u>	<u>1,053,497</u>

(Unaudited but reviewed)

During the current period, a subsidiary granted loans to the associated company, Traders Yangon Company Limited to provide the loan of USD 0.9 million as in proportion to the subsidiary's shareholding in the associated, carrying an interest rate of 5.5% per annum. The loan is to be repaid no longer than 5 years from the relevant drawdown date. The loan is subordinated loan and unsecured.

Subsequently, on 20 July 2023, the subsidiary granted loans to the associated company, Traders Yangon Company Limited amounting to USD 1.2 million.

The significant increase of Baht 32.2 million in the allowance for impairment losses on loans to and interest receivable from related parties in 2023 was mainly due to impacts of the political uncertainty in Myanmar, which significantly affected the businesses, operating results and financial position of the associates and resulted in a reduction in the associates' ability to repay debts.

(Unit: Thousand Baht)

	Separate financial statements				Balance as at 30 June 2023
	Balance as at 1 January 2023	Increase during the period	Decrease during the period	Loss on exchange	
<u>Short-term loans from related party</u>					
Subsidiary					
Hasfield Holdings Pte., Ltd.	521,003	-	-	15,231	536,234
Total short-term loans from related party	<u>521,003</u>	<u>-</u>	<u>-</u>	<u>15,231</u>	<u>536,234</u>

Directors and management's benefits

(Unit: Thousand Baht)

	For the three-month periods ended 30 June	
	Consolidated financial statements /Separate financial statements	Consolidated financial statements /Separate financial statements
	<u>2023</u>	<u>2022</u>
Short-term employee benefits	14,285	10,320
Post-employment benefits	723	752
Total	<u>15,008</u>	<u>11,072</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June	
	Consolidated financial statements /Separate financial statements	Consolidated financial statements /Separate financial statements
	<u>2023</u>	<u>2022</u>
Short-term employee benefits	27,920	21,381
Post-employment benefits	1,407	1,504
Total	<u>29,327</u>	<u>22,885</u>

Guarantee obligations with related parties

The Company has outstanding guarantee obligations with its related parties, as described in Note 10.2 to the interim financial statements.

4. Trade and other receivables

	(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 receivables - related parties</u> (Note 3)				
Age on the basis of invoice date				
Less than 120 days	1,489	5,507	1,489	5,507
Total trade receivables - related parties	1,489	5,507	1,489	5,507
<u>Trade receivables - unrelated parties</u>				
Age on the basis of invoice date				
Less than 120 days	28,561	62,215	28,561	62,215
120 - 180 days	376	387	376	387
Over 180 days	2,818	3,117	2,818	3,117
Total	31,755	65,719	31,755	65,719
Less: Allowance for expected credit losses	(2,270)	(2,935)	(2,270)	(2,935)
Total trade receivables - unrelated parties, net	29,485	62,784	29,485	62,784
Total trade receivables - net	30,974	68,291	30,974	68,291
<u>Other receivables</u>				
Other receivables - related parties (Note 3)	1,802	5,385	1,802	5,385
Other receivables - unrelated parties	113	6,630	113	68
Interest receivables	9,620	8,263	2,313	1,127
Total other receivables	11,535	20,278	4,228	6,580
Total trade and other receivables - net	42,509	88,569	35,202	74,871

5. Investments in associates

5.1 Details of associates:

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Consolidated financial statements							
			Paid-up capital as at		Shareholding percentage		Cost		Carrying amounts based on equity method	
			30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December
			2023	2022	2023	2022	2023	2022	2023	2022
				(Percent)	(Percent)	(Audited)		(Audited)		
Associated companies (held by Zukerman Limited)										
Traders Yangon Company Limited	Hotel	Myanmar	USD 3.6 million	USD 3.6 million	23.53	23.53	31,820	30,902	-	-
Shangri-La Yangon Company Limited	Serviced apartments	Myanmar	USD 2.0 million	USD 2.0 million	22.22	22.22	18,816	18,273	-	-
Traders Square Company Limited	Commercial complex and office for rent	Myanmar	USD 0.1 million	USD 0.1 million	23.56	23.56	751	729	-	-
Total							51,387	49,904	-	-

5.2 Summarised financial information of associates

The financial information of these associated companies for three-month and six-month periods ended 30 June 2023 and 2022, and for the year ended 31 December 2022, which was included in the consolidated financial statements, was prepared by the associates' management. However, the Company's management believes that there would have been no significant difference to financial information if those financial information had been audited by auditors.

Financial information of the associated companies is summarised below.

(Unit: Thousand Baht)

	Financial statements					
	Traders Yangon Company Limited		Shangri-La Yangon Company Limited		Traders Square Company Limited	
	30 June	31 December	30 June	31 December	30 June	31 December
	2023	2022	2023	2022	2023	2022
Total assets	1,169,552	1,171,332	3,395,955	3,332,823	3,456,125	3,570,983
Total liabilities	(4,191,956)	(3,971,463)	(4,105,763)	(3,980,762)	(4,340,653)	(4,364,891)
Net (liabilities)/assets	(3,022,404)	(2,800,131)	(709,808)	(647,939)	(884,528)	(793,908)

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the three-month periods ended 30 June

	Traders Yangon Company Limited		Shangri-La Yangon Company Limited		Traders Square Company Limited	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Total revenue	<u>3,080</u>	<u>3,588</u>	<u>53,142</u>	<u>52,350</u>	<u>51,435</u>	<u>67,316</u>
Loss	<u>(70,455)</u>	<u>(56,247)</u>	<u>(20,133)</u>	<u>(23,635)</u>	<u>(34,079)</u>	<u>(24,684)</u>

(Unit: Thousand Baht)

For the six-month periods ended 30 June

	Traders Yangon Company Limited		Shangri-La Yangon Company Limited		Traders Square Company Limited	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Total revenue	<u>7,477</u>	<u>5,862</u>	<u>107,961</u>	<u>103,159</u>	<u>102,375</u>	<u>129,475</u>
Loss	<u>(133,629)</u>	<u>(108,082)</u>	<u>(40,948)</u>	<u>(42,056)</u>	<u>(64,407)</u>	<u>(45,887)</u>

5.3 The reconciliation of interests in associates

Since 2020, the Group's management decided to change the objective of the long-term loans to these three associated companies. Given the situation with the Coronavirus disease 2019 pandemic, no plans have been set for collection of these long-term loans for the foreseeable future and the long-term loans were, therefore, deemed in substance to form part of the interests in associates.

(Unit: Thousand Baht)

	Consolidated financial statements			
	As at 30 June 2023			
	Traders Yangon Company Limited	Shangri-La Yangon Company Limited	Traders Square Company Limited	Total
<u>Interests in associates</u>				
Net assets (liabilities) of associates	(3,022,404)	(709,808)	(884,528)	(4,616,740)
Shareholding percentage (Percent)	23.53%	22.22%	23.56%	
The Group's interests in associates	(711,172)	(157,719)	(208,395)	(1,077,286)
<u>Investments in associates</u>				
Ordinary shares, at cost	31,820	18,816	751	51,387
Less: Cumulative share of losses from investments in associates	(31,820)	(18,816)	(751)	(51,387)
Total	-	-	-	-
<u>Long-term loans to and interest receivables from related parties (Note 3)</u>				
Long-term loans to and interest receivables from related parties	612,681	871,766	945,673	2,430,120
Less: Impairment losses on financial assets	(612,681)	(129,128)	(288,267)	(1,030,076)
Total - net	-	742,638	657,406	1,400,044
Less: Cumulative share of losses from investments in associates	-	(138,903)	(207,644)	(346,547)
Total long-term loans to and interest receivables from related parties - net	-	603,735	449,762	1,053,497
Unrecognised cumulative share of losses from investments in associates	(679,352)	-	-	(679,352)

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements

As at 31 December 2022

	Traders Yangon Company Limited	Shangri-La Yangon Company Limited	Traders Square Company Limited	Total (Audited)
<u>Interests in associates</u>				
Net assets/ (liabilities) of associates	(2,800,131)	(647,939)	(793,908)	(4,241,978)
Shareholding percentage (Percent)	23.53%	22.22%	23.56%	
The Group's interests in associates	(658,871)	(143,972)	(187,045)	(989,888)
<u>Investments in associates</u>				
Ordinary shares, at cost	30,902	18,273	729	49,904
Less: Cumulative share of losses from investments in associates	(30,902)	(18,273)	(729)	(49,904)
Total	-	-	-	-
<u>Long-term loans to and interest receivables from related parties (Note 3)</u>				
Long-term loans to and interest receivables from related parties	562,473	841,430	914,125	2,318,028
Less: Impairment losses on financial assets	(562,473)	(125,402)	(279,949)	(967,824)
Total - net	-	716,028	634,176	1,350,204
Less: Cumulative share of losses from investments in associates	-	(125,699)	(186,316)	(312,015)
Total long-term loans to and interest receivables from related parties - net	-	590,329	447,860	1,038,189
Unrecognised cumulative share of losses from investments in associates	(627,969)	-	-	(627,969)

(Unaudited but reviewed)

6. Other non-current financial assets

	(Unit: Thousand Baht)	
	Consolidated	
	financial statements	
	30 June	31 December
	2023	2022
		(Audited)
<u>Equity instruments designated at FVOCI</u>		
Listed equity instruments		
Shangri-La Asia Limited - related party	285,685	297,994
Don Muang Tollway Public Company Limited	-	37,183
Total equity instruments designated at FVOCI	285,685	335,177

Movements of the equity instruments designated at FVOCI during the six-month periods ended 30 June 2023 are summarised below.

	(Unit: Thousand Baht)		
	Consolidated financial statements		
	Don Muang		
	Tollway Public		
	Shangri-La	Company	Total
	Asia Limited	Limited	
Fair value as at 1 January 2023	297,994	37,183	335,177
Gain (loss) recognised into other			
comprehensive income	(21,331)	4,879	(16,452)
Disposed during the period	-	(42,062)	(42,062)
Translation adjustment	9,022	-	9,022
Fair value as at 30 June 2023	285,685	-	285,685

During the current period, the subsidiary sold of its equity interest in Don Muang Tollway Public Company Limited which have the fair value on the date of sales of Baht 42.1 million. The accumulated gain recognised in other comprehensive income of Baht 16.9 million net of income tax, was transferred to the Group's retained earnings of Baht 9.7 million and non-controlling interests of the subsidiary of Baht 7.2 million.

Equity instruments were measured at fair value with hierarchy level 1 and there were no transfers within the fair value hierarchy during the current period.

7. Property, plant and equipment

Movements of the property, plant and equipment account 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	3,280,291	3,278,437
Acquisitions during the period - at cost	44,453	44,453
Disposals/Write-off during the period - net book value at disposals/write-off date	(3)	(3)
Depreciation for the period	(79,436)	(79,436)
Net book value as at 30 June 2023	<u>3,245,305</u>	<u>3,243,451</u>

8. Earnings per share

Basic earnings per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

9. Segment information

The Group is organised into business units based on its services. During the current period, the Group have not changed the organisation of their reportable segments.

The following tables present revenue and profit information regarding the Group's operating segments for the three-month and six-month periods ended 30 June 2023 and 2022.

(Unit: Million Baht)

	For the three-month periods ended 30 June											
	Hotel business				Holding Investment	Total segments		Adjustment and elimination		Consolidated		
	Hotel in Bangkok		Hotel in Chiangmai			2023	2022	2023	2022	2023	2022	2023
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Revenue												
Revenue from external customers	350	148	79	34	-	-	429	182	-	-	429	182
Total revenue	350	148	79	34	-	-	429	182	-	-	429	182
Operating result												
Segment gross profit	236	83	53	16	-	-	289	99	-	-	289	99
Other income	3	1	1	-	-	4	4	5	-	-	4	5
Depreciation and amortisation expenses	(23)	(25)	(18)	(19)	-	-	(41)	(44)	-	-	(41)	(44)
Exchange gains (losses)	(22)	(30)	-	-	37	43	15	13	-	-	15	13
Share of losses from investments in associates	-	-	-	-	(12)	(11)	(12)	(11)	-	-	(12)	(11)
Finance income	4	1	-	-	19	8	23	9	-	-	23	9
Profit (loss) before income tax expenses	78	(54)	(6)	(31)	43	43	115	(42)	-	-	115	(42)
Income tax benefits (expenses)	(17)	-	1	-	3	(1)	(13)	(1)	-	-	(13)	(1)
Profit (loss) for the period	61	(54)	(5)	(31)	46	42	102	(43)	-	-	102	(43)

(Unaudited but reviewed)

(Unit: Million Baht)

For the six-month periods ended 30 June

	Hotel business											
	Hotel in Bangkok		Hotel in Chiangmai		Holding Investment		Total segments		Adjustment and elimination		Consolidated	
	<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												
Revenue from external customers	804	246	223	59	-	-	1,027	305	-	-	1,027	305
Total revenue	<u>804</u>	<u>246</u>	<u>223</u>	<u>59</u>	<u>-</u>	<u>-</u>	<u>1,027</u>	<u>305</u>	<u>-</u>	<u>-</u>	<u>1,027</u>	<u>305</u>
Operating results												
Segment gross profit	560	129	162	26	-	-	722	155	-	-	722	155
Other income	7	4	1	-	-	4	8	8	-	-	8	8
Depreciation and amortisation expenses	(45)	(51)	(35)	(38)	-	-	(80)	(89)	-	-	(80)	(89)
Exchange gains (losses)	(15)	(28)	-	-	10	41	(5)	13	-	-	(5)	13
Share of losses from investments in associates	-	-	-	-	(24)	(20)	(24)	(20)	-	-	(24)	(20)
Finance income	7	3	-	-	36	13	43	16	-	-	43	16
Profit (loss) before income tax expenses	270	(100)	38	(64)	(11)	37	297	(127)	-	-	297	(127)
Income tax expenses	(55)	-	(8)	-	(15)	(1)	(78)	(1)	-	-	(78)	(1)
Profit (loss) for the period	<u>215</u>	<u>(100)</u>	<u>30</u>	<u>(64)</u>	<u>(26)</u>	<u>36</u>	<u>219</u>	<u>(128)</u>	<u>-</u>	<u>-</u>	<u>219</u>	<u>(128)</u>

10. Commitments and contingent liabilities

10.1 Capital commitments

As at 30 June 2023, the Company had capital commitments of approximately Baht 81 million (31 December 2022: Baht 80 million), relating to the construction and renovation of the hotel building and acquisition of equipment.

10.2 Guarantees

- (1) As at 30 June 2023, there were outstanding bank guarantees of approximately Baht 11 million (31 December 2022: Baht 11 million) issued by a bank on behalf of the Company in respect of electricity usage.
- (2) As at 30 June 2023 and 31 December 2022, the Company has the Counter Indemnity Agreement with the parent company to indemnify the contingent liability relating to loan facilities of its associated company, Traders Yangon Company Limited, in proportion to the subsidiary's shareholding not exceeding USD 11.77 million.

11. Financial instruments

11.1 Fair value of financial instruments

Most of the Group's financial instruments are classified as short-term or have interest rates that are close to market rate. Therefore, the carrying amounts of these financial instruments is estimated to approximate their fair value.

11.2 Foreign currency risk

The balances of financial assets and liabilities denominated in foreign currencies of the Group as at 30 June 2023 and 31 December 2022 are summarised below.

Foreign currency	Consolidated financial statements					
	Financial assets		Financial liabilities		Average exchange rate	
	As at	As at	As at	As at	As at	As at
	30 June	31 December	30 June	31 December	30 June	31 December
	2023	2022	2023	2022	2023	2022
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
		(Audited)		(Audited)		
US dollar	36	37	-	-	35.5893	34.5624
Foreign currency	Separate financial statements					
	Financial assets		Financial liabilities		Average exchange rate	
	As at	As at	As at	As at	As at	As at
	30 June	31 December	30 June	31 December	30 June	31 December
	2023	2022	2023	2022	2023	2022
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
		(Audited)		(Audited)		
US dollar	-	-	15	15	35.5893	34.5624

12. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 7 August 2023.

To : Managing Director
The Stock Exchange of Thailand

Date : August 7, 2023

Re : Management Discussion and Analysis for the period ended June 30, 2023

The Board of Directors is pleased to announce the Company's results of operation for the period ended June 30, 2023 as follows: -

Net profit / (loss) after corporate income tax for the three-month period ended June 30, 2023 and 2022:

(Baht in million)	<u>2023</u>	<u>2022</u>	<u>Change</u>
The Company	57.04	(85.71)	166.55 %
Consolidated	101.99	(44.86)	327.35 %

The Company:

The Company's profit before corporate income tax for the three-month period ended June 30, 2023 increased by Baht 158.10 million against the corresponding period of last year. The increase in the Company's profit was mainly attributed to the increase in profit before income tax of Shangri-La Hotel, Bangkok ("SLBK") by Baht 132.50 million and decrease in loss of Shangri-La Hotel, Chiang Mai ("SLCM") by Baht 25.60 million.

Revenues from hotel operations of SLBK increased by Baht 201.87 million from Baht 147.96 million to Baht 349.83 million mainly due to the increase in all types of revenue including room, food & beverages and other revenue due to travel rebound from international market and increase in overseas demand. Gross Profit before expenses increased by Baht 152.97 million. Selling and administrative expenses increased by Baht 7.12 million and Baht 29.07 million, respectively. Depreciation expense decreased by Baht 2.76 million against last year. Exchange losses decreased by Baht 7.84 million. As a result, the profit before corporate income tax increased by Baht 132.50 million from loss of Baht 54.44 million to profit of Baht 78.06 million.

Loss before corporate income tax of SLCM decreased by Baht 25.60 million as compared to 2022, mainly attributed to higher revenues from hotel operations by Baht 46.34 million from Baht 33.60 million to Baht 79.94 million as a result of higher occupancy and catering revenue mainly contributed from groups segment in May. Gross Profit before expenses increased by Baht 37.12 million. Selling and administrative expenses increased by Baht 2.05 million and Baht 10.65 million, respectively. Depreciation Expenses decreased by Baht 1.10 million against last year. As a result, the loss before corporate income tax decreased by Baht 25.60 million from Baht 31.27 million to Baht 5.67 million.

Consequently, the total profit of SLBK and SLCM before corporate income tax increased by Baht 158.10 million from loss of Baht 85.71 million to profit of Baht 72.39 million. The Company recorded a net profit after tax of Baht 57.04 million for the three-month period ended June 30, 2023 compared to loss of Baht 85.71 million last year (increased by 166.55%).

Consolidated:

The consolidated profit before corporate income tax for the three-month period ended June 30, 2023 increased by Baht 157.45 million against last year. The increase in consolidated profit before corporate income tax was mainly due to increase in the Company's profit before corporate income tax of Baht 158.10 million while profit from subsidiaries decreased by Baht 0.65 million. As a result, the corporate income tax expenses increased by Baht 11.90 million as a result of higher profit from the Company. Overall, the consolidated net profit after tax attributable to the equity holders of the Company for the three-month period ended June 30, 2023 increased by Baht 146.85 million against last year (increased by 327.35%).

Net profit / (loss) after corporate income tax for the six-month period ended June 30, 2023 and 2022:

(Baht in million)	<u>2023</u>	<u>2022</u>	<u>Change</u>
The Company	245.79	(164.49)	249.43 %
Consolidated	218.06	(129.49)	268.40 %

The Company:

The Company's profit before corporate income tax for the six-month period ended June 30, 2023 increased by Baht 472.83 million against the corresponding period of last year. The increase in the Company's profit was mainly attributed to the increase in profit before income tax of Shangri-La Hotel, Bangkok ("SLBK") by Baht 370.43 million and increase in profit of Shangri-La Hotel, Chiang Mai ("SLCM") by Baht 102.40 million.

Revenues from hotel operations of SLBK increased by Baht 558.52 million from Baht 245.63 million to Baht 804.15 million mainly due to the increase in all types of revenue including room, food & beverages and other revenue due to higher occupancy from reopening of border from July 2022 onwards. Gross Profit before expenses increased by Baht 431.59 million. Selling and administrative expenses increased by Baht 20.27 million and Baht 68.14 million, respectively. Depreciation expense decreased by Baht 6.82 million against last year. Exchange losses decreased by Baht 12.83 million. As a result, the profit before corporate income tax increased by Baht 370.43 million from loss of Baht 100.49 million to profit of Baht 269.94 million.

Profit before corporate income tax of SLCM increased by Baht 102.40 million as compared to 2022, mainly attributed to higher revenues from hotel operations by Baht 164.12 million from Baht 59.06 million to Baht 223.18 million due to the relaxation of Thailand travel restrictions. As a result, higher revenue contributed from all segments. Gross Profit before expenses increased by Baht 136.26 million. Selling and administrative expenses increased by Baht 5.79 million and Baht 30.80 million, respectively. Depreciation Expenses decreased by Baht 2.38 million against last year. As a result, the profit before corporate income tax increased by Baht 102.40 million from loss of Baht 64.00 million to profit of Baht 38.40 million.

Consequently, the total profit of SLBK and SLCM before corporate income tax increased by Baht 472.83 million from loss of Baht 164.49 million to profit of Baht 308.34 million. The Company recorded a net profit after tax of Baht 245.79 million for the six-month period ended June 30, 2023 compared to loss of Baht 164.49 million last year (increased by 249.43%).

Consolidated:

The consolidated profit before corporate income tax for the six-month period ended June 30, 2023 increased by Baht 423.51 million against last year. The increase in consolidated profit before corporate income tax was mainly due to increase in the Company's profit before corporate income tax of Baht 472.83 million while loss from subsidiaries increased by Baht 49.32 million. The increase in loss of subsidiaries was largely due to the impairment losses on financial assets and increase in exchange loss from loan to a related company. As a result, the corporate income tax expenses increased by Baht 76.09 million as a result of higher profit from the Company. Overall, the consolidated net profit after tax attributable to the equity holders of the Company for the six-month period ended June 30, 2023 increased by Baht 347.55 million against last year (increased by 268.40%).

Yours faithfully,

(Mrs. Pavinee Meensuk)
Director

Headline: Financial Performance Quarter 2 (F45) (Reviewed)

Security Symbol: SHANG

Announcement Details

Summary of operating result form (F45)

Company name	SHANGRI-LA HOTEL PUBLIC COMPANY LIMITED			
Quarter	Quarter 2			

(In thousands)

Financial Statement

	Quarter 2		For 6 Months	
Status	Reviewed		Reviewed	
Ending	30 June		30 June	
Year	2023	2022	2023	2022
Profit (loss) attributable to equity holders of the Company *	101,987	(44,856)	218,059	(129,487)
EPS (baht)	0.78	(0.35)	1.68	(1.00)

Type of report Unqualified opinion

*For consolidated financial statements

Please review financial statement (Full Version) before making investment decision

"The company hereby certifies that the information above is correct and complete. In addition, the company has already reported and disseminated its financial statements in full via the SET Electronic Listed Company Information Disclosure (SET Portal)."

Signature _____

(Mrs. Pavinee Meensuk)

Director

Authorized Persons to Disclose Information

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