

YGGDRAZIL GROUP PUBLIC COMPANY LIMITED

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

30 JUNE 2024

AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Yggdrazil Group Public Company Limited

I have reviewed the interim consolidated financial information of Yggdrazil Group Public Company Limited and its subsidiaries (the Group), and the interim separate financial information of Yggdrazil Group Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 June 2024, the consolidated and separate statements of comprehensive income for the three-month and six-month periods then ended, the related consolidated and separate statements of changes in equity, and cash flows for the six-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of interim consolidated and separate 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".

Emphasis of matter

I draw attention to Note 2 about going concern. It describes the Group's status regarding the lack of liquidity which resulted in negative cash flow generated from operating activities. The Group entered into short-term borrowings for operating working capital and utilised full credit limit of funds. Moreover, the Group is in default on the short-term borrowings and in the process of negotiating debt restructuring to extend the debt repayment period and still has not yet concluded. However, the Group has obtained financial support from external parties who provide short-term borrowings with repayment due within 12 months from the granting date. The Group has developed key business schemes to address the liquidity issue and is in the process of following a business operational plan and financial restructuring strategy to ensure that the Group has adequate liquidity, the ability to meet obligations, and the capacity to continue business operations. The continuation of business operations depends upon the success of management's operational plan and other relevant factors, as disclosed in Note 2. These circumstances indicate that there is a material uncertainty which may cast significant doubt on the Group's ability to continue as a going concern. My conclusion is not modified in respect of this matter.

PricewaterhouseCoopers ABAS Ltd.

Sinsiri Thangsombat

Certified Public Accountant (Thailand) No. 7352

Bangkok

14 August 2024

Yggdrasil Group Public Company Limited

Statement of Financial Position

As at 30 June 2024

| | Notes | Consolidated financial information | | Separate financial information | |
|---|-------|---------------------------------------|--|--------------------------------------|--|
| | | Unaudited 30 June 2024 Baht | Audited 31 December 2023 Baht | Unaudited 30 June 2024 Baht | Audited 31 December 2023 Baht |
| | | | | | |
| Assets | | | | | |
| Current assets | | | | | |
| Cash and cash equivalents | | 17,061,751 | 12,319,679 | 13,264,008 | 11,310,442 |
| Financial assets measured at amortised cost | | 138,232 | 5,698,536 | 138,232 | 5,698,536 |
| Financial assets measured at fair value | | | | | |
| through profit or loss | 6 | 572,330 | 5,863,309 | 572,330 | 5,863,309 |
| Trade and other receivables | 7 | 14,219,971 | 15,051,386 | 15,263,619 | 60,667,219 |
| Contract assets | 8 | 26,504,344 | 270,005,303 | 26,504,344 | 270,005,303 |
| Character design costs | | - | 5,165,764 | - | 5,165,764 |
| Films under production | 9 | 128,410,800 | 103,117,030 | - | - |
| Short-term loans to related parties | 19 | - | - | 140,433,654 | 59,440,117 |
| Other current assets | | 9,216,894 | 10,237,504 | 8,673,675 | 10,191,478 |
| Total current assets | | 196,124,322 | 427,458,511 | 204,849,862 | 428,342,168 |
| Non-current assets | | | | | |
| Financial assets measured at fair value | | | | | |
| through profit or loss | 6 | 50,079,355 | 50,079,355 | 24,813,105 | 24,813,105 |
| Restricted fixed deposits | | 4,001,000 | 4,001,000 | 4,001,000 | 4,001,000 |
| Investment in joint venture | | 36,044,149 | 36,743,784 | 50,000,000 | 50,000,000 |
| Investment in subsidiaries | | - | - | 31,999,800 | 31,999,800 |
| Leasehold improvement and equipment | 10 | 69,657,036 | 67,311,124 | 69,229,189 | 66,835,168 |
| Right-of-use assets | 10 | 898,442 | 2,502,427 | 898,442 | 2,502,427 |
| Intangible assets | 11 | 24,683,143 | 85,053,195 | 25,903,898 | 85,225,397 |
| Deferred tax assets | | 4,348,393 | 6,913,753 | 4,348,393 | 6,913,753 |
| Other non-current assets | 12 | 1,227,200 | 8,999,360 | 1,227,200 | 8,999,360 |
| Total non-current assets | | 190,938,718 | 261,603,998 | 212,421,027 | 281,290,010 |
| Total assets | | 387,063,040 | 689,062,509 | 417,270,889 | 709,632,178 |

Director _____
(Mr. Tanat Juwiwat)

Director _____
(Mr. Saroot Tubloy)

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

Yggdrazil Group Public Company Limited
Statement of Financial Position (Cont'd)
As at 30 June 2024

| | Notes | Consolidated financial information | | Separate financial information | |
|--|-------|---------------------------------------|--|--------------------------------------|--|
| | | Unaudited 30 June 2024 Baht | Audited 31 December 2023 Baht | Unaudited 30 June 2024 Baht | Audited 31 December 2023 Baht |
| Liabilities and equity | | | | | |
| Current liabilities | | | | | |
| Bank overdrafts and short-term borrowings | 13 | 20,062,954 | - | 20,062,954 | - |
| Trade and other payables | 14 | 64,214,478 | 40,321,797 | 79,382,585 | 44,487,547 |
| Contract liabilities | 8 | 2,055,981 | 5,001,075 | 2,055,981 | 5,001,075 |
| Financial derivative liabilities | | - | 257,074 | - | 257,074 |
| Current portion of lease liabilities | | 998,738 | 2,664,341 | 998,738 | 2,664,341 |
| Other current liabilities | | 12,690,105 | 10,605,463 | 10,638,614 | 10,551,714 |
| Total current liabilities | | 100,022,256 | 58,849,750 | 113,138,872 | 62,961,751 |
| Non-current liabilities | | | | | |
| Lease liabilities | | - | 118,625 | - | 118,625 |
| Employee benefit obligations | | 8,253,433 | 7,561,398 | 8,106,755 | 7,414,720 |
| Total non-current liabilities | | 8,253,433 | 7,680,023 | 8,106,755 | 7,533,345 |
| Total liabilities | | 108,275,689 | 66,529,773 | 121,245,627 | 70,495,096 |
| Equity | | | | | |
| Share capital | | | | | |
| Authorised share capital | | | | | |
| Ordinary shares, 692,000,000 shares of par Baht 0.50 each | | 346,000,000 | 346,000,000 | 346,000,000 | 346,000,000 |
| Issued and fully paid-up share capital | | | | | |
| Ordinary shares, 601,997,187 shares of paid-up Baht 0.50 each | | 300,998,594 | 300,998,594 | 300,998,594 | 300,998,594 |
| Premium on paid-up capital | | 236,245,639 | 236,245,639 | 236,245,639 | 236,245,639 |
| Retained earnings (deficits) | | | | | |
| Appropriated - legal reserve | | 16,800,000 | 16,800,000 | 16,800,000 | 16,800,000 |
| Unappropriated | | (278,265,243) | 68,879,896 | (259,019,320) | 84,092,500 |
| Other component of equity | | 3,008,361 | (391,393) | 1,000,349 | 1,000,349 |
| Total equity | | 278,787,351 | 622,532,736 | 296,025,262 | 639,137,082 |
| Total liabilities and equity | | 387,063,040 | 689,062,509 | 417,270,889 | 709,632,178 |

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

Yggdrazil Group Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the three-month period ended 30 June 2024

| | Note | Consolidated financial information | | Separate financial information | |
|---|------|---------------------------------------|-------------------|-----------------------------------|-------------------|
| | | 2024 Baht | 2023 Baht | 2024 Baht | 2023 Baht |
| Revenue from sales or services | | 50,167,968 | 80,354,175 | 50,167,968 | 81,522,225 |
| Cost of sales of goods or of services | | (41,266,030) | (45,560,833) | (41,415,946) | (45,944,379) |
| Gross profit | | 8,901,938 | 34,793,342 | 8,752,022 | 35,577,846 |
| Other income | | 436,831 | 700,800 | 2,935,828 | 700,273 |
| Selling expenses | | (841,989) | (1,155,647) | (841,989) | (1,155,647) |
| Administrative expenses | | (383,533,605) | (8,547,525) | (383,442,810) | (8,518,825) |
| Gain on exchange rate | | 912,589 | 1,253,952 | 912,589 | 1,253,952 |
| Share of loss of joint venture accounted for using the equity method | | (715,207) | (1,015,578) | - | - |
| (Loss) profit before finance costs and income tax | | (374,839,443) | 26,029,344 | (371,684,360) | 27,857,599 |
| Finance costs | | (199,314) | (64,093) | (199,314) | (64,093) |
| (Loss) profit before income tax | | (375,038,757) | 25,965,251 | (371,883,674) | 27,793,506 |
| Income tax expense | | (3,062,793) | (244,619) | (3,062,793) | (244,619) |
| Net (Loss) profit for the period | | (378,101,550) | 25,720,632 | (374,946,467) | 27,548,887 |
| Other comprehensive income: | | | | | |
| Items that may be reclassified subsequently to profit | | | | | |
| Currency translation differences | | 504,782 | - | - | - |
| Total items that may be reclassified subsequently to profit | | 504,782 | - | - | - |
| Other comprehensive income for the period | | 504,782 | - | - | - |
| Total comprehensive (loss) income for the period | | (377,596,768) | 25,720,632 | (374,946,467) | 27,548,887 |
| Earnings per share | | | | | |
| Weighted-average ordinary shares (shares) | | 601,997,187 | 601,997,187 | 601,997,187 | 601,997,187 |
| Basic (losses) earnings per share | 17 | (0.63) | 0.04 | (0.62) | 0.05 |

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

Yggdrazil Group Public Company Limited
Statement of Comprehensive Income (Unaudited)
For the six-month period ended 30 June 2024

| | Notes | Consolidated financial information | | Separate financial information | |
|---|-------|---------------------------------------|-------------------|-----------------------------------|-------------------|
| | | 2024 Baht | 2023 Baht | 2024 Baht | 2023 Baht |
| Revenue from sales or services | 5 | 140,260,452 | 170,362,806 | 140,260,452 | 172,734,006 |
| Cost of sales of goods or of services | 15 | (96,987,845) | (96,449,891) | (97,488,164) | (97,082,682) |
| Gross profit | | 43,272,607 | 73,912,915 | 42,772,288 | 75,651,324 |
| Other income | | 1,395,629 | 1,264,002 | 4,955,502 | 1,262,023 |
| Selling expenses | 15 | (1,870,165) | (2,477,818) | (1,870,165) | (2,477,818) |
| Administrative expenses | 15 | (391,866,098) | (14,034,941) | (391,591,968) | (13,968,526) |
| Gain on exchange rate | | 6,451,915 | 1,240,846 | 6,451,915 | 1,240,846 |
| Share of loss of joint venture accounted for using the equity method | | (699,635) | (1,290,696) | - | - |
| (Loss) profit before finance costs and income tax | | (343,315,747) | 58,614,308 | (339,282,428) | 61,707,849 |
| Finance costs | | (324,864) | (132,858) | (324,864) | (132,858) |
| (Loss) profit before income tax | | (343,640,611) | 58,481,450 | (339,607,292) | 61,574,991 |
| Income tax expense | 16 | (3,504,528) | (1,250,393) | (3,504,528) | (1,250,393) |
| Net (Loss) profit for the period | | (347,145,139) | 57,231,057 | (343,111,820) | 60,324,598 |
| Other comprehensive income: | | | | | |
| Items that may be reclassified subsequently to profit | | | | | |
| Currency translation differences | | 3,399,754 | - | - | - |
| Total items that may be reclassified subsequently to profit | | 3,399,754 | - | - | - |
| Other comprehensive income for the period | | 3,399,754 | - | - | - |
| Total comprehensive (loss) income for the period | | (343,745,385) | 57,231,057 | (343,111,820) | 60,324,598 |
| Earnings per share | | | | | |
| Weighted-average ordinary shares (shares) | | 601,997,187 | 601,997,187 | 601,997,187 | 601,997,187 |
| Basic (losses) earnings per share | 17 | (0.57) | 0.10 | (0.57) | 0.10 |

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

Yggdrasil Group Public Company Limited
Statement of Changes in Equity (Unaudited)
For the six-month period ended 30 June 2024

| | Consolidated financial information | | | | | | |
|---|--|---------------------------------------|--------------------------|--|--|--|--------------------|
| | Issued and fully paid-up share capital Baht | Premium on paid-up capital Baht | Legal reserve Baht | Unappropriated retained earnings Baht | Other component of equity | | Total Baht |
| | | | | | Remeasurement of post-employment benefit obligations Baht | Translation of financial statements Baht | |
| Opening balance at 1 January 2023 | 300,998,594 | 236,245,639 | 14,800,000 | 41,738,075 | 1,947,416 | - | 595,729,724 |
| Changes in equity for the period | | | | | | | |
| Dividends | - | - | - | (40,332,554) | - | - | (40,332,554) |
| Legal reserve appropriation | - | - | 2,000,000 | (2,000,000) | - | - | - |
| Total comprehensive income for the period | - | - | - | 57,231,057 | - | - | 57,231,057 |
| Closing balance as at 30 June 2023 | <u>300,998,594</u> | <u>236,245,639</u> | <u>16,800,000</u> | <u>56,636,578</u> | <u>1,947,416</u> | <u>-</u> | <u>612,628,227</u> |
| Opening balance as at 1 January 2024 | 300,998,594 | 236,245,639 | 16,800,000 | 68,879,896 | 1,000,349 | (1,391,742) | 622,532,736 |
| Changes in equity for the period | | | | | | | |
| Total comprehensive loss for the period | - | - | - | (347,145,139) | - | 3,399,754 | (343,745,385) |
| Closing balance as at 30 June 2024 | <u>300,998,594</u> | <u>236,245,639</u> | <u>16,800,000</u> | <u>(278,265,243)</u> | <u>1,000,349</u> | <u>2,008,012</u> | <u>278,787,351</u> |

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

Yggdrasil Group Public Company Limited
Statement of Changes in Equity (Unaudited) (Cont'd)
For the six-month period ended 30 June 2024

| | Separate financial information | | | | | |
|---|---|---------------------------------------|--------------------------|---|---|--------------------|
| | Issued and fully paid-up share capital | Premium on paid-up capital | Legal reserve | Unappropriated retained earnings | Other component of equity | |
| | | | | | Remeasurement of post-employment benefit obligations | Total |
| Baht | Baht | Baht | Baht | Baht | Baht | Baht |
| Opening balance as at 1 January 2023 | 300,998,594 | 236,245,639 | 14,800,000 | 53,311,099 | 1,947,416 | 607,302,748 |
| Changes in equity for the period | | | | | | |
| Dividends | - | - | - | (40,332,554) | - | (40,332,554) |
| Legal reserve appropriation | - | - | 2,000,000 | (2,000,000) | - | - |
| Total comprehensive income for the period | - | - | - | 60,324,598 | - | 60,324,598 |
| Closing balance as at 30 June 2023 | <u>300,998,594</u> | <u>236,245,639</u> | <u>16,800,000</u> | <u>71,303,143</u> | <u>1,947,416</u> | <u>627,294,792</u> |
| Opening balance as at 1 January 2024 | 300,998,594 | 236,245,639 | 16,800,000 | 84,092,500 | 1,000,349 | 639,137,082 |
| Changes in equity for the period | | | | | | |
| Total comprehensive loss for the period | - | - | - | (343,111,820) | - | (343,111,820) |
| Closing balance as at 30 June 2024 | <u>300,998,594</u> | <u>236,245,639</u> | <u>16,800,000</u> | <u>(259,019,320)</u> | <u>1,000,349</u> | <u>296,025,262</u> |

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

Yggdrazil Group Public Company Limited
Statement of Cash Flows (Unaudited)
For the six-month period ended 30 June 2024

| | Notes | Consolidated | | Separate | |
|--|-------|-----------------------|--------------|-----------------------|--------------|
| | | financial information | | financial information | |
| | | 2024 | 2023 | 2024 | 2023 |
| | | Baht | Baht | Baht | Baht |
| Cash flows from operating activities | | | | | |
| (Loss) profit before income tax | | (343,640,611) | 58,481,450 | (339,607,292) | 61,574,991 |
| Adjustments: | | | | | |
| Depreciation and amortisation | 15 | 19,804,282 | 10,141,655 | 19,756,173 | 10,141,655 |
| Expected (reversal of) credit loss | 15 | 311,083,351 | (1,177,000) | 311,083,351 | (1,177,000) |
| Unrealised gain on exchange rate | | (37,464) | (15,814) | (5,041,477) | (15,814) |
| Employee benefit expenses | | 692,035 | 512,340 | 692,035 | 512,340 |
| Gain on sales of financial assets | | (151,824) | (34,465) | (151,824) | (34,465) |
| Loss from changes in fair value of financial assets | | 136,535 | - | 136,535 | - |
| Gain from changes in fair value of derivatives | | (257,074) | - | (257,074) | - |
| Share of loss of joint venture accounted for using the equity method | | 699,635 | 1,290,696 | - | - |
| Unrealised gain on transaction between the Group and joint venture | | - | 1,738,409 | - | - |
| Loss from write-off on character design costs | 15 | 3,221,675 | - | 3,221,675 | - |
| Loss from write-off on intangible assets | 11,15 | 61,262,816 | - | 61,262,816 | - |
| Loss from disposal of equipment | 10 | 45 | - | 45 | - |
| Unrealised loss from translation of financial statements | | 3,399,754 | - | - | - |
| Interest income | | (37,269) | (720,222) | (3,121,281) | (718,243) |
| Interest expense | | 324,864 | 132,858 | 324,864 | 132,858 |
| Profit from operations before change in operating assets and liabilities | | 56,500,750 | 70,349,907 | 48,298,546 | 70,416,322 |
| Decrease (increase) in operating assets: | | | | | |
| Trade and other receivables | | 840,162 | 309,125 | 45,412,346 | 309,125 |
| Contract assets | | (62,577,974) | (21,216,448) | (62,577,974) | (21,216,448) |
| Character design costs | | 1,944,089 | - | 1,944,089 | - |
| Films under production | | (25,293,770) | - | - | - |
| Other current assets | | (3,963,402) | (3,459,971) | (3,466,219) | (3,459,971) |
| Increase (decrease) in operating liabilities: | | | | | |
| Trade and other payables | | 24,027,945 | 10,646,813 | 35,030,302 | 10,596,023 |
| Contract liabilities | | (2,945,094) | (2,886,691) | (2,945,094) | (2,886,691) |
| Other current liabilities | | 1,505,256 | (330,375) | (492,486) | (330,375) |
| Cash (used in) generated from operating activities | | (9,962,038) | 53,412,360 | 61,203,510 | 53,427,985 |
| Interest received | | 21,872 | 620,842 | 21,872 | 618,863 |
| Interest paid | | - | (132,858) | - | (132,858) |
| Employee benefit obligations paid | | - | (187,000) | - | (187,000) |
| Income tax paid | | (375,770) | (952,840) | (375,760) | (952,835) |
| Net cash (used in) generated from operating activities | | (10,315,936) | 52,760,504 | 60,849,622 | 52,774,155 |
| Cash flows from investing activities | | | | | |
| Cash payment for purchase of equipment | | (1,743,675) | (1,965,938) | (1,743,675) | (1,965,938) |
| Cash payment for purchase of computer hardware in advance | | - | (1,920,000) | - | (1,920,000) |
| Cash payment for game under development costs and computer software under installation | | - | (552,153) | - | (552,153) |
| Cash payment for game under development cost | 11 | (12,058,447) | (10,372,470) | (13,107,000) | (10,372,470) |
| Cash payment for loans to related parties | | - | - | (72,905,511) | - |
| Cash receipt from financial assets | | 10,906,268 | - | 10,906,268 | - |
| Cash payment for financial assets | | - | (40,000,000) | - | (40,000,000) |
| Disposal of game under development costs | | - | 7,583,649 | - | 7,583,649 |
| Net cash used in investing activities | | (2,895,854) | (47,226,912) | (76,849,918) | (47,226,912) |

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

Yggdrazil Group Public Company Limited
Statement of Cash Flows (Unaudited) (Cont'd)
For the six-month period ended 30 June 2024

| | Note | Consolidated | | Separate | |
|--|-------------|------------------------------|---------------------|------------------------------|---------------------|
| | | financial information | | financial information | |
| | | 2024 | 2023 | 2024 | 2023 |
| | | Baht | Baht | Baht | Baht |
| Cash flows from financing activities | | | | | |
| Proceeds from short-term borrowings | 13 | 33,726,625 | - | 33,726,625 | - |
| Repayments on short-term borrowings | 13 | (13,663,671) | - | (13,663,671) | - |
| Repayments on lease liabilities | | (1,784,228) | (1,664,343) | (1,784,228) | (1,664,343) |
| Interest paid | | (324,864) | (40,332,554) | (324,864) | (40,332,554) |
| Net cash generated from (used in) financing activities | | 17,953,862 | (41,996,897) | 17,953,862 | (41,996,897) |
| Net increase (decrease) in cash and cash equivalents | | | | | |
| Cash and cash equivalents at the beginning of the period | | 12,319,679 | 148,220,354 | 11,310,442 | 147,487,754 |
| Cash and cash equivalents at the end of the period | | 17,061,751 | 111,757,049 | 13,264,008 | 111,038,100 |
| Non-cash transactions | | | | | |
| Account payable for purchases of equipment and computer hardware | | 116,825 | 2,247,750 | 116,825 | 2,247,750 |
| Contract asset from disposal of game under development costs | | - | 7,583,649 | - | 7,583,649 |
| Reclassification from advance payment to computer hardware | | 7,772,160 | 13,600,000 | 7,772,160 | 13,600,000 |
| Acquisition of right-of-use assets | | - | 963,015 | - | 963,015 |

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

1 Basis of preparation

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

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2023.

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

2 Going concern

The Group invested in films under production in the amount of Baht 128.4 million which resulted in negative cash flow generated from operating activities. The Group entered into short-term borrowings for operating working capital and utilised full credit limit of funds. In addition, as disclosed in Note 13, the Company has defaulted on the repayment of short-term borrowings from a financial institution of Baht 8.0 million and is in the process of negotiating debt restructuring to extend the debt repayment period. In the current liquidity situation, it shows that there is limitation in seeking the source of funds to meet the short-term borrowing obligations. These factors indicate that the Group has material uncertainties that may cast significant doubt on the Group's ability to pay its debts and its ability to continue as a going concern. Therefore, the Group may not be able to sell its assets and repay its liabilities in the normal business course to the amounts recorded in the financial statements. The Group has determined key business schemes to address the liquidity issue as below.

- The Group is in the process of negotiating debt restructuring to extend the debt repayment period.
- On 13 August 2024, the Group entered into the contract in order to obtain financial supports from external parties which loan will be provided to the Group if the repayment plan and interest rate at each period are satisfied to the supporter in the form of a short-term borrowing of Baht 20.0 million, with an interest rate of 6.0 to 8.0 percent per annum and repayment within 12 months from the granting date.
- The Group has plan to offer films under production for sale, which is currently under negotiation with business partner.
- The Group has plan to bill the current customers which have outstanding balance in account receivables and contract assets faster.
- The Group considered to determine the payment term identified in contracts regarding to providing services to customers by changing clause from payment term in total after completion of performance obligation per contracts with customers to payment term being consistent with complete satisfaction of a performance obligation per contracts with customers.
- The Group has plan to pay accrued expenses in installment. Most is expense from full-time employees' salary.

The Group is under process to follow business operational plan and financial restructuring strategy to provide assurance that the Group has adequate liquidity, ability to meet debt obligation, and ability to continue business operations. The factors regarding the adequate liquidity, ability to meet debt obligation, and ability to continue business operations may depend upon the success management's plan and other related factors which indicate the existence of material uncertainties which may cast significant doubt regarding the Group's ability to meet its financial obligations and continue as a going concern. The Group has possibility to not be able to sell the assets and repay liabilities as determined business operational plan.

From the perspective of the Group management, considering with the reasonable possibility of changes in the ability to provide short-term funding and forecast of changes to the Group's operating results, the management assured that the Group is able to continue its operations in the next 12 months after the report date. Therefore, the Group continues to use the going concern basis in preparing financial statements.

3 Significant events during the period

On 28 June 2024, the Company received the resignation letter from the position of Chief Financial Officer from Miss Sirakarn Sudhikiat, effective from 28 June 2024 onwards.

As of 30 June 2024, the Group considers adjusting its business strategy to focus on providing services to customers rather than developing its own intangible assets. For this reason, the Group considers indications of impairment of contract assets and write off on intangible assets which are identified. Therefore, the Group is required to follow procedures for identifying indications and testing for impairment of each such assets and recognises expected credit losses for contract assets and loss from write-off on intangible assets amounting to Baht 306.1 million and Baht 61.3 million, respectively. The amounts of allowance for expected credit losses and loss from write off will represent the impact in the income statement in full amount. For this matter, the Group measures expected credit losses to reflect the amount of expected losses from the cancellation of developing some contract assets and supporting information about the current situation.

4 Accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2023, except for the following:

The adoption of the new and amended financial reporting standards

New and amended Thai Financial Reporting Standards that are effective for the accounting period beginning on or after 1 January 2024 that are relevant to the Group.

- a) **Amendment to TAS 1 - Presentation of financial statements** revised the disclosure from 'significant accounting policies' to 'material accounting policies'. The amendment also provides guidelines on identifying when the accounting policy information is material. Consequently, immaterial accounting policy information does not need to be disclosed. If it is disclosed, it should not obscure material accounting information.
- b) **Amendment to TAS 8 - Accounting policies, changes in accounting estimates and errors** revised to the definition of 'accounting estimates' to clarify how companies should distinguish between changes in accounting policies and changes in accounting estimates. The distinction is important because changes in accounting estimates are applied prospectively to transactions, other events and conditions from the date of that change. Whereas changes in accounting policies are generally applied retrospectively to past transactions and other past events as well as the current period as if the new accounting policy had always been applied.
- c) **Amendments to TAS 12 - Income taxes** require companies to recognise deferred tax related to assets and liabilities arising from a single transaction that, on initial recognition, gives rise to equal amounts of taxable and deductible temporary differences. Example transactions are leases and decommissioning obligations.

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

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

For the new and amended financial reporting standards that are effective for the accounting period beginning on or after 1 January 2024, the Group had assessed that they do not have significant impact to the Group.

Amended financial reporting standards that are effective for the accounting period beginning on or after 1 January 2025 and are relevant to the Company, the Company has not early adopted the standards, which management is assessing impacts from the standards.

5 Segment and revenue information

The Group's chief executive officer examines the Group's performance both from a product and geographic perspective and has identified 3 reportable segments of the Group's business.

The management use a measure of segment's revenue and gross margin to assess the performance of the operating segments.

Financial information by segment of the Group are as follows:

| | Consolidated financial information | | | |
|---|---|------------------------------------|--|------------------------------------|
| | For the six-month period ended | | | |
| | 30 June 2024 | | | |
| | Computer graphic Thousand Baht | Games Thousand Baht | Animation Thousand Baht | Total Thousand Baht |
| Revenue from sales or services | 48,167 | 43,896 | 48,197 | 140,260 |
| Cost of sales of goods or of services | (31,967) | (30,366) | (34,654) | (96,987) |
| Operating result by segment | 16,200 | 13,530 | 13,543 | 43,273 |
| Other income | | | | 1,395 |
| Selling expenses | | | | (1,870) |
| Administrative expenses | | | | (391,866) |
| Gain on exchange rate | | | | 6,452 |
| Share of loss of joint venture accounted for using the equity method | | | | (700) |
| Finance costs | | | | (325) |
| Loss before income tax | | | | (343,641) |
| Income tax expense | | | | (3,504) |
| Net loss for the period | | | | (347,145) |
| Timing of revenue recognition | | | | |
| At a point in time | - | 6,516 | - | 6,516 |
| Over time | 48,167 | 37,380 | 48,197 | 133,744 |
| Revenue from sales or services | 48,167 | 43,896 | 48,197 | 140,260 |

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| | Consolidated financial information | | | |
|--|---|------------------------------------|--|------------------------------------|
| | For the six-month period ended | | | |
| | 30 June 2023 | | | |
| | Computer graphic Thousand Baht | Games Thousand Baht | Animation Thousand Baht | Total Thousand Baht |
| Revenue from sales or services | 57,881 | 45,960 | 66,522 | 170,363 |
| Cost of sales of goods or of services | (27,677) | (30,536) | (38,237) | (96,450) |
| Operating result by segment | 30,204 | 15,424 | 28,285 | 73,913 |
| Other income | | | | 1,264 |
| Selling expenses | | | | (2,478) |
| Administrative expenses | | | | (14,035) |
| Gain on exchange rate | | | | 1,241 |
| Share of loss of joint ventures accounted for using the equity method | | | | (1,291) |
| Finance costs | | | | (133) |
| Profit before income tax | | | | 58,481 |
| Income tax expenses | | | | (1,250) |
| Net profit for the period | | | | 57,231 |
| Timing of revenue recognition | | | | |
| At a point in time | - | 6,622 | - | 6,622 |
| Over time | 57,881 | 39,338 | 66,522 | 163,741 |
| Revenue from sales or services | 57,881 | 45,960 | 66,522 | 170,363 |

For the six-month ended 30 June 2024, the Company had revenue from sales or services to 3 major customers, which was 72% from total revenue (For the six-month period ended 30 June 2023: 64% from total revenue).

Proportion of revenues separate by geographical segments are as follows:

| For the six-month periods ended 30 June | Consolidated and separate financial information | |
|--|--|-------------|
| | 2024 | 2023 |
| | % | % |
| Republic of Singapore | 41 | 2 |
| The People's Republic of China | 37 | 8 |
| Thailand | 9 | 53 |
| Republic of Korea | 7 | 30 |
| United States | 4 | 3 |
| Others | 2 | 4 |
| Total | 100 | 100 |

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6 Financial assets measured at fair value through profit or loss

The Group has financial assets measured at fair value through profit or loss as follows:

| | Consolidated financial information | | Separate financial information | |
|--|---|--------------------------------------|---|--------------------------------------|
| | 30 June 2024 Baht | 31 December 2023 Baht | 30 June 2024 Baht | 31 December 2023 Baht |
| Current Assets | | | | |
| Investment in mutual funds | 572,330 | 5,863,309 | 572,330 | 5,863,309 |
| Non-current Assets | | | | |
| Investment in venture capital fund | 24,813,105 | 24,813,105 | 24,813,105 | 24,813,105 |
| Investment in joint production and distribution of animation project | 25,266,250 | 25,266,250 | - | - |

7 Trade and other receivables

| | Consolidated financial information | | Separate financial information | |
|--|---|--------------------------------------|---|--------------------------------------|
| | 30 June 2024 Baht | 31 December 2023 Baht | 30 June 2024 Baht | 31 December 2023 Baht |
| Trade accounts receivables | 24,773,424 | 25,835,090 | 25,817,072 | 71,452,842 |
| <u>Less</u> Allowance for expected credit loss | (13,417,207) | (13,412,789) | (13,417,207) | (13,412,789) |
| Trade accounts receivables, net | 11,356,217 | 12,422,301 | 12,399,865 | 58,040,053 |
| Other receivables | - | 27,913 | - | 27,913 |
| Prepaid expenses | 2,863,754 | 2,601,172 | 2,863,754 | 2,599,253 |
| Total trade and other receivables | 14,219,971 | 15,051,386 | 15,263,619 | 60,667,219 |

Outstanding trade receivables can be analysed as follows:

| | Consolidated financial information | | Separate financial information | |
|--|---|--------------------------------------|---|--------------------------------------|
| | 30 June 2024 Baht | 31 December 2023 Baht | 30 June 2024 Baht | 31 December 2023 Baht |
| Trade receivables | | | | |
| Current | 8,197,980 | 8,157,666 | 8,768,745 | 53,775,418 |
| Overdue less than 3 months | 1,746,311 | 1,400,000 | 2,219,194 | 1,400,000 |
| Overdue 3 - 6 months | 1,411,926 | 2,864,635 | 1,411,926 | 2,864,635 |
| Overdue 6 - 12 months | - | - | - | - |
| Overdue more than 12 months | 13,417,207 | 13,412,789 | 13,417,207 | 13,412,789 |
| Total trade receivables | 24,773,424 | 25,835,090 | 25,817,072 | 71,452,842 |
| <u>Less</u> Allowance for expected credit loss | (13,417,207) | (13,412,789) | (13,417,207) | (13,412,789) |
| Total trade receivables, net | 11,356,217 | 12,422,301 | 12,399,865 | 58,040,053 |

8 Assets and liabilities relating to contracts with customers

8.1 Contract assets

The Group has recognised the following assets related to contracts with customers:

| | Consolidated and separate financial information | |
|--|--|-------------------------|
| | 30 June 2024 | 31 December 2023 |
| | Baht | Baht |
| Contract assets | 346,086,500 | 283,508,527 |
| <u>Less</u> Allowance for expected credit loss | (319,582,156) | (13,503,224) |
| Total contract assets, net | 26,504,344 | 270,005,303 |

As of 30 June 2024, the Group has contract assets in which the projects based on contract are completed but not yet billed to the customers and uncompleted projects amounting to Baht 45.6 million and Baht 300.4 million, respectively. (31 December 2023: Baht 50.0 million and Baht 233.5 million). The Group considers indications of impairment of contract assets which are identified. Therefore, the Group is required to follow procedures for identifying indications and testing for impairment of each such asset. Regarding to considering of adjust its business strategy, some portion of contract assets was expected to not be able to bill to the customers and not be able to complete the projects based on contracts. The Group recognises loss from expected credit losses amounting to Baht 306.1 million. (30 June 2023: The Group did not recognise loss from expected credit losses).

Expected revenue of incomplete performance obligation

As of 30 June 2024, the Group expected to recognise revenue of incomplete performance obligation (or partially complete) of the contract with the customers amounting to Baht 14.6 million (31 December 2023: Baht 116.7 million) which the Group expected to satisfy performance obligation of the contract within 2025 (31 December 2023: within 2024).

As of 30 June 2024, the balance of contract assets can be classified by aging from the recognition date as follows:

| | Consolidated and separate financial information | |
|--|--|--|
| | 30 June 2024 | |
| | Baht | |
| Contract assets | | |
| Less than 3 months | 38,643,441 | |
| 3 - 6 months | 68,527,898 | |
| 6 - 12 months | 52,772,384 | |
| More than 12 months | 186,142,777 | |
| Total contract assets | 346,086,500 | |
| <u>Less</u> Allowance for expected credit loss | (319,582,156) | |
| Total contract assets, net | 26,504,344 | |

The management expected to bill to the customers 82.55% of net contract assets as at 30 June 2024 within 6 months, 16.06% of net contract assets within 12 months, and 1.39% of net contract assets over 12 months.

8.2 Contract liabilities

The Group has recognised the following liabilities related to contracts with customers:

| | Consolidated and separate financial information | |
|---------------------------------|--|--------------------------------------|
| | 30 June 2024 Baht | 31 December 2023 Baht |
| Contract liabilities | 2,055,981 | 5,001,075 |
| Total contract liabilities, net | 2,055,981 | 5,001,075 |

Revenue recognised in relation to contract liabilities

The following table shows how much of the revenue recognised during the period relates to carried-forward contract liabilities.

| For the six-month periods ended 30 June | Consolidated and separate financial information | |
|---|--|----------------------|
| | 2024 Baht | 2023 Baht |
| Revenue recognised that was included in the contract liability balance at the beginning of the period | 1,437,333 | 3,106,826 |

9 Films under production

On 17 July 2023, the Company agreed to enter into the film production contract agreement with the counterparty company incorporated in the United States for the total investment of USD 3.5 million. The Company has already paid the first payment relating to the contract with USD 0.35 million or equivalent to Baht 12 million on 21 July 2023 and the next payment with USD 0.95 million or Baht 33.5 million on 2 October 2023.

On 27 November 2023, the Company transferred rights and obligations to Yggdrasil International Limited (the related company) at cost amounting to Baht 45.5 million with no gain or loss recognized.

On 27 November 2023, the Company entered into the licensing agreement with Yggdrasil International Limited (the related company) to grant right to use all Intellectual Property regarding the Licensed game for development and production of an American cinematographic film. The related company agreed to pay at the rate of 10% of net revenue sharing from the distribution of the project.

During the period ended 30 June 2024, the Company has received the payment amount of Baht 45.5 million for the transferred films under production from the related company and Yggdrasil International Limited Company paid payment relating to the film production contract at the amount of USD 0.47 million or Baht 17.2 million and the Company has already paid in full amount of the film production contract agreement.

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10 Leasehold improvement, equipment and right-of use assets

Leasehold improvement, equipment and right-of use assets for the six-month period ended 30 June 2024 have the following movement:

| | Consolidated financial information | | | | |
|--------------------------|--|-------------------------|------------------|--------------|----------------------------|
| | Leasehold improvement and equipment | | | | Right-of-use assets |
| | Leasehold improvement | Office equipment | Computers | Total | |
| | Baht | Baht | Baht | Baht | Baht |
| Opening book amount, net | 9,960,240 | 2,342,411 | 55,008,473 | 67,311,124 | 2,502,427 |
| Additions | 10,587 | 721,462 | 8,648,522 | 9,380,571 | - |
| Disposals, net | - | (45) | - | (45) | - |
| Depreciation | (486,404) | (364,683) | (6,183,527) | (7,034,614) | (1,603,985) |
| Closing book amount, net | 9,484,423 | 2,699,145 | 57,473,468 | 69,657,036 | 898,442 |
| | Separate financial information | | | | |
| | Leasehold improvement and equipment | | | | Right-of-use assets |
| | Leasehold improvement | Office equipment | Computers | Total | |
| | Baht | Baht | Baht | Baht | Baht |
| Opening book amount, net | 9,960,240 | 2,147,225 | 54,727,703 | 66,835,168 | 2,502,427 |
| Additions | 10,587 | 721,462 | 8,648,522 | 9,380,571 | - |
| Disposals, net | - | (45) | - | (45) | - |
| Depreciation | (486,404) | (344,946) | (6,155,155) | (6,986,505) | (1,603,985) |
| Closing book amount, net | 9,484,423 | 2,523,696 | 57,221,070 | 69,229,189 | 898,442 |

11 Intangible assets

Intangible assets for the six-month period ended 30 June 2024 have the following movement:

| | Consolidated financial information | | | |
|--|---|-------------------------------|-------------------------------------|--------------|
| | Computer software | Game development costs | Game under development costs | Total |
| | Baht | Baht | Baht | Baht |
| Opening book amount, net | 16,338,944 | 33,432,023 | 35,282,228 | 85,053,195 |
| Capitalised game under development costs | - | - | 12,058,447 | 12,058,447 |
| Transfer in (out) | - | 6,636,121 | (6,636,121) | - |
| Write off | - | (30,155,621) | (31,107,195) | (61,262,816) |
| Amortisation | (1,253,160) | (9,912,523) | - | (11,165,683) |
| Closing book amount, net | 15,085,784 | - | 9,597,359 | 24,683,143 |

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| | Separate financial information | | | |
|--|---------------------------------------|--|--|-----------------------|
| | Computer software Baht | Game development costs Baht | Game under development costs Baht | Total Baht |
| Opening book amount, net | 16,338,944 | 33,432,023 | 35,454,430 | 85,225,397 |
| Capitalised game under development costs | - | - | 13,107,000 | 13,107,000 |
| Transfer in (out) | - | 6,636,121 | (6,636,121) | - |
| Write off | - | (30,155,621) | (31,107,195) | (61,262,816) |
| Amortisation | (1,253,160) | (9,912,523) | - | (11,165,683) |
| Closing book amount, net | 15,085,784 | - | 10,818,114 | 25,903,898 |

As of 30 June 2024, the Group considers adjusting its business strategy leading to cancellation of development plan in most of intangible assets resulting in the Group recognised expected credit losses in the amount of baht 61.3 million (30 June 2023: The Group did not recognise expected credit losses).

12 Other non-current assets

| | Consolidated and separate financial information | |
|---------------------------------------|--|--------------------------------------|
| | 30 June 2024 Baht | 31 December 2023 Baht |
| Deposits | 1,227,200 | 1,227,200 |
| Advance payment for computer hardware | - | 7,772,160 |
| Total other non-current assets | 1,227,200 | 8,999,360 |

13 Bank overdrafts and short-term borrowings

Movements of borrowings for six-month period ended 30 June 2024 are as follows:

| | Consolidated and separate financial information | |
|--|--|--------------------------------------|
| | 30 June 2024 Baht | 31 December 2023 Baht |
| Bank overdrafts | | |
| Opening net book value | - | - |
| Addition | 7,726,625 | - |
| Repayment | (3,663,671) | - |
| Closing net book value | 4,062,954 | - |
| Short-term borrowings from financial institutions | | |
| Opening net book value | - | - |
| Addition | 18,000,000 | - |
| Repayment | (10,000,000) | - |
| Closing net book value | 8,000,000 | - |
| Short-term borrowings from others | | |
| Opening net book value | - | - |
| Addition | 8,000,000 | - |
| Repayment | - | - |
| Closing net book value | 8,000,000 | - |
| Total bank overdrafts and short-term borrowings | 20,062,954 | - |

On 2 April 2024, the Company had issued promissory notes at the amount of Baht 9.0 million to Export-Import Bank of Thailand. The promissory notes is secured with cash deposit of Baht 1.3 million and carries interest rate of 5.75% per annum. The Company is required to repay the principle together with all accrued interest in full since 26 June 2024. Regarding to the uncertainties of current liquidity, the Company repaid only Baht 1.0 million of principal and accrued interest on 28 June 2024. The remaining is in the process of negotiating debt restructuring to extend the debt repayment period.

On 28 June 2024 and 30 June 2024, the Company had entered into borrowing agreements with external personnel amounting to Baht 8.0 million in total. The borrowing is unsecured and carries interest rate of 6% per annum counting from 2 July 2024 and 1 August 2024, respectively, until full repayment of both principle and accrued interest. The purpose of borrowing is to support the current working capital. After the period ended, the Company fully repaid only principle because the repayments were completed before specific dates per borrowing agreements which amounts are detailed as Baht 4.0 million on 1 July 2024, Baht 2.0 million on 5 July 2024, Baht 1.0 million on 8 July 2024, and Baht 1.0 million on 10 July 2024.

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14 Trade and other payables

| | Consolidated financial information | | Separate financial information | |
|---------------------------------------|---|--------------------------------------|---|--------------------------------------|
| | 30 June 2024 Baht | 31 December 2023 Baht | 30 June 2024 Baht | 31 December 2023 Baht |
| Accrued expenses | 57,586,389 | 37,437,997 | 72,754,496 | 41,603,747 |
| Advance payment from customers | 3,000,000 | - | 3,000,000 | - |
| Advance payment from related parties | 2,578,132 | 2,598,611 | 2,578,132 | 2,598,611 |
| Trade payables | 1,034,503 | 269,735 | 1,034,503 | 269,735 |
| Other payables | 15,454 | 15,454 | 15,454 | 15,454 |
| Total trade and other payables | 64,214,478 | 40,321,797 | 79,382,585 | 44,487,547 |

15 Expenses by nature

The following expenditures, classified by nature, have been charged in arriving at net profit:

| For the six-month periods ended 30 June | Consolidated financial information | | Separate financial information | |
|--|---|----------------------|---|----------------------|
| | 2024 Baht | 2023 Baht | 2024 Baht | 2023 Baht |
| Staff costs | 43,925,539 | 53,012,824 | 43,925,539 | 53,012,824 |
| Outsourcing fee | 34,455,435 | 32,799,468 | 34,984,126 | 33,432,259 |
| Depreciation and amortisation | 19,804,282 | 10,141,655 | 19,756,173 | 10,141,655 |
| Game distribution fee | 2,107,217 | 1,739,032 | 2,107,217 | 1,739,032 |
| Expected (Reversal of) credit loss | 311,083,351 | (1,177,000) | 311,083,351 | (1,177,000) |
| Loss from write off on intangible assets | 61,262,816 | - | 61,262,816 | - |
| Loss from write off on character design costs | 3,221,675 | - | 3,221,675 | - |
| Other expenses | 14,863,793 | 16,446,671 | 14,609,400 | 16,380,256 |
| Total expenses by nature | 490,724,108 | 112,962,650 | 490,950,297 | 113,529,026 |

16 Income tax expense

The interim income tax expense is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate used for current interim period are 1.02% and 1.03% for consolidated and separate financial information, respectively (The estimated average annual tax rate used for prior interim period were (2.14%) and (2.03%) for consolidated and separate financial information, respectively). As a result of most revenue is exempt from corporate income tax for the promoted activities.

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17 (Losses) earnings per share

Basic (losses) earnings per share is calculated by dividing the profit (loss) attributable to shareholders by the weighted average number of ordinary shares in issue during the period.

| | Consolidated financial information | | Separate financial information | |
|---|---------------------------------------|-------------|-----------------------------------|-------------|
| | 2024 | 2023 | 2024 | 2023 |
| For the three-month periods ended 30 June | | | | |
| (Loss) profit attributable to shareholders (Baht) | (377,596,768) | 25,720,632 | (374,946,467) | 27,548,887 |
| Weighted average number of ordinary shares issued during the period (Shares) | 601,997,187 | 601,997,187 | 601,997,187 | 601,997,187 |
| Basic (losses) earnings per share (Baht) | (0.63) | 0.04 | (0.62) | 0.05 |
| | | | | |
| | Consolidated financial information | | Separate financial information | |
| | 2024 | 2023 | 2024 | 2023 |
| For the six-month periods ended 30 June | | | | |
| (Loss) profit attributable to shareholders (Baht) | (343,745,385) | 57,231,057 | (343,111,820) | 60,324,598 |
| Weighted average number of ordinary shares issued during the period (Shares) | 601,997,187 | 601,997,187 | 601,997,187 | 601,997,187 |
| Basic (losses) earnings per share (Baht) | (0.57) | 0.10 | (0.57) | 0.10 |

18 Commitments

Operating lease commitments

As of 30 June 2024, the Group has entered into a non-cancellable lease agreement for building and equipment which the period is less than 12 months amounting to Baht 360,000 (31 December 2023: Baht 720,000).

Capital Commitment

As of 30 June 2024, the Group has capital expenditure contract but has not been recognised in the financial statements amounting to Baht 6,951,978 (31 December 2023: Baht 6,459,298).

19 Related party transactions

Enterprises and individuals that, directly or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Group, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Associates and individuals owning, an interest in the voting power of the Company that gives them significant influence over the Group, key management personnel, including directors and officers of the Group and close members of the family of these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related-party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The relationships between the Company and its related parties are summarised below:

| Name | Relationship |
|----------------------------|--------------------|
| YGG Global Company Limited | Subsidiary company |
| YGG CG Company Limited | Subsidiary company |
| YGG International Limited | Subsidiary company |
| MYGG Company Limited | Joint venture |

As of 30 June 2024, the Company's shares are held by Mr. Tanat Juwiwat and Mr. Saroot Tubloy in proportion of 41.14% and 7.72%, respectively (31 December 2023: 41.14% and 13.70%, respectively). However, after the reporting date, there is a major change in percentage of Mr. Tanat Juwiwat's shares which is disclosed in Note 20.

The following significant transactions and balances were carried out with related parties:

a) Transactions with related parties

Transactions with related parties are as follows:

| For the six-month periods ended 30 June | Separate financial information | | Pricing policies |
|--|-----------------------------------|--------------|---|
| | 2024 Baht | 2023 Baht | |
| Revenue from sales and services | | | |
| Subsidiary company | - | - | Based on the rate charged to general customers and according to the terms of the contract |
| Joint ventures | - | 4,742,400 | |
| Other income | | | |
| Subsidiary company | 4,113,551 | - | Based on the rate charged to general customers and according to the terms of the contract |
| Joint ventures | 548,928 | 553,412 | |
| Purchase of goods and services | | | |
| Subsidiary company | 15,833,040 | - | Based on the rate charged to general customers and according to the terms of the contract |
| Joint ventures | 1,500,000 | - | |

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b) Outstanding balances arising from sales and purchases of goods and services

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

| | Separate financial information | |
|--|-----------------------------------|-----------------------------|
| | 30 June 2024 Baht | 31 December 2023 Baht |
| Receivables from: | | |
| Subsidiary company | 1,043,648 | 45,617,753 |
| Joint ventures | 1,704,395 | 1,699,436 |
| Payables to: | | |
| Unbilled invoice from subsidiary company | 20,516,950 | 4,683,910 |
| Advance payment from joint ventures | 2,573,774 | 2,598,611 |
| Unbilled invoice from joint ventures | 7,900,000 | 6,400,000 |

c) Short-term loans to related parties

The movements of loans to related parties for the six-month period ended 30 June 2024 and for the year ended 31 December 2023 are as follows:

| | Separate financial information | |
|--|-----------------------------------|-----------------------------|
| | 30 June 2024 Baht | 31 December 2023 Baht |
| Opening book value, net | 59,440,117 | - |
| Addition short-term loan during the period | 72,905,511 | 61,924,258 |
| Addition accrued interest income during the period | 3,084,013 | 501,017 |
| Unrealised gain (loss) on exchange rate | 5,004,013 | (2,985,158) |
| Closing book value, net | 140,433,654 | 59,440,117 |

The loans to related parties were made on commercial terms and conditions. The loans are unsecured and carries interest rate of 6.00% per annum with requirement on repayment of the principal and all accrued interest at call. No provision has been required in this period and prior year for the loans made to related parties.

d) Key management compensation

The compensation paid or payable to key management are as follows:

| | Consolidated and separate financial information | |
|--|--|--------------|
| | 2024 Baht | 2023 Baht |
| For the six-month periods ended 30 June | | |
| Short-term employee benefits | 7,434,900 | 6,769,267 |
| Post-employee benefits | 348,458 | 461,678 |
| Total | 7,783,358 | 7,230,945 |

20 Events occurring after the reporting date

On 2 - 4 July 2024, Mr. Tanat Juwiwat, Chief Executive Officer was sold shares (Force Sell) of the Company through the securities trading board total 7,158,100 shares, 11,153,606 shares and 203,567,320 shares, representing to 1.19%, 1.85% and 33.82% of the total voting rights of the Company through the securities trading board. As a result, the shareholding ratio decreased from 41.14% to 4.29%.

On 9 July 2024, the Company received the resignation letter from the position of Director, Independent Director, member of Audit Committee, and all other related positions from Miss Chayanant Tiyatrakarnchai due to the personal commitments which may result in being unable to fully perform duties for the Company as a director, effective from 9 July 2024 onwards.

On 11 - 17 July 2024, Mr. Tanat Juwiwat, Chief Executive Officer was sold shares (Force Sell) of the Company through the securities trading board total 3,000,000 shares, 7,200,000 shares and 9,800,000 shares, representing to 0.50%, 1.20% and 1.63% of the total voting rights of the Company through the securities trading board. As a result, the shareholding ratio decreased from 4.29% to 0.96%. However, after the change in major shareholder structure, there will be no change in the Control Authorization, Business Policies and Structure of Directors and Executive in any form. In addition, the remaining shareholders are retail investors.

21 Authorisation of financial information

The interim financial information was authorised for issue by the Board of Directors on 14 August 2024.