**1 General information**

Matching Maximize Solution Public Company Limited, (the “Company”) is incorporated in Thailand and a public limited company which is listed on the Stock Exchange of Thailand. The address of the Company’s registered office is as follow:

No.305/12 Soi Sukhothai 6, Sukhothai Road, Dusit, Bangkok.

For reporting purposes, the Company and its subsidiaries are referred to as “the Group”.

The Company and its subsidiaries (the Group) is principally engaged in the business of content production, providing film production equipment for rent and related services, selling of goods, providing services and renting of studio and production service and co-operation of movie film.

The interim consolidated and separate financial information are presented in Thai Baht in thousand Baht.

The interim consolidated and separate financial information has been reviewed, not audited.

The interim consolidated and separate financial information have been approved by the Board of Directors on 8 November 2023.

**2 Basis of preparation**

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

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2022.

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

**3 Accounting policies**

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2022.

New and amended Thai Financial Reporting Standards effective for the accounting periods beginning on or after   
1 January 2023 do not have significant impact to the Group.

**3 Accounting policies** (Cont’d)

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

The following amended TFRSs were not mandatory for the current reporting period and the Group has not early adopted them.

1. **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.
2. **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.
3. **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.

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

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

The cumulative effect of recognising these adjustments is recognised at the beginning of retained earnings or another component of equity, as appropriate.

**4 Estimates**

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

In preparing this interim financial information, the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainly were the same as those that applied to the financial statements for the year ended 31 December 2022.

**5 Segment and revenue information**

The Group’s chief operating decision-maker identifies reportable segments of its business to examine the Group’s performance by business segment as follows:

Financial information by business segment are as follows:

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | | |
|  | **Consolidated financial information** | | | | |
|  |  | **Equipment** | **Studio** |  |  |
|  | **Content** | **rental and** | **rental and** | **Sales of** |  |
|  | **production** | **service** | **service** | **products** | **Total** |
|  |  |  |  |  |  |
| **For the nine-month period ended 30 September 2023** |  |  |  |  |  |
| Revenues |  |  |  |  |  |
| Gross segment revenues | 26,306 | 254,782 | 74,986 | 3,312 | 359,386 |
| Inter - segment revenues | - | (2,783) | (17,969) | (7) | (20,759) |
|  |  |  |  |  |  |
| Net revenues from third parties | 26,306 | 251,999 | 57,017 | 3,305 | 338,627 |
|  |  |  |  |  |  |
| Segment result | 2,823 | 41,386 | 9,647 | 2,045 | 55,901 |
| Other income |  |  |  |  | 5,350 |
| Interest paid |  |  |  |  | (8,465) |
| Unallocated cost/expenses |  |  |  |  | (27,670) |
| Income tax |  |  |  |  | (9,886) |
|  |  |  |  |  |  |
| Gain attributable to owners of the parent |  |  |  |  | 15,230 |
| Gain attributable to non-controlling interests |  |  |  |  | - |
|  |  |  |  |  |  |
| Net gain for the period |  |  |  |  | 15,230 |
|  |  |  |  |  |  |
| **Timing of revenue recognition** |  |  |  |  |  |
| At a point in time | 15,217 | - | - | 3,305 | 18,522 |
| Over time | 11,089 | 251,999 | 57,017 | - | 320,105 |
|  |  |  |  |  |  |
| Total revenue | 26,306 | 251,999 | 57,017 | 3,305 | 338,627 |

**5 Segment and revenue information** (Cont’d)

Financial information by business segment are as follows:

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | | |
|  | **Consolidated financial information** | | | | |
|  |  | **Equipment** | **Studio** |  |  |
|  | **Content** | **rental and** | **rental and** | **Sales of** |  |
|  | **production** | **service** | **service** | **products** | **Total** |
|  |  |  |  |  |  |
| **For the nine-month period ended 30 September 2022** |  |  |  |  |  |
| Revenues | 33,442 | 208,907 | 39,848 | 2,777 | 284,974 |
| Gross segment revenues |  |  |  |  |  |
| Inter - segment revenues | (4,608) | (2,337) | (17,807) | (30) | (24,782) |
|  |  |  |  |  |  |
| Net revenues from third parties | 28,834 | 206,570 | 22,041 | 2,747 | 260,192 |
|  |  |  |  |  |  |
| Segment result | 4,486 | 5,088 | (23,093) | 1,602 | (11,917) |
| Other income |  |  |  |  | 774 |
| Interest paid |  |  |  |  | (7,588) |
| Unallocated cost/expenses |  |  |  |  | (26,926) |
| Income tax |  |  |  |  | 446 |
|  |  |  |  |  |  |
| Loss attributable to owners of the parent |  |  |  |  | (45,211) |
| Loss attributable to non-controlling interests |  |  |  |  | - |
|  |  |  |  |  |  |
| Net loss for the period |  |  |  |  | (45,211) |
|  |  |  |  |  |  |
| **Timing of revenue recognition** |  |  |  |  |  |
| At a point in time | 19,014 | - | - | 2,747 | 21,761 |
| Over time | 9,820 | 206,570 | 22,041 | - | 238,431 |
|  |  |  |  |  |  |
| Total revenue | 28,834 | 206,570 | 22,041 | 2,747 | 260,192 |

In 2023 Matching Maximize Solution Public Company Limited is principally engaged in the business of content production which recognised by percentage of completion and when control of ownership of the program are transferred, being when the production is delivered, to the buyer.

**5 Segment and revenue information** (Cont’d)

Total assets classified by business segment are as follows;

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | | |
|  | **Consolidated financial information** | | | | |
|  |  | **Equipment** |  |  |  |
|  |  | **rental and** |  |  |  |
|  |  | **service** | **Studio** |  |  |
|  | **Content** | **And sales of** | **rental and** |  |  |
|  | **production** | **products** | **service** | **Eliminate** | **Total** |
|  |  |  |  |  |  |
| As of 30 September 2023 | 1,421,411 | 562,111 | 1,144,864 | (1,590,790) | 1,537,596 |
| As of 30 September 2022 | 1,417,270 | 569,721 | 1,170,080 | (1,606,034) | 1,551,037 |

**6 Trade and other receivables, net**

As at 30 September 2023 and 31 December 2022, trade receivables and unearned income, included in trade and other receivables in statements of financial position, can analyse aging as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2023** | **2022** | **2023** | **2022** |
|  |  |  |  |  |
| Trade accounts receivable and  unearned income |  |  |  |  |
| Not yet due | 71,905 | 48,473 | 10,314 | 6,249 |
| Overdue less than 3 months | 6,649 | 18,519 | - | 234 |
| Overdue 3 but less than 6 months | 189 | 4,568 | - | - |
| Overdue 6 but less than 12 months | 322 | 8,302 | - | - |
| Overdue over 12 months | 18,235 | 17,172 | - | - |
|  |  |  |  |  |
| Less Allowance for expected credit loss |  |  |  |  |
| Not yet due | (483) | (1,272) | (1) | - |
| Overdue less than 3 months | (687) | (1,232) | - | (2) |
| Overdue 3 but less than 6 months | (117) | (2,215) | - | - |
| Overdue 6 but less than 12 months | (301) | (5,783) | - | - |
| Overdue over 12 months | (18,235) | (17,141) | - | - |
|  |  |  |  |  |
| Trade accounts receivable and |  |  |  |  |
| unearned income, net | 77,477 | 69,391 | 10,313 | 6,481 |

**7 Investments in subsidiaries, net**

There was no movement of investments in subsidiaries for the nine-month period ended 30 September 2023.

**8 Investment property, net**

Investment property under Gear Head Co., Ltd. are as follows:

|  |  |  |
| --- | --- | --- |
|  | **Unit: Baht’000** | |
|  | **Consolidated**  **financial information** | |
|  | **30 September** | **31 December** |
|  | **2023** | **2022** |
|  |  |  |
| Land and building - Kanchanaburi Province | 1,960 | 1,960 |
| Less Provision for impairment | (1,960) | (1,960) |
|  |  |  |
| Net book amount | - | - |

At 30 September 2023, a subsidiary owns a piece of property that is not utilised, with total cost of Baht 1.96 million, comprising land and building at Kanchanaburi Province. There is no income or expense that is related to investment properties recognised in profit and loss.

**9 Property, plant and equipment and intangible assets, net**

Movements of property, plant and equipment and intangible assets for the nine-month period ended 30 September 2023 are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **Property, plant** | **Intangible** | **Building** | **Intangible** |
|  | **and equipment** | **assets** | **and equipment** | **assets** |
|  |  |  |  |  |
| Opening net book amount | 1,160,803 | 3,802 | 14,130 | 548 |
| Additions | 2,981 | 775 | 408 | 23 |
| Disposals and write-off, net | (18) | (12) | (2) | (12) |
| Depreciation and amortisation | (24,443) | (394) | (2,434) | (5) |
|  |  |  |  |  |
| Closing net book amount | 1,139,323 | 4,171 | 12,102 | 554 |

**10 Assets for rent, net**

Movements of assets for rent for the nine-month period ended 30 September 2023 are as follows:

|  |  |
| --- | --- |
|  | **Unit: Baht’000** |
|  | **Consolidated**  **financial information** |
|  |  |
| Opening net book amount | 178,939 |
| Additions | 53,151 |
| Disposals and write-off, net | (3,506) |
| Depreciation charge | (31,009) |
|  |  |
| Closing net book amount | 197,575 |

Assets for rent represent equipment of Gear Head Co., Ltd. which are for rental for single usage. There was no long-term rental contract committed.

**11 Right-of-use assets, net**

Movements of right-of-use assets for the nine-month period ended 30 September 2023 are as follows:

|  |  |  |
| --- | --- | --- |
|  | **Unit: Baht’000** | |
|  | **Consolidated**  **financial information** | **Separate**  **financial information** |
|  |  |  |
| Opening net book amount | 13,286 | 6,306 |
| Depreciation charge | (2,528) | (386) |
|  |  |  |
| Closing net book amount | 10,758 | 5,920 |

**12 Trade and other payables**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2023** | **2022** | **2023** | **2022** |
| Trade payable |  |  |  |  |
| - Third parties | 9,563 | 9,898 | 538 | 260 |
| - Related parties (Note 16.2) | 410 | 34 | 326 | 1,155 |
| Advance received | 19,854 | 5,753 | 6,046 | 5,242 |
| Fixed assets payables | 3,773 | 1,415 | 63 | - |
| Deposit | 515 | 940 | - | - |
| Other payables | 4,958 | 13,434 | 3 | 3 |
| Accrued expenses | 15,383 | 13,047 | 2,215 | 913 |
| Retention | 9,156 | - | - | - |
|  |  |  |  |  |
|  | 63,612 | 44,521 | 9,191 | 7,573 |

**13 Long-term borrowing from a bank**

|  |  |  |
| --- | --- | --- |
|  | **Unit: Baht’000** | |
|  | **Consolidated**  **financial information** | |
|  | **30 September** | **31 December** |
|  | **2023** | **2022** |
|  |  |  |
| Current portion of long-term borrowings | 41,164 | 39,964 |
| Long-term borrowings payable over 1 year but less than 5 years | 114,952 | 138,855 |
| Long-term borrowings payable later 5 years | - | 6,970 |
|  |  |  |
|  | 156,116 | 185,789 |

Movements of long-term borrowing from a bank for the nine-month period ended 30 September 2023 are as follows:

|  |  |
| --- | --- |
|  | **Unit: Baht’000** |
|  | **Consolidated**  **financial information** |
|  |  |
| Beginning balance | 185,789 |
| Repayment of borrowings | (29,673) |
|  |  |
| Ending balance | 156,116 |

Long-term borrowing from a bank as at 30 September 2023 and 31 December 2022 comprise the following:

|  |  |  |  |
| --- | --- | --- | --- |
| **Outstanding borrowings** | **Interest rate** | **Maturity** |  |
| **(Thousand Baht)** | **per annum (%)** | **date** | **Collateral** |
|  |  |  |  |
| 47,650  (31 December 2022 : 59,656) | MLR | August 2026  - October 2026 | Secured by the Company |
| 15,833  (31 December 2022 : 20,250) | 2 | December 2027 | Secured by the Company |
| 92,633  (31 December 2022 : 105,883) | MLR | December 2027- July 2028 | Land of The Studio Park (Thailand)  Co., Ltd. |

**14 Tax expenses (benefit)**

Tax expenses (benefit) for the nine-month period ended 30 September 2023 and 2022 comprises the following:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | |
| **For the nine-month period ended** | **Consolidated**  **financial statements** | | **Separate**  **financial statements** | |
|  | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2023** | **2022** | **2023** | **2022** |
|  |  |  |  |  |
|  |  |  |  |  |
| Deferred tax | 9,886 | (446) | (94) | (90) |
|  |  |  |  |  |
|  | 9,886 | (446) | (94) | (90) |

The interim income tax expense (benefit) is calculated by 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 is 20% (2022: 20%).

**15 Commitments and contingencies**

**15.1 Letter of guarantee**

As at 30 September 2023, the Group has letters of guarantee issued by a commercial bank in respect of television airtime contracts, performance, and electricity usage totalling Bah 1.41 million (31 December 2022: Baht 1.41 million).

**15.2 Capital commitments**

As at 30 September 2023 and 31 December 2022, capital expenditure contracted but not recognised as liabilities is as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | |
|  | **Consolidated**  **financial statements** | | **Separate**  **financial statements** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2023** | **2022** | **2023** | **2022** |
|  |  |  |  |  |
| Property, plant and equipment | 814 | 1,424 | 192 | 192 |

**15.3 Guarantees**

a) As at 30 September 2023, the Company has provided guarantees for long-term bank borrowing of   
Gear Head Co., Ltd. for a total of Baht 100 million (31 December 2022: Baht 104 million).

b) As at 30 September 2023, The Studio Park (Thailand) Co., Ltd. pledged its land as a security for   
long-term bank borrowing of Baht 553 million (31 December 2022: Baht 553 million).

**16 Related party transactions**

The Company is controlled by The BBTV Productions Co., Ltd. incorporated in Thailand, which owns 87.69% of the Company’s shares. The remaining 12.31% of the shares are widely held.

The following material transactions were carried out with related parties:

**16.1 Transactions with related parties**

Transactions with related parties for the nine-month period ended 30 September 2023 and 2022 are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
| **For the nine-month period ended** | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2023** | **2022** | **2023** | **2022** |
|  |  |  |  |  |
| **Revenues from rental and service** |  |  |  |  |
| Related companies | 22,712 | 5,496 | 15,217 | - |
|  |  |  |  |  |
| **Revenues from sale** |  |  |  |  |
| Related companies | 25 | 69 | - | - |
|  |  |  |  |  |
| **Other income** |  |  |  |  |
| Related companies | 15 | - | - | - |
|  |  |  |  |  |
| **Interest income** |  |  |  |  |
| Subsidiaries | - | - | 26,732 | 21,223 |
|  |  |  |  |  |
| **Cost of services** |  |  |  |  |
| Subsidiaries | - | - | 2,733 | 7,100 |
| Related companies | 83 | 4,113 | 83 | 4,105 |
|  |  |  |  |  |
|  | 83 | 4,113 | 2,816 | 11,205 |
|  |  |  |  |  |
| **Operating expenses** |  |  |  |  |
| Subsidiary | - | - | 42 | 21 |
| Related companies | 2,596 | 3,089 | 444 | 370 |
|  |  |  |  |  |
|  | 2,596 | 3,089 | 486 | 391 |

**16.2 Outstanding balances arising from sales and purchases of goods and services**

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

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
|  | **30 September** | **31 December** | **30 September** | **31 December** |
|  | **2023** | **2022** | **2023** | **2022** |
|  |  |  |  |  |
| **Trade accounts receivable** |  |  |  |  |
| Related companies | 381 | 4,671 | 32 | - |
|  |  |  |  |  |
| **Trade accounts payable** |  |  |  |  |
| Subsidiary | - | - | 304 | 1,145 |
| Related companies | 410 | 34 | 22 | 10 |
|  |  |  |  |  |
|  | 410 | 34 | 326 | 1,155 |
|  |  |  |  |  |
| **Unearned revenues** |  |  |  |  |
| Related companies | 1,245 | 5,242 | 1,245 | 5,242 |
|  |  |  |  |  |
| **Accrued expense** |  |  |  |  |
| Related companies | 246 | 374 | 32 | 31 |

**16 Related party transactions** (Cont’d)

The following material transactions were carried out with related parties: (Cont’d)

**16.3 Short-term loans to subsidiaries**

Movements of short-term loans to subsidiaries for the nine-month period ended 30 September 2023   
are as follows:

|  |  |
| --- | --- |
|  | **Unit: Baht’000** |
|  | **Separate**  **financial information** |
|  |  |
| Beginning balance | 427,206 |
| Loans granted | 38,500 |
| Loans received | (45,500) |
|  |  |
| Ending balance | 420,206 |

Loans to subsidiaries represent promissory notes, carry interest at the rate of 5.85% to 6.85% per annum and are due at call. Loans are unsecured.

**16.4 Key management remuneration**

Key management includes directors. The compensations paid or payable to key management are as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | **Unit: Baht’000** | | | |
|  | **Consolidated**  **financial information** | | **Separate**  **financial information** | |
| **For the nine-month period ended** | **30 September** | **30 September** | **30 September** | **30 September** |
|  | **2023** | **2022** | **2023** | **2022** |
|  |  |  |  |  |
| Salaries and other short-term |  |  |  |  |
| employee benefits | 16,066 | 15,979 | 14,512 | 14,442 |
| Post-employee benefits | 358 | 307 | 273 | 267 |
|  |  |  |  |  |
|  | 16,424 | 16,286 | 14,785 | 14,709 |