



Financial Summary
from the Annual Registration Statement /
the 2021 Annual Report (Form 56-1 One Report)
GMM Grammy Public Company Limited

GMM Grammy Public Company Limited and its subsidiaries
Financial Highlights

	Consolidated (Unit : Million Baht)		
	2021	2020	2019
Total revenues	4,215.4	5,035.6	6,640.2
Revenue from sales and services	3,835.4	4,971.6	6,602.2
Total costs	2,176.1	3,134.4	4,025.0
Gross profit	1,659.3	1,837.2	2,577.2
Earnings/(loss) before Non-controlling interest of the subsidiaries	515.4	(149.6)	374.7
Net earnings/(loss) for the year	497.1	(175.4)	341.9
Dividend paid	-	164.0	82.0
Total assets	5,058.8	4,241.8	3,669.3
Total liabilities	3,576.5	3,284.0	2,338.3
Non-controlling interest of the subsidiaries	116.9	129.7	161.6
Equity attributable to the Company's shareholders	1,365.5	828.1	1,169.3
Weighted average number of ordinary shares (Million shares)	819.9	819.9	819.9
Net earning/(loss) per share (Baht)	0.61	(0.21)	0.42
Dividend paid per share (Baht)	0.00	0.20	0.10
Book value per share (Baht)	1.67	1.01	1.43
Net profit/(loss) margins	11.79%	-3.48%	5.15%
Return on equity	45.32%	-17.56%	31.97%
Return on assets	10.69%	-4.43%	9.31%

2019: Acknowledge for the dividends payment for the 2019 operational results

According to the separate financial statements for the year 2019, the Company's operating results for the year 2019 was a net profit of 274.39 million baht, with the Company paid an interim dividend on September 12, 2019 at the rate of 0.10 baht per share. The Board of Directors Meeting No.2/2020, held on March 24, 2020, passed a resolution approving the Company interim dividend payment from the Company's profit as of December 31, 2019 at the rate of 0.20 baht per share on April 22, 2020. The second dividend payment is to reduce the impact that may occur to shareholders from the infinite postponement the 2020 AGM, due to the ongoing outbreak of Coronavirus 2019 ("COVID-19"). In this regard, when including the payment of the two interim dividends above, the total dividends paid from the Company's profits for the year 2019 totaling 0.30 baht per share, approximately 246 million baht. So, the 2020 AGM held on July 3, 2020 resolved to approve the omission of dividend payment for the operational results of 2019, additional .

2020: Approved the omission of dividends payment for the 2020 operational results

According to the 2020 separate financial statement, the Company recorded the net profit of 1,421 million baht in 2020, but still had a deficit. (In the separate financial statements) of 1,418 million bath, therefore, it can not pay dividends. So, the 2021 AGM held on April 30, 2021 resolved to approve the omission of dividend payment for the operational results of 2020.

2021: Proposal for the omission of dividends payment for the 2021 operational results

According to the 2021 separate financial statement, the Company had the 2021 operational results recorded the net profit of Baht 43 million and retained earnings of Baht 81 million, respectively, in the separate financial statements, in order. This is to allow the company having working capital in the company's business. Therefore, the Board of Directors' Meeting No.1/2022 held on February 25, 2022, resolved to propose the omission of dividend payment for the operational results of 2021 This proposal must be approved by the 2022 Annual General Meeting of Shareholders held on April 29, 2022.

Independent Auditor's Report

To the Shareholders of GMM Grammy Public Company Limited

Opinion

I have audited the accompanying consolidated financial statements of GMM Grammy Public Company Limited and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at 31 December 2021, and the related consolidated statements of income, comprehensive income, changes in shareholders' equity and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and have also audited the separate financial statements of GMM Grammy Public Company Limited (the Company) for the same period.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of GMM Grammy Public Company Limited and its subsidiaries, and of GMM Grammy Public Company Limited as at 31 December 2021, and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Group in accordance with the Code of Ethics for Professional Accountants as issued by the Federation of Accounting Professions as relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

I have fulfilled the responsibilities described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report, including in relation to these matters. Accordingly, my audit included the performance of procedures designed to respond to my assessment of the risks of material misstatement of the financial statements. The results of my audit procedures, including the procedures performed to address the matters below, provide the basis for my audit opinion on the accompanying financial statements as a whole.

Key audit matters and how audit procedures respond to each matter are described below.

Revenue recognition

The Group's revenue is significant to the financial statements and directly affects its operating results, to which users of financial statements pay attention. The Group has numerous types of revenue and it is derived through various channels, under agreements with a large number of customers that contain a variety of conditions, pertaining to matters such as sales promotions and discounts. In addition, changes in consumer behavior and industry trends have directly affected the competitive environment in media and entertainment industry. There are therefore risks with respect to the amount and timing of revenue recognition.

I have examined the revenue recognition of the Group by

- Assessing and testing the Group's IT system and its internal controls with respect to the revenue cycle by making enquiry of responsible executives, gaining an understanding of the controls and selecting representative samples to test the operation of the designed controls.
- Applying a sampling method to select sales and service agreements to assess whether revenue recognition was consistent with the conditions of the relevant agreement, and whether it was in compliance with the Group's policy.
- On a sampling basis, examining supporting documents for sales and service transactions occurring during the year and near the end of the accounting period, and with special consideration given to expanding the scope of the examination supporting documentation for transactions occurring near the end of the accounting period.

- Reviewing credit notes that the Group issued after the period-end, with special consideration given to expanding the scope of sampling of documentation.
- Performing analytical procedures on disaggregated data to detect possible irregularities in sales transactions throughout the period, particularly for accounting entries made through journal vouchers.

Other Information

Management is responsible for the other information. The other information comprise the information included in annual report of the Group, but does not include the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

I am responsible for the audit resulting in this independent auditor's report.



Khitsada Lerdwana

Certified Public Accountant (Thailand) No. 4958

EY Office Limited

Bangkok: 25 February 2022

GMM Grammy Public Company Limited and its subsidiaries

Statement of financial position

As at 31 December 2021

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2021	2020	2021	2020
Assets					
Current assets					
Cash and cash equivalents	7	563,253,163	727,677,141	174,744,848	284,439,520
Trade and other receivables	8	800,960,477	912,380,120	466,535,987	541,165,931
Prepaid expenses		44,624,139	42,352,002	11,001,513	9,366,727
Inventories	9	221,415,000	213,250,581	128,018,748	100,828,282
Advance payments		15,454,974	26,437,780	11,475,496	23,174,210
Other current financial assets	10	629,370,000	-	629,370,000	-
Other current assets	11	83,563,572	127,363,679	28,153,753	44,127,287
Total current assets		2,358,641,325	2,049,461,303	1,449,300,345	1,003,101,957
Non-current assets					
Other non-current financial assets	12	5,879,511	5,822,878	5,629,561	5,572,928
Investments in subsidiaries	13	-	-	658,988,732	734,847,007
Investments in joint ventures	14	866,883,216	288,316,799	1,242,574,900	1,191,549,700
Investments in associates	15	169,859,755	176,496,025	194,341,357	194,341,357
Loans to related parties	6	-	-	-	1,530,000
Leasehold improvement and equipment	16	130,238,031	177,491,800	49,056,076	67,544,087
Right-of-use assets	24	319,617,813	379,450,901	178,665,715	234,349,521
Intangible assets	17	383,695,467	300,715,441	387,315,877	307,876,556
Cost of spectrum license	18	422,561,492	480,305,762	-	-
Deferred tax assets	33	203,393,633	185,265,799	181,038,786	161,175,266
Other non-current assets	19	198,067,922	198,475,352	107,388,536	79,491,866
Total non-current assets		2,700,196,840	2,192,340,757	3,004,999,540	2,978,278,288
Total assets		5,058,838,165	4,241,802,060	4,454,299,885	3,981,380,245

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

GMM Grammy Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 December 2021

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Liabilities and shareholders' equity					
Current liabilities					
Short-term loan from bank	20	800,000,000	50,000,000	800,000,000	50,000,000
Trade and other payables	21	1,252,585,503	1,334,628,841	592,239,091	611,305,572
Unearned income		219,841,708	381,165,462	111,601,316	231,055,415
Short-term loans from related parties	6	-	-	529,800,000	549,800,000
Current portion of long-term loan	23	362,500,000	75,000,000	150,000,000	75,000,000
Current portion of lease liabilities	24	87,963,468	80,880,557	57,702,446	53,556,911
Income tax payable		2,483,476	7,576,807	-	-
Other current liabilities	22	84,225,405	127,698,654	46,650,104	95,286,723
Total current liabilities		<u>2,809,599,560</u>	<u>2,056,950,321</u>	<u>2,287,992,957</u>	<u>1,666,004,621</u>
Non-current liabilities					
Long-term loan - net of current portion	23	261,205,020	622,805,577	74,355,235	223,925,391
Lease liabilities - net of current portion	24	253,209,426	307,231,032	140,828,396	193,946,832
Deferred tax liabilities	33	17,920,502	-	17,920,502	-
Provision for long-term employee benefits	25	175,051,109	229,396,217	136,182,094	184,198,115
Obligation on loan guarantee	26	-	-	400,000,000	400,000,000
Other non-current liabilities		59,482,173	67,595,047	512,173	492,547
Total non-current liabilities		<u>766,868,230</u>	<u>1,227,027,873</u>	<u>769,798,400</u>	<u>1,002,562,885</u>
Total liabilities		<u>3,576,467,790</u>	<u>3,283,978,194</u>	<u>3,057,791,357</u>	<u>2,668,567,506</u>
Shareholders' equity					
Share capital					
Registered					
819,949,729 ordinary shares of Baht 1 each		<u>819,949,729</u>	<u>819,949,729</u>	<u>819,949,729</u>	<u>819,949,729</u>
Issued and fully paid					
819,949,729 ordinary shares of Baht 1 each		819,949,729	819,949,729	819,949,729	819,949,729
Paid-in capital					
Share premium	27	492,987,095	1,896,968,197	492,987,095	1,896,968,197
Retained earnings					
Appropriated - statutory reserve	27, 29	2,165,384	13,719,594	2,165,384	13,719,594
Unappropriated (deficit)	27	91,962,759	(1,863,211,859)	81,482,005	(1,417,700,696)
Other components of shareholders' equity		(41,604,432)	(39,341,895)	(75,685)	(124,085)
Equity attributable to owners of the Company		1,365,460,535	828,083,766	1,396,508,528	1,312,812,739
Non-controlling interests of the subsidiaries		116,909,840	129,740,100	-	-
Total shareholders' equity		<u>1,482,370,375</u>	<u>957,823,866</u>	<u>1,396,508,528</u>	<u>1,312,812,739</u>
Total liabilities and shareholders' equity		<u>5,058,838,165</u>	<u>4,241,802,060</u>	<u>4,454,299,885</u>	<u>3,981,380,245</u>

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

GMM Grammy Public Company Limited and its subsidiaries
Income statement
For the year ended 31 December 2021

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2021	2020	2021	2020
Revenues					
Sales of goods	30	1,505,614,903	1,696,544,264	154,495,737	212,062,338
Service income	30	926,183,608	1,914,495,897	497,935,538	1,344,520,395
Revenues from copyrights	30	1,403,643,102	1,360,517,444	1,192,619,788	1,176,815,093
Dividend income	10, 13	3,296,700	-	63,820,071	87,372,595
Gain from sales of investments in joint venture	14	-	-	-	200,000,300
Fair value gain on other financial assets	10, 12	89,598,590	-	89,598,590	-
Gain on deemed disposal of investment in joint venture	14	234,924,682	-	-	-
Other income		<u>52,183,877</u>	<u>60,510,958</u>	<u>13,697,956</u>	<u>53,317,811</u>
Total revenues		<u>4,215,445,462</u>	<u>5,032,068,563</u>	<u>2,012,167,680</u>	<u>3,074,088,532</u>
Expenses					
Cost of sales and services		2,176,103,540	3,134,371,775	1,129,023,468	1,937,920,748
Selling, distribution and servicing expenses		411,897,270	398,516,722	46,812,016	56,091,002
Administrative expenses		1,320,193,697	1,566,355,380	845,449,047	1,007,418,596
Expected credit loss of loans to related parties (reversal)	6	-	-	(1,057,805,000)	1,051,175,000
Loss from subsidiary's liquidation	13	-	-	-	88,446,796
Loss from recognise obligation on loan guarantee	26	-	-	-	400,000,000
Loss on impairment of investments in subsidiaries (reversal)	13	-	-	1,014,275,000	(61,463,898)
Loss from sales of investment in joint venture	14	-	437,724,280	-	-
Total expenses		<u>3,908,194,507</u>	<u>5,536,968,157</u>	<u>1,977,754,531</u>	<u>4,479,588,244</u>
Operating profit (loss)		307,250,955	(504,899,594)	34,413,149	(1,405,499,712)
Share of profit from investments in joint ventures	14	261,964,936	408,815,876	-	-
Share of profit (loss) from investments in associates	15	8,868,631	(3,414,311)	-	-
Finance income		1,904,969	3,552,754	34,111,070	7,005,339
Finance cost	31	<u>(60,031,697)</u>	<u>(40,747,616)</u>	<u>(37,256,578)</u>	<u>(37,351,877)</u>
Profit (loss) before income tax income (expenses)		519,957,794	(136,692,891)	31,267,641	(1,435,846,250)
Income tax income (expenses)	33	<u>(4,548,032)</u>	<u>(12,937,588)</u>	<u>12,040,044</u>	<u>14,784,743</u>
Profit (loss) for the year		<u>515,409,762</u>	<u>(149,630,479)</u>	<u>43,307,685</u>	<u>(1,421,061,507)</u>
Profit (loss) attributable to:					
Equity holders of the Company		497,123,495	(175,413,204)	<u>43,307,685</u>	<u>(1,421,061,507)</u>
Non-controlling interests of the subsidiaries		<u>18,286,267</u>	<u>25,782,725</u>		
		<u>515,409,762</u>	<u>(149,630,479)</u>		
Basic earnings (loss) per share					
	34				
Profit (loss) attributable to equity holders of the Company		<u>0.61</u>	<u>(0.21)</u>	<u>0.05</u>	<u>(1.73)</u>

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

GMM Grammy Public Company Limited and its subsidiaries

Statement of comprehensive income

For the year ended 31 December 2021

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Profit (loss) for the year		<u>515,409,762</u>	<u>(149,630,479)</u>	<u>43,307,685</u>	<u>(1,421,061,507)</u>
Other comprehensive income:					
<i>Other comprehensive income to be reclassified</i>					
<i>to profit or loss in subsequent periods:</i>					
Exchange differences on translation of financial statements					
in foreign currency - net of income tax		<u>(2,310,937)</u>	<u>2,055</u>	<u>-</u>	<u>-</u>
Other comprehensive income to be reclassified					
to profit or loss in subsequent periods - net of income tax		<u>(2,310,937)</u>	<u>2,055</u>	<u>-</u>	<u>-</u>
<i>Other comprehensive income not to be reclassified</i>					
<i>to profit or loss in subsequent periods</i>					
Actuarial gain - net of income tax	25, 33	48,330,104	-	40,339,704	-
Gain on changes in value of equity investments designated					
at fair value through other comprehensive income					
- net of income tax		48,400	17,200	48,400	17,200
Share of actuarial loss of joint ventures - net of income tax	14	(3,348,391)	-	-	-
Share of actuarial loss of associates - net of income tax	15	<u>(504,901)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other comprehensive income not to be reclassified					
to profit or loss in subsequent periods - net of income tax		<u>44,525,212</u>	<u>17,200</u>	<u>40,388,104</u>	<u>17,200</u>
Other comprehensive income for the year		<u>42,214,275</u>	<u>19,255</u>	<u>40,388,104</u>	<u>17,200</u>
Total comprehensive income for the year		<u><u>557,624,037</u></u>	<u><u>(149,611,224)</u></u>	<u><u>83,695,789</u></u>	<u><u>(1,421,044,307)</u></u>
Total comprehensive income attributable to:					
Equity holders of the Company		537,376,769	(175,393,949)	<u>83,695,789</u>	<u>(1,421,044,307)</u>
Non-controlling interests of the subsidiaries		<u>20,247,268</u>	<u>25,782,725</u>		
		<u><u>557,624,037</u></u>	<u><u>(149,611,224)</u></u>		

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

GMM Grammy Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the year ended 31 December 2021

(Unit: Baht)

Consolidated financial statements												
Equity attributable to equity holders of the Company												
	Issued and paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity					Total equity attributable to equity holders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
			Appropriated - statutory reserve	Unappropriated (deficits)	Other comprehensive income		Other changes by the owners					
					Exchange differences on translation of financial statements in foreign currency	Profit (loss) on changes in value of equity investments	Capital deficit from business combination under common control	Difference between investment and book value from shareholding in subsidiary				
								Total other components of shareholders' equity				
Balance as at 1 January 2020	819,949,729	1,896,968,197	13,719,594	(1,254,432,565)	3,726,947	(141,285)	(269,376,464)	(42,946,812)	(308,737,614)	1,167,467,341	161,619,119	1,329,086,460
Loss for the year	-	-	-	(175,413,204)	-	-	-	-	-	(175,413,204)	25,782,725	(149,630,479)
Other comprehensive income for the year	-	-	-	-	2,055	17,200	-	-	19,255	19,255	-	19,255
Total comprehensive income for the year	-	-	-	(175,413,204)	2,055	17,200	-	-	19,255	(175,393,949)	25,782,725	(149,611,224)
Dividend paid (Note 28)	-	-	-	(163,989,626)	-	-	-	-	-	(163,989,626)	-	(163,989,626)
Subsidiaries' liquidation	-	-	-	(269,376,464)	-	-	269,376,464	-	269,376,464	-	-	-
Equity attributable to non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	-	-	-	(57,661,744)	(57,661,744)
Balance as at 31 December 2020	819,949,729	1,896,968,197	13,719,594	(1,863,211,859)	3,729,002	(124,085)	-	(42,946,812)	(39,341,895)	828,083,766	129,740,100	957,823,866
Balance as at 1 January 2021	819,949,729	1,896,968,197	13,719,594	(1,863,211,859)	3,729,002	(124,085)	-	(42,946,812)	(39,341,895)	828,083,766	129,740,100	957,823,866
Profit for the year	-	-	-	497,123,495	-	-	-	-	-	497,123,495	18,286,267	515,409,762
Other comprehensive income for the year	-	-	-	42,515,811	(2,310,937)	48,400	-	-	(2,262,537)	40,253,274	1,961,001	42,214,275
Total comprehensive income for the year	-	-	-	539,639,306	(2,310,937)	48,400	-	-	(2,262,537)	537,376,769	20,247,268	557,624,037
Transfer of statutory reserve and share premium to offset deficit (Note 27)	-	(1,403,981,102)	(13,719,594)	1,417,700,696	-	-	-	-	-	-	-	-
Equity attributable to non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	-	-	-	(33,077,528)	(33,077,528)
Transfer retained earnings to statutory reserve (Note 29)	-	-	2,165,384	(2,165,384)	-	-	-	-	-	-	-	-
Balance as at 31 December 2021	819,949,729	492,987,095	2,165,384	91,962,759	1,418,065	(75,685)	-	(42,946,812)	(41,604,432)	1,365,460,535	116,909,840	1,482,370,375

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

GMM Grammy Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the year ended 31 December 2021

(Unit: Baht)

Separate financial statements							
	Issued and paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity		
			Appropriated - statutory reserve	Unappropriated (deficit)	Profit (loss) on changes in value of equity investments	Other comprehensive income	Total other components of shareholders' equity
							Total shareholders' equity
Balance as at 1 January 2020	819,949,729	1,896,968,197	13,719,594	167,350,437	(141,285)	(141,285)	2,897,846,672
Loss for the year	-	-	-	(1,421,061,507)	-	-	(1,421,061,507)
Other comprehensive income for the year	-	-	-	-	17,200	17,200	17,200
Total comprehensive income for the year	-	-	-	(1,421,061,507)	17,200	17,200	(1,421,044,307)
Dividend paid (Note 28)	-	-	-	(163,989,626)	-	-	(163,989,626)
Balance as at 31 December 2020	819,949,729	1,896,968,197	13,719,594	(1,417,700,696)	(124,085)	(124,085)	1,312,812,739
							-
Balance as at 1 January 2021	819,949,729	1,896,968,197	13,719,594	(1,417,700,696)	(124,085)	(124,085)	1,312,812,739
Profit for the year	-	-	-	43,307,685	-	-	43,307,685
Other comprehensive income for the year	-	-	-	40,339,704	48,400	48,400	40,388,104
Total comprehensive income for the year	-	-	-	83,647,389	48,400	48,400	83,695,789
Transfer of statutory reserve and share premium to offset deficit (Note 27)	-	(1,403,981,102)	(13,719,594)	1,417,700,696	-	-	-
Transfer retained earnings to statutory reserve (Note 29)	-	-	2,165,384	(2,165,384)	-	-	-
Balance as at 31 December 2021	819,949,729	492,987,095	2,165,384	81,482,005	(75,685)	(75,685)	1,396,508,528

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

GMM Grammy Public Company Limited and its subsidiaries
Statement of cash flows
For the year ended 31 December 2021

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Cash flows from operating activities				
Profit (loss) before tax	519,957,794	(136,692,891)	31,267,641	(1,435,846,250)
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	274,328,589	280,936,806	115,162,500	130,830,593
Difference from lease agreements discount	-	1,459,185	-	1,182,452
Reversal of bad debts and doubtful debts	(6,681,115)	(69,255,606)	(2,140,193)	(69,255,606)
Loss on impairment of financial assets	7,445,323	8,048,926	14,103,317	7,074,918
Reduction of cost of inventory to net realisable value (reversal)	9,374,113	(17,089,681)	15,936,845	(39,644,686)
Reversal of provision for sales returns	(27,420,281)	(45,773,397)	(28,047,237)	(44,070,995)
Loss (gain) on fair value adjustments of other financial assets	(89,598,590)	3,562	(89,598,590)	3,562
Reversal of prepaid cost	-	(6,894,607)	-	(6,894,607)
Loss (gain) from capital reduction, returning funds and liquidation in subsidiaries	-	-	(647,693)	88,446,796
Loss on impairment of investments in subsidiaries (reversal)	-	-	1,014,275,000	(61,463,899)
Loss on impairment of leasehold improvement and equipment (reversal)	(16,610,000)	543,450	-	-
Loss on impairment of other non-current financial assets	-	1,000,000	-	1,000,000
Expected credit loss on loans to related parties (reversal)	-	-	(1,057,805,000)	1,051,175,000
Loss from sales of investment in associate	-	1,323,341	-	-
Loss (gain) on disposal of equipment	13,503,884	43,698,487	(239,986)	43,902,947
Loss on disposal of intangible assets	15,148,137	2,851,094	1,847,215	2,808,428
Gain on deemed disposal of investment in joint ventures	(234,924,682)	-	-	-
Loss (gain) from sales of investment in joint venture	-	437,725,484	-	(200,000,300)
Loss (gain) on impairment of intangible assets	(9,500,967)	11,327,874	-	-
Loss from obligation on loan guarantee	-	-	-	400,000,000
Gain from lease agreement cancellation	(116,039)	(5,890,993)	-	(2,586,824)
Loss from lease modification	455,731	-	455,731	-
Dividend income	(3,296,700)	-	(63,820,071)	(87,372,595)
Share of profit from investments in joint ventures	(261,964,936)	(408,815,876)	-	-
Share of (profit) loss from investments in associates	(8,868,631)	3,414,311	-	-
Long-term employee benefit expenses	34,570,582	72,464,296	27,306,449	37,720,330
Interest income	(1,904,969)	(3,552,754)	(34,111,070)	(7,005,339)
Interest expenses	60,031,697	40,747,616	37,256,578	37,351,877
Profit (loss) from operating activities before changes in operating assets and liabilities	273,928,940	211,578,627	(18,798,564)	(152,644,198)
Decrease (increase) in operating assets				
Trade and other receivables	110,655,435	586,760,936	72,121,036	491,531,185
Prepaid expenses	(2,272,137)	20,884,666	(1,634,786)	216,544
Inventories	(17,538,532)	(81,786,613)	(43,127,311)	18,937,881
Advance payments	10,982,806	5,143,698	11,698,714	1,108,160
Other current assets	89,180,904	66,516,507	42,188,660	28,337,527
Other non-current assets	(222,825,096)	(40,436,132)	(141,551,005)	(27,985,072)

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

GMM Grammy Public Company Limited and its subsidiaries
Statement of cash flows (continued)
For the year ended 31 December 2021

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Increase (decrease) in operating liabilities				
Trade and other payables	(69,610,978)	(207,200,229)	(7,391,903)	(146,472,473)
Unearned income	(161,323,754)	(22,782,097)	(119,454,099)	37,515,098
Other current liabilities	(15,972,846)	(26,280,408)	(20,589,382)	(24,186,529)
Provision for long-term employee benefits	(3,670,550)	(18,839,317)	(24,170,532)	(8,526,933)
Other non-current liabilities	(8,112,875)	66,984,697	19,625	(107,804)
Cost of spectrum license payable	-	(224,700,000)	-	-
Cash flows from (used in) operating activities	(16,578,683)	335,844,335	(250,689,547)	217,723,386
Cash paid for interest expenses	(59,951,575)	(47,236,938)	(36,943,570)	(38,402,623)
Cash paid for termination wages and retirement	(33,241,610)	(51,428,983)	(9,071,078)	(21,606,836)
Cash paid for income tax	(67,065,252)	(96,069,103)	(26,197,512)	(41,473,052)
Cash received from income tax refund	76,120,656	34,279,846	5,736,683	-
Net cash flows from (used in) operating activities	(100,716,464)	175,389,157	(317,165,024)	116,240,875
Cash flows from investing activities				
Acquisition of equipment	(27,257,594)	(65,945,075)	(12,915,729)	(35,919,465)
(Increase) decrease in loans to related parties	-	-	1,059,335,000	(1,052,705,000)
Cash paid to purchase additional investments in subsidiaries	-	-	(1,003,051,820)	-
Cash received from reduction of capital, returning funds and liquidation in subsidiary	-	-	65,282,788	23,852,035
Cash paid from investments in joint ventures	(85,025,190)	-	(51,025,200)	-
Cash received from disposal of investment in associate	-	1,814,501	-	-
Cash received from disposal of investment in joint venture	-	1,200,000,000	-	1,200,000,000
Cash received from purchase of investment in subsidiaries	-	33,233,696	-	-
Cash paid to purchase other investment	-	(249,950)	-	-
Cash received from disposal of equipment and intangible assets	10,709,484	7,587,183	584,542	7,286,615
Dividend received from subsidiaries and associates	15,000,000	7,327,150	46,948,430	101,372,135
Dividend received from other current financial assets	3,296,700	-	3,296,700	-
Cash paid from non-controlling interests of subsidiaries from investments in subsidiaries	-	(2,534,338)	-	-
Interest income	1,887,355	3,946,876	38,214,181	4,275,402
Decrease (increase) in other financial asset	(539,767,542)	120,149,721	(539,767,542)	-
Net cash flows from (used in) investing activities	(621,156,787)	1,305,329,764	(393,098,650)	248,161,722

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

GMM Grammy Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the year ended 31 December 2021

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2021</u>	<u>2020</u>	<u>2021</u>	<u>2020</u>
Cash flows from financing activities				
Increase in short-term loans from bank	750,000,000	50,000,000	750,000,000	50,000,000
Decrease in short-term loans from related parties	-	(460,600,000)	(20,000,000)	(98,400,000)
Repayment of long-term loan	(75,000,000)	(500,000,000)	(75,000,000)	-
Repayment of lease liabilities	(82,162,905)	(75,243,998)	(54,430,998)	(53,977,995)
Dividend paid	-	(163,989,626)	-	(163,989,626)
Dividend paid to non-controlling interest of subsidiaries	(33,076,885)	(55,127,405)	-	-
Net cash flows from (used in) financing activities	<u>559,760,210</u>	<u>(1,204,961,029)</u>	<u>600,569,002</u>	<u>(266,367,621)</u>
Net increase (decrease) in translation adjustments	<u>(2,310,937)</u>	<u>2,055</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>(164,423,978)</u>	<u>275,759,947</u>	<u>(109,694,672)</u>	<u>98,034,976</u>
Cash and cash equivalents at beginning of year	<u>727,677,141</u>	<u>451,917,194</u>	<u>284,439,520</u>	<u>186,404,544</u>
Cash and cash equivalents at end of year	<u>563,253,163</u>	<u>727,677,141</u>	<u>174,744,848</u>	<u>284,439,520</u>
Supplemental cash flows information:				
Non-cash transactions:				
Increase in assets from lease agreements	12,735,067	39,678,744	3,827,653	5,007,600

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