



No.IFEC/SorNorBor/2017/0051

August 25, 2017

Subject: Submission of operation results for the year of 2016 and clarification.

To: President
The Stock Exchange of Thailand

Inter Far East Energy Corporation Public Company Limited (the "Company") would like to submit financial statements for the year of 2016 which have been audited by our auditor and clarify for the operating results as follows:

The Operation Results for the year 2016

1. Overview of operation results.

For year 2016, the Company and its subsidiaries had revenue from sales and services in amount of Baht 1,074.78 million which increased from the previous year in amount of Baht 553.10 million or 106.02 percent and the net loss in amount of Baht 1,889.73 million which decreased from previous year in amount of Baht 2,211.03 million or 688.15 percent.

- Revenue from sales and services in amount of Baht 1,074.78 million consisting:

- Renewable Energy and Waste Management of Baht 580.15 million, increased from the previous year in amount of Baht 125.68 million or 27.65 percent according to additional investment in solar power plant of 10.0 MW, biomass of 6.8 MW and wind power of 10.0 MW in 2016

- Hotel business that company has acquired since December 15, 2015 had income from operations from the acquisition date to December 31, 2016 in amount of Baht 494.63 million.

- Other income of the Company and its subsidiaries in 2016 was in total amount of Baht 849.75 million which increased from the previous year in amount of Baht 193.72 million or 29.53 percent, consisting of profit from the restructuring of the hotel business of Baht 813.47 million, others income of Baht 27.47 million, interest income from financial institutions of Baht 8.81 million.
- Gross profit of the Company and its subsidiaries were in amount of Baht 95.60 million in 2016 which decreased from previous year by Baht 130.14 million or 57.65 percent.
- The operation costs and financial costs in 2016 of the Company and its subsidiaries were Baht 2,889.21 million which increased from previous year by Baht 2,338.64 million or 424.77 percent mainly due to the expansion of investment in the business.
- Net loss of the year 2016 of the Company and its subsidiaries in amount of Baht 1,889.73 million, mainly consisting:
 - Segment relating to Holding company (investing in solar energy) had net loss in amount of Baht 1,617.15 million which decreased from the previous year Baht 1,748.41 million or 1,332.05 percent.
 - Segment relating to Holding company (investing in biomass and community waste management) had net loss in amount of Baht 596.85 million, which increased the previous year Baht 517.01 million or 64.52 percent.





- Segment relating to Wind Energy had net loss in amount of Baht 38.86 million, which increased the previous year Baht 12.65 million or 24.55 percent.
- Segment relating to Hotel Business had net profit in amount of Baht 1,756.92 million which included profit from debt restructuring in amount of Baht 1,855.48 million
- Others business had net profit in amount of Baht 1,004.95 million which increased the previous year Baht 988.97 million or 6,187.11 percent.
- As of December 31, 2016 the Company has additional loss from the investment adjustment by Equity Method in amount of Bath 388.83 million.

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2015				
Unit: Million Baht				
	Consolidated			
	2016	2015(New Adjustment)	Increase (Decrease)	Percent
Revenue from sales, rental and service	1,074.78	521.68	553.10	106.02
Cost of sales, rental and services	979.18	295.94	683.24	130.87
Gross Profit	95.60	225.74	(130.14)	57.65
Other Income	849.75	656.03	193.72	29.53
Selling and Administrative expenses	2,465.34	411.35	2,053.99	499.34
Financial costs	423.87	139.23	284.64	204.45
Total expenses	2,889.21	550.57	2,338.63	424.77
Profit before income tax expenses	(1,943.86)	331.20	(2,275.06)	686.93
Income tax expenses	54.13	(9.90)	64.03	647.04
Profit for the year	(1,889.73)	321.30	(2,211.03)	688.15
Net income attributable to owners of the parent.	(1,899.84)	334.86	(2,234.70)	667.36
Attributable to the non-controlling interests.	(3.66)	(8.45)		
Total comprehensive income for the year	(1,903.50)	326.41	(2,229.91)	683.61

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2015				
Unit: Million Baht				
	Separate			
	2016	2015(New Adjustment)	Increase (Decrease)	Percent
Revenue from sales, rental and service	30.00	21.60	8.40	38.89
Cost of sales, rental and services	-	-	-	-
Gross Profit	30.00	21.60	8.40	38.89
Other Income	393.67	298.58	95.08	31.85
Selling and Administrative expenses	1,812.61	235.69	1,576.92	669.07
Financial costs	281.49	80.90	(200.60)	247.97
Total expenses	2,094.10	316.58	1,777.52	561.47
Profit before income tax expenses	(1,670.43)	3.60	(1,674.03)	46,505.21
Income tax expenses	1.17	(34.02)	35.19	103.44
Profit for the year	(1,669.26)	(30.42)	(1,638.84)	5,386.50
Total comprehensive income for the year	(1,671.26)	(30.51)	(1,640.75)	5,377.98

2. Financial Position

- Assets

As of December 31, 2016, the Company had total assets in amount of Baht 12,630.12 million which decreased from the end of year 2015 in amount of Baht 2,635.06 million or 82.74 percent because of the impairment of the deposit, investment and loans.

As of December 31, 2016, the Company had non-current assets Baht 11,860.20 million by the most of non-current assets were the land, plant and equipment in amount of Baht 9,003.79 million or 71.29 percent of total assets.

- Liabilities

As of December 31, 2016 the Company's total liabilities was Baht 9,343.68 million which decreased from the end of year 2015 in amount of Baht 493.56 million or 94.98 percent.

- Shareholders' Equity

As of December 31, 2016 the Company's shareholders amounted to Baht 3,286.41 million, which decreased from the end of year 2015 in amount of Baht 2,141.50 million or 39.45 percent.



3. Key Financial Ratios

Financial Ratios	2016	2015
Return on Assets (ROA)	-13.94%	3.07%
Return on Equity (ROE)	-43.99%	8.66%
Gross Profit Margin	8.89%	43.27%
Net Profit Margin	-175.83%	61.59%
Debt to Equity Ratio (times)	0.32	0.85
Interest Coverage Ratio (times)	-3.59	3.38
Earnings Per Share (EPS)	-0.953	0.162
Weighted Average Common Stockholders' Equity (million shares)	1,983.93	1,767.22

Please be informed accordingly.

Yours faithfully,

Signature.....

(Mr.Suphanan Rittiphairoj)

Chief Executive Officer

Inter Far East Energy Corporation Public Company Limited