

TYCN 016/64

10 August, 2021

Subject: Submission of financial statements and clarification of operating for Q2 2021.

To: President of the Stock Exchange of Thailand

Tycoons Worldwide Group (Thailand) Public Company Limited would like to submit herewith the financial statements Q2 2021 reviewed by independent auditor. The company has net profit 138 million baht and net loss 93 million baht till the end of Q2 2021 and Q2 2020 respectively which increased by 231 million baht or 248.29% because of the following reasons:

1. Total revenues increased 1,010 million baht or 57.92%.
 - Sales increased 1,026 million baht or 59.57% comparing with Q2 2020 mainly due to the recovery of industrial demand increased and decreased production volume in China. As a result, the sales volume and prices of steel products have increased.
 - Other income decreased 17 million baht or 80.87% comparing with Q2 2020 mainly due to foreign exchange gains decreased.
2. Total expenses increased 865 million baht or 50.48%.
 - Cost of sales increased 802 million baht or 47.92% compared with Q2 2020 due to the sales volumes increased.
 - Selling and administrative expenses increased 36 million baht 55.73% compared with Q2 2020 mainly due to the transportation and export-related expenses increased due to the sales increased.
 - Reversal of allowance for expected credit losses decreased 7 million baht or 79.45% compared with Q2 2020 mainly due to most of Local A/R cover by insurance or request customers to provide bank guarantees.
 - Losses from raw material purchase contracts (reversal) increased 3 million or 139.89% compared with Q2 2020 due to the rising of raw material prices.
 - Losses on exchange increased 20 million baht or 100% compared with Q2 2020 due to the devaluation of Baht.
3. Share of loss from investment in associate decreased 78 million or 75.19% compared with Q2 2020 mainly because the losses of investment in associate decreased.

4. Finance cost decreased 5 million baht or 41.37% compared with Q2 2020, mainly due to the interest rate cut by FED USA and BOT.
5. Income tax expenses decrease 2 million or 39.46% compared with Q2 2020 mainly due to the significant decrease in deferred income tax assets in the Q2 2020
6. Gross profit margin of Q2 2021 was 10.71 % as for Q2 2020 was 4.70%. The main reason for the increase was the unit price of sales increased in Q2 2021.

Please be informed accordingly.

Sincerely Yours,

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(Mr. Natthawat Thanapinyanun)
Director