

Attn: Director and Manager  
The Stock Exchange of Thailand  
Re: Submission of Financial Statement for the second (2<sup>nd</sup>) quarter of the year 2021

POSCO-Thainox Public Company Limited ("INOX") has reviewed and approved the reviewed Consolidated Financial Statements for ended 30 June 2021. The operational performances from consolidated financial statements were significantly different from the last year due to the following items:

**Statement of Income**

- The company recognized 4,409.6 Million Baht revenue from sale and rendering of services of cold rolled stainless steel (63,261 tons with average selling price of 69,704.4 Baht per ton), which is higher than the sale in the second quarter 2020 amounting to 2,699.0 Million Baht (46,739 tons with average selling price of 57,745.8 Baht per ton) by 1,7016 Million Baht or increased by 63.4%.
- Cost of Sales of goods and rendering of services for the second quarter year of 2021 totally 4,062.5 Million Baht, increased 1,401.3 Million Baht or increased 52.7% compared to the second quarter 2020, due to the sale volume is increased.
- Gross profit Margin totally 347.1 Million Baht or 7.9% to sale compared to the second quarter of year of 2020 which made gross profit margin 37.7 Million Baht or 1.4% to sale.
- Selling and Administrative expenses totally 119.3 Million Baht in the second quarter of year 2021 decreased 2.7 Million Baht compared to second quarter of year 2020.
- Gain from exchanged rate totally 29.5 Million Baht is increased 22.0 Million Baht compared to the second quarter year 2020 which made gain from exchange rate 7.5 Million Baht.
- Tax expenses totally 52.9 Million Baht is increased 60.3 Million Baht compare to the second quarter year 2020.
- Net profit for the second quarter year 2021 was 208.3 Million Baht, increased 273.4 Million Baht compared to the second quarter year 2020 was net loss 65.1 Million Baht mainly from:
  1. Gross profit margin increased 309.3 Million Baht.
  2. Selling and Administrative expense decreased 2.7 Million Baht.
  3. Gain from exchange rate increased 22.0 Million Baht.
  4. Tax expenses decreased 60.3 Million Baht.

**Balance Sheet**

**Assets**

As of June 30, 2021, the Company's total asset was at 11,701.6 Million Baht, increased 795.3 Million Baht or 7.3% compared to December 31, 2020 due to,

- Cash & cash equivalents was 1,042.8 Million Baht decreased 11.5 Million Baht or 1.1% compared to 1,054.3 Million Baht at December 31, 2020.
- Accounts Receivable (net) was 3,089.4 Million Baht, decreased 110.7 Million Baht or 3.5% compared to 3,200.1 Million Baht.
- Inventory was 4,172.8 Million Baht, increased 1,010.2 Million Baht or 31.9% compared to 3,162.6 Million Baht end of 2020.
- Property, Plant and Equipment (net) was 3,017.4 Million Baht, decreased by 130.8 Million Baht or 4.2% compared to 3,148.2 Million Baht end of 2020, mainly from depreciation expense of assets during the period.

**Liabilities**

As of June 30, 2021, the Company's total liability was at 2,403.9 Million Baht, increased 424.5 Million Baht or 21.4% compared to 1,979.4 Million Baht end of 2020 due to,

- Accounts payable totally 1,819.8 Million Baht, increased 294.1 Million Baht or 19.3%

**POSCO-Thainox Public Company Limited**

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**Shareholders' equity**

As of June 30, 2021 Shareholder's equity was at 9,297.7 Million Baht, increased 370.8 Million Baht compared to end of 2020 mainly due to,

- Net profit six month of the year 2021 totally 370.8 Million Baht.

Sincerely Yours,

(Mr. Youngchul Kwon)  
Chairman of the Board/President