

No. ACE-ACC-4/2021

11 November 2021

Subject Management Discussion and Analysis for the period ended 30 September 2021

To President

The Stock Exchange of Thailand

Absolute Clean Energy Public Company Limited (“**the Company**”), are pleased to provide you our management discussion and analysis for the period ended 30 September 2021 of the Company and the subsidiaries (“**the Group**”) as follow:

Financial Performance of the Group								
Consolidated financial statements	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Sales of goods and services	1,182.8	1,284.4	1,362.8	6.1%	15.2%	3,438.0	3,862.1	12.3%
Revenue from finance lease under power purchase agreement	103.2	101.6	104.9	3.2%	1.6%	306.9	305.7	(0.4%)
Revenue from construction under a concession arrangement	215.0	-	-	-	N.A.(<-100)	744.4	-	N.A.(<-100)
Cost of sales and services	(822.9)	(920.4)	(971.2)	5.5%	18.0%	(2,407.9)	(2,766.3)	14.9%
Cost of construction under a concession arrangement	(215.0)	-	-	-	N.A.(<-100)	(744.4)	-	N.A.(<-100)
Gross profit	463.1	465.6	496.5	6.6%	7.2%	1,337.0	1,401.5	4.8%
Net gain on exchange rate	37.6	30.9	83.6	170.6%	122.3%	91.2	169.6	86.0%
Gain on forward contracts	8.4	4.5	6.0	33.3%	(28.6%)	7.1	21.7	205.6%
Gain from business acquisition	2.2	-	-	-	N.A.(<-100)	2.2	-	N.A.(<-100)
Other income	3.0	5.1	2.1	(58.8%)	(30.0%)	176.9	9.2	(94.8%)
Profit before expenses	514.3	506.1	588.2	16.2%	14.4%	1,614.4	1,602.0	(0.8%)
Administrative expenses	(67.3)	(82.1)	(106.1)	29.2%	57.7%	(232.4)	(272.9)	17.4%
Finance costs	(27.8)	(35.7)	(36.1)	1.1%	29.9%	(79.2)	(105.9)	33.7%
Profit before income tax	419.2	388.3	446.0	14.9%	6.4%	1,302.8	1,223.2	(6.1%)
Tax income (expenses)	(9.0)	(21.8)	(34.8)	59.6%	286.7%	(49.2)	(85.2)	73.2%
Net profit	410.2	366.5	411.2	12.2%	0.2%	1,253.6	1,138.0	(9.2%)
Net profit (loss) attributable to non-controlling interests	-	-	-	-	-	-	-	-
Net profit (loss) attributable to the parent	410.2	366.5	411.2	12.2%	0.2%	1,253.6	1,138.0	(9.2%)
<i>Add(less): Loss/gain from extraordinary items*</i>	<i>(35.7)</i>	<i>(28.4)</i>	<i>(69.9)</i>			<i>(221.7)</i>	<i>(153.0)</i>	
Net profit from ordinary activities attributable to the parent	374.5	338.1	341.3	0.9%	(8.9%)	1,031.9	985.0	(4.5%)

* Extraordinary items from non-operating, consists of unrealised gain on exchange rate of receivable under finance lease agreement, gain on forward contracts and insurance claim.

Sales and service income for the period ended 30 September 2021 and 2020 are presented below:

Sales and service income	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Sales of electricity - FiT, base tariff and Ft	668.2	770.9	816.7	5.9%	22.2%	1,926.6	2,314.6	20.1%
FiT Premium	35.8	14.7	20.7	40.8%	(42.2%)	116.9	68.6	(41.3%)
Sales of electricity to Industrial Users (IU)	4.9	6.0	6.2	3.3%	26.5%	14.3	19.1	33.6%
Revenue from maintenance service to outside	47.8	-	-	-	N.A.(<-100)	47.8	-	N.A.(<-100)
Sales from Biomass Power Plants	756.7	791.6	843.6	6.6%	11.5%	2,105.6	2,402.3	14.1%
Revenue from finance lease under a Power Purchase Agreement	103.2	101.6	104.9	3.2%	1.6%	306.9	305.7	(0.4%)
Revenue from service under a Power Purchase Agreement	355.9	361.0	400.5	10.9%	12.5%	1,107.3	1,081.0	(2.4%)
Sales of electricity to Industrial Users (IU)	1.1	1.4	1.2	(14.3%)	9.1%	4.0	3.7	(7.5%)
Sales of steam (IU)	1.8	2.9	1.1	(62.1%)	(38.9%)	11.1	6.5	(41.4%)
Sales from Natural Gas Power Plant	462.0	466.9	507.7	8.7%	9.9%	1,429.3	1,396.9	(2.3%)
Sales of electricity - FiT, base tariff and Ft	24.0	72.2	59.5	(17.6%)	147.9%	77.1	201.8	161.7%
FiT Premium	-	6.7	4.6	(31.3%)	N.A.(>100)	-	17.3	N.A.(>100)
Adder	29.5	30.4	33.1	8.9%	12.2%	95.1	97.4	2.4%
Revenue from waste management	10.4	13.2	14.5	9.8%	39.4%	29.4	39.0	32.7%
Sales from Municipal Solid Waste Power Plants	63.9	122.5	111.7	(8.8%)	74.8%	201.6	355.5	76.3%
Sales of electricity - Base tariff and Ft	3.4	5.0	4.7	(6.0%)	38.2%	8.4	13.1	56.0%
Sales from Solar Energy Power Plants	3.4	5.0	4.7	(6.0%)	38.2%	8.4	13.1	56.0%
Total sales and service income	1,286.0	1,386.0	1,467.7	5.9%	14.1%	3,744.9	4,167.8	11.3%

Sales and service income (included revenue from finance lease under a Power Purchase Agreement) increase 5.9% QoQ from Baht 1,386.0 million to Baht 1,467.7 million. The increase of Baht 81.7 million, mainly derived from sales of biomass power plant which increased by Baht 52.0 million as the result from one of the new biomass power plants which the Group acquired in the third quarter of 2020 was completed the process of revising the power purchase agreement to FiT in the end of second quarter of 2021. In addition, the biomass power plants had planned-shutdown hours in the third quarter of 2021 significantly lower than second quarter of 2021 which result in the increasing in overall revenue of biomass power plants. Moreover, sales of natural gas power plant also increased by Baht 40.8 million from increase in unit rate which is adjusted in line with the increase in average natural gas price from the second quarter of 2021.

Sales and service income (included revenue from finance lease under a Power Purchase Agreement) increase 14.1% YoY from Baht 1,286.0 million to Baht 1,467.7 million, increasing of Baht 181.7 million and **increase 11.3% 9M YoY** from Baht 3,744.9 million to Baht 4,167.8 million, increasing of Baht 422.9 million. The revenue increasing derived from the new biomass power plants which the Group acquired in the third quarter of 2020. In addition, sales of municipal solid waste power plant increased from revenue recognition of municipal solid waste power plant in Krabi which started its commercial operation on 28 December 2020.

	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Revenue from construction under a concession arrangement	215.0	-	-	-	N.A. (<-100)	744.4	-	N.A. (<-100)

The group has revenue from construction under a concession arrangement for the third quarter of 2020 amounting to Baht 215.0 million and for the nine-month ended 30 September 2020 amounting to Baht 744.4 million which is the revenue from construction of Municipality Solid Waste Power Plant, an indirect subsidiary entered into contract with Krabi Municipality to provide waste management services (converting solid waste into electrical energy for 25-year period started from the date of contract). As specified in the contract, the subsidiary shall transfer building, machine and equipment to Krabi Municipality without any charges when the contract ends. The Group's management assessed the agreement in accordance with TFRIC 12 'Service Concession Arrangements'. As a result, the Group's management recognized revenue from construction under a concession arrangement in accordance with percentage of completion of the fair value of assets. The Group's management also recognized cost of construction under a concession arrangement at actual cost in the same amount. No gain and loss from recognized sales and cost of construction under a concession arrangement transaction. The construction was completed and COD on 28 December 2020. As a consequence, there is no any further revenue from construction under a concession arrangement recognized.

Cost of sales and service

Cost of sales and service for the period ended 30 September 2021 and 2020 are presented below:

Cost of sales and service	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Fuel materials cost	515.9	583.3	643.3	10.3%	24.7%	1,563.7	1,763.1	12.8%
Depreciation and amortisation cost	130.0	155.4	154.0	(0.9%)	18.5%	378.1	461.9	22.2%
Staff cost and other benefits	37.8	56.9	53.6	(5.8%)	41.8%	114.0	164.4	44.2%
Repair and maintenance cost	45.8	52.3	47.2	(9.8%)	3.1%	130.4	149.3	14.5%
Cost of maintenance service to outside	29.8	-	-	-	N.A. (<-100)	29.8	-	N.A. (<-100)
Engineering and other services	30.9	30.6	34.8	13.7%	12.6%	90.9	106.3	16.9%
Processing fee - PEA	14.0	15.8	16.1	1.9%	15.0%	41.8	47.5	13.6%
Other cost	18.7	26.1	22.2	(14.9%)	18.7%	59.2	73.8	24.7%
Total cost of sales and service	822.9	920.4	971.2	5.5%	18.0%	2,407.9	2,766.3	14.9%

Cost of sales and service increase 5.5% QoQ from Baht 920.4 million to Baht 971.2 million. The increase by Baht 50.8 million, mainly from increase in cost of natural gas power plant from second quarter amounting to Baht 41.1 million as the increasing in fuel material cost from increase in average natural gas price, thus sales in the portion of natural gas power plant electric power formula also increase in line with the fuel material cost of natural gas. In addition, cost of sales of biomass power plants also increased from the biomass power plants had planned-shutdown hours in the third quarter of 2021 lower than second quarter of 2021. This was result in the increase in electricity unit production and sales, thus cost of sales of biomass power plants increased in line with the production capacity.

Cost of sales and service increase 18.0% YoY from Baht 822.9 million to Baht 971.2 million, increasing of Baht 148.3 million and **increase 14.9% 9M YoY** from Baht 2,407.9 million to Baht 2,766.3 million, increasing of Baht 358.4 million, mainly from the increase in total of power plants from the three new biomass power plants which the Group acquired in the third quarter of 2020 and one municipal solid waste power plant in Krabi which started its commercial operation since late December 2020.

Net gain on exchange rate

	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Net gain on exchange rate	37.6	30.9	83.6	170.6%	122.3%	91.2	169.6	86.0%

Net gain on exchange rate mainly came from unrealized exchange rate of receivable under finance lease of natural gas power plant and partially from realized gain on exchange from payment for machine and spare parts for the under-developed projects to foreign suppliers. During the period first quarter to third quarter of 2021, Thai Baht was continuing depreciated compared to exchange rate as of 31 December 2020 which lead to the Group has gain on exchange rate.

Gain on forward contracts

	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Gain on forward contracts	8.4	4.5	6.0	33.3%	(28.6%)	7.1	21.7	205.6%

The Group has implemented financial reporting standards related to financial instruments (TFRS9) since 1 January 2020 and recognized gain or loss on forward contracts from the differences in fair value of the derivatives.

Other income

	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Other income	3.0	5.1	2.1	(58.8%)	(30.0%)	176.9	9.2	(94.8%)

Other income comprised of income from insurance claims, interest income, rental income and others. In the first quarter of 2020, an indirect subsidiary received insurance claims from an insurance company Baht 171.9 million. The claim was compensation from the event of damaged machinery during the test run, before COD, and the Plant is COD in 2016.

Gross Profit and Gross Profit Margin

Gross Profit	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Biomass Power Plant	291.4	259.3	295.9	14.1%	1.5%	798.6	794.2	(0.6%)
Natural Gas Power Plant	143.9	139.6	139.3	(0.2%)	(3.2%)	427.9	415.7	(2.9%)
Municipal Solid Waste Power Plant	25.9	63.8	59.0	(7.5%)	127.8%	106.3	184.5	73.6%
Solar Energy Power Plant	1.9	2.9	2.3	(20.7%)	21.1%	4.2	7.1	69.0%
Gross Profit by Segment	463.1	465.6	496.5	6.6%	7.2%	1,337.0	1,401.5	4.8%

Gross Profit Margin	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	Percent	Percent	Percent	QoQ	YoY	Percent	Percent	YoY
Biomass Power Plant	38.5	32.8	35.1	2.3	(3.4)	37.9	33.1	(4.8)
Natural Gas Power Plant	31.1	29.9	27.4	(2.5)	(3.7)	29.9	29.8	(0.1)
Municipal Solid Waste Power Plant	40.6	52.1	52.7	0.6	12.1	52.7	51.9	(0.8)
Solar Energy Power Plant	57.0	58.0	48.9	(9.1)	(8.1)	49.8	54.2	4.4
Gross Profit by Segment	36.0	33.6	33.8	0.2	(2.2)	35.7	33.6	(2.1)

Gross profit increase 6.6% QoQ from Baht 465.6 million to Baht 496.5 million, increasing of Baht 30.9 million, and **gross profit margin increase from 33.6% to 33.8%** mainly derived from the increasing of gross profit of biomass power plant as the result from one of the new biomass power plants which the Group acquired in the third quarter of 2020 was completed the process of revising the power purchase agreement to FiT in the end of second quarter of 2021. In addition, the biomass power plants had planned-shutdown hours in the third quarter of 2021 significantly lower than second quarter of 2021 which result in the increasing in overall electricity production and sales when compare to second quarter of 2021.

Gross profit increase 7.2% YoY from Baht 463.1 million to Baht 496.5 million, increasing of Baht 33.4 million, and **increase 4.8% 9M YoY** from Baht 1,337.0 million to Baht 1,401.5 million, increasing of Baht 64.5 million. The increasing mainly derived from municipal solid waste power plant in Krabi which started its commercial operation in late December 2020.

Gross profit margin decrease 2.2% YoY from 36.0% to 33.8% mainly derived from the decreasing in sales from FiT Premium as the result of the expiration of FiT Premium period of three biomass power plant during the period third quarter of 2020 to third quarter of 2021 as conditioned in the FiT power purchase agreements. This was lead to the decrease of gross profit margin of biomass power plant. However, gross profit margin of municipal solid waste power plant for third quarter of 2021 increase from third quarter of 2020, due to municipal solid waste power plant in Khon Kaen had planned-shutdown in the third quarter of 2020.

Gross profit margin decrease 2.1% 9M YoY from 35.7% to 33.6% mainly derived from the biomass power plants, which the Group acquired in the third quarter of 2020, although the Group had significantly improve the machinery's efficiency and cost reduction, the overall performance still inferior to the Group own development biomass power plant. Moreover,

sales from FiT Premium decreased as stated above. This was led to the decrease in overall gross profit margin of biomass power plant when comparing with the nine-month period of the year 2020.

Administrative expenses

Administrative expenses for the period ended 30 September 2021 and 2020

	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Administrative expenses	67.3	82.1	106.1	29.2%	57.7%	232.4	272.9	17.4%

Administrative expenses comprised of employee benefit expenses, consulting fee, depreciation, public relation expenses and others. For the second quarter and third quarter of 2021, the Group has administrative expenses in the amount of Baht 82.1 million and Baht 106.1 million, which represent 6.4% and 7.8% to sales and service income, respectively. The increasing in administrative expenses derived from the court fee amount of Baht 10.7 million as the result from an indirect subsidiary became a plaintiff file an administrative case to cancel the announcement of community municipal solid waste power plant selection and reselection or make the compensation in 2 projects at installed capacity 30 MW per project. The Group submitted the lawsuit since 2020 and, at present, the lawsuit still in the progress of consideration of the Central Administrative Court.

Finance costs

	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Finance costs	27.8	35.7	36.1	1.1%	29.9%	79.2	105.9	33.7%

Finance costs increase 29.9% YoY from Baht 27.8 million to Baht 36.1 million and **increase 33.7% 9M YoY** from Baht 79.2 million to Baht 105.9 million due to loan addition for the new investment projects.

Tax income (expense)

	Q3-2020	Q2-2021	Q2-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Tax income (expense)	(9.0)	(21.8)	(34.8)	59.6%	286.7%	(49.2)	(85.2)	73.2%

Tax income (expense) comprised of current tax and deferred tax. Deferred income tax mainly from temporary difference of receivable from finance lease and derivative assets.

Net profit and net profit margin attributable to the parent

The Group had net profit for the three-month period of third quarter 2021 amounting to Baht 411.2 million and for the nine-month period of 2021 amounting to 1,138.0 million which was the net profit attributable to the parent for the amounting to Baht 411.2 million and Baht 1,138.0 million, respectively. The detail of net profit for ordinary activities and extraordinary items can be described as following.

(Unit: THB Mn)

	Q3-2020			Q2-2021			Q3-2021		
	Ordinary activities	Extraordinary items	Total	Ordinary activities	Extraordinary items	Total	Ordinary activities	Extraordinary items	Total
Profit before tax	374.6	44.6	419.2	352.8	35.5	388.3	358.6	87.4	446.0
Tax income(expense)	(0.1)	(8.9)	(9.0)	(14.7)	(7.1)	(21.8)	(17.3)	(17.5)	(34.8)
Net profit	374.5	35.7	410.2	338.1	28.4	366.5	341.3	69.9	411.2

	9M-2020			9M-2021		
	Ordinary activities	Extraordinary items	Total	Ordinary activities	Extraordinary items	Total
Profit before tax	1,055.0	247.8	1,302.8	1,031.9	191.3	1,223.2
Tax income(expense)	(23.1)	(26.1)	(49.2)	(46.9)	(38.3)	(85.2)
Net profit	1,031.9	221.7	1,253.6	985.0	153.0	1,138.0

Extraordinary items from non-operating, consists of unrealized gain on exchange rate of receivable under finance lease agreement, gain on forward contracts and income from insurance claim.

	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	THB Mn	THB Mn	THB Mn	%QoQ	%YoY	THB Mn	THB Mn	%YoY
Net profit attributable to the parent	410.2	366.5	411.2	12.2%	0.2%	1,253.6	1,138.0	(9.2%)
<i>Add(Less): Loss/gain from extraordinary items</i>	<i>(35.7)</i>	<i>(28.4)</i>	<i>(69.9)</i>			<i>(221.7)</i>	<i>(153.0)</i>	
Net profit from ordinary activities attributable to the parent	374.5	338.1	341.3	0.9%	(8.9%)	1,031.9	985.0	(4.5%)

	Q3-2020	Q2-2021	Q3-2021	Change		9M-2020	9M-2021	Change
	Percent	Percent	Percent	QoQ	YoY	Percent	Percent	YoY
Net profit margin attributable to the parent	31.9	26.4	28.0	1.6	(3.9)	33.5	27.3	(6.2)
Net profit margin from ordinary activities attributable to the parent	29.1	24.4	23.3	(1.1)	(5.8)	27.5	23.6	(3.9)

Net profit from ordinary activities attributable to the parent increase 0.9% QoQ from Baht 338.1 million to Baht 341.3 million mainly derived from the increasing in gross profit of biomass power plant segment as the decrease in planned-shutdown hours and the enhancement of the machinery's efficiency of the new biomass power plant acquired was finished in the middle of second quarter of the of the year 2021.



Net profit margin from ordinary activities attributable to the parent decrease 1.1% QoQ from 24.4% to 23.3% mainly derived from the increasing in administrative expenses as stated above.

Net profit from ordinary activities attributable to the parent for the nine-month period of 2021 equal to Baht 985.0 million which slightly decrease from the nine-month period of 2020 which equal Baht 1,031.9 million. **Net profit margin from ordinary activities attributable to the parent for the nine-month period of 2021** equal to 23.6% which also slightly decrease from the nine-month period of 2020 which equal to 27.5%. The decreasing derived from the increasing in administrative expenses as stated above, finance costs for the nine-month period of 2021 due to loans addition for investment in new projects which in the process of development and construction and income tax expenses.

Analysis of Financial Position

Statement of Financial Position	30 September	31 December	Change	
	2021	2020		
	THB Mn	THB Mn	THB Mn	%
Cash and cash equivalents	396.1	482.9	(86.8)	(18.0)
Trade and other receivables	1,046.6	829.0	217.6	26.2
Receivables under finance lease	3,414.0	3,256.3	157.7	4.8
Inventories	535.1	402.1	133.0	33.1
Restricted deposits at financial institutions	497.7	277.6	220.1	79.3
Investment property (net)	193.4	144.9	48.5	33.5
Property, plant and equipment (net)	10,136.9	9,095.3	1,041.6	11.5
Advance payments for constructions and purchases of fixed assets	122.3	53.5	68.8	128.6
Rights to service under concession arrangements (net)	1,576.3	1,639.5	(63.2)	(3.9)
Right-of-use assets (net)	37.4	37.4	-	-
Deferred tax assets (net)	74.0	85.9	(11.9)	(13.9)
Derivative assets	9.6	-	9.6	N.A. (>100)
Other assets	151.3	125.3	26.0	20.8
Total assets	18,190.7	16,429.7	1,761.0	10.7
Short-term loans from financial institutions	189.2	265.3	(76.1)	(28.7)
Long-term loans from financial institutions	4,431.8	3,657.2	774.6	21.2
Trade and other payables	283.4	269.0	14.4	5.4
Leases liabilities (net)	26.7	25.8	0.9	3.5
Deferred tax liabilities (net)	163.8	109.9	53.9	49.0
Derivative liabilities	-	12.1	(12.1)	N.A. (<-100)
Other liabilities	110.6	97.6	13.0	13.3
Total liabilities	5,205.5	4,436.9	768.6	17.3
Issued and paid-up share capital	5,088.0	5,088.0	-	-
Share Premium	3,896.0	3,896.0	-	-
Retained earnings - Appropriated - Legal reserve	26.0	26.0	-	-
Retained earnings - Unappropriated	3,960.6	3,005.7	954.9	31.8
Deficit from business combination	(22.9)	(22.9)	-	-
Non-controlling interests	37.5	-	37.5	N.A. (>100)
Total equity	12,985.2	11,992.8	992.4	8.3

Assets

Total assets as at 30 September 2021 and 31 December 2020 were Baht 18,190.7 million and Baht 16,429.7 million, respectively. Increase by Baht 1,761.0 million or 10.7% due to trade and other receivables increased by Baht 217.6 million and receivables under finance lease increased by Baht 157.7 million from the adjustment of exchange rates. Inventories increased by Baht 133.0 million. Restricted deposits at financial institutions increased by Baht 220.1 million. Investment properties increased by Baht 48.5 million from purchase of land of future power plant projects. Property, plant and equipment increased by Baht 1,041.6 million from the new investment projects. Rights to service under concession arrangements decreased by Baht 63.2 million from amortization during the period.

Liabilities

Total liabilities as at 30 September 2021 and 31 December 2020 were Baht 5,205.5 million and Baht 4,436.9 million, respectively. Increased by Baht 768.6 million or 17.3%, mainly due to long-term loans from financial institutions increased by Baht 744.6 million from addition during the period. Deferred tax liabilities increased by Baht 53.9 million.

As at 30 September 2021, the debt to equity ratio was 0.40 times, the net debt to equity ratio was 0.33 times, the interest-bearing debt to equity ratio was 0.36 times, and the net interest-bearing debt to equity ratio was 0.29 times.

Equity

Shareholders' equity as at 30 September 2021 and 31 December 2020 were Baht 12,985.2 million and Baht 11,992.8 million. Increased by Baht 992.4 million or 8.3% from increase in net profit resulting to increase in unappropriated retained earnings.

Please be informed accordingly,

Yours sincerely,

(Mr. Tanavijit Ankapipatchai)

Director and Chief Financial Officer