

No. Tapac 2/2022

Date : January 6, 2022

Subject : Explanation about TAPACO Plc.'s Financial Performance of Year 2022 Ended October 31, 2021

To: The Director and The President of The Stock Exchange of Thailand

According to TAPACO PUBLIC COMPANY LIMITED and its subsidiary ("TAPAC") were prepared and submitted its reviewed consolidated financial statement of Year 2022 ended of October 31, 2021 to The Stock Exchange of Thailand, TAPAC would like to provide additional explanation in regard to its financial performance of Year 2021 in which it has total net Loss of 12.042 Million Baht, decrease from the same period of last year at 74.54% which was net Loss of 47.307 Million Baht. This was due to and the details are as follows:

1. TAPAC and its subsidiary net sales and services income of Plastic Parts, Mold, Sales from Retails Business and Sales of Land in Thailand and Sweden by subsidiary are in amount of 1,252.35 million baht, increase from the same period of last year at 15.85% which was 1,081.05 Million Baht (Decrease from Retails of Cosmetic Business only). Gross Profit Margin is at 14.33%, decrease from the same period of last year which was 15.84%. This is due to effect of Total Market Raw Material Price Increase.
2. TAPAC changes of Revenue Recognition of Sales of Land in Sweden to comply to IFRS 15 (in case of Sales of Land with Construction as Combined Project) from separated Revenue Recognition to the Percentage of Completion Ratio and adjust for the transactions in the past as stated on Financial Note No. 4.
3. C4Hus AB Construction Revenue is at 1,308.86 Million Baht, increase from the same period of last year at 91.22% which was 684.49 Million Baht due to Economic Recovery in Sweden, and Cost of Construction is at 1,202.10 Million Baht, Gross Profit Margin is at 8.16%, decrease from the same period of last year which was 8.83%
4. TAPAC and its subsidiary Finance Costs is in the amount of 48.67 Million Baht, increase from the same period of last year at 36.50% which was 35.66 Million Baht
5. TAPAC recognize of Share of Profit in Associated in the amount of 25.47 Million Baht, increase from last year at 9.40% which was 23.28 Million Baht.

Yours Faithfully,

Mr. Soros Tangnaitham  
Managing Director