

February 18, 2022

The President

The Stock Exchange of Thailand

Dear Sir,

The Company's results for operating result for the year ended December 31, 2021 comparing to the same period last year as follows:

(Baht in Thousand)	<u>2021</u>	<u>2020</u>	<u>Change (%)</u>
Total Revenue			
Consolidated	227,278	245,516	-7.43%
The Company	234,339	280,307	-16.4%

Operating result

Consolidated	2,124,960	-156,838	1,454.9%
The Company	2,106,356	-170,684	1,334.1%

The operating income for the year 2021 compared with the year 2020 in the Company's consolidated financial statements decreased by Baht 18.2 million or equivalent to 7.43% and decreased by Baht 45.9 million or 16.4% in separate financial statements. The revenues from hotel operations for the year 2021 have decreased significantly due to the temporary closure for pipe system renovation during June till October 2021. However the Company has the other income from Interest income of loan to Parent company which amount Baht 3,900 million with the term of 5 years and interest income of Baht 347 million per year, starting July 2021, which recognized as interest income in this year Baht 161.6 million. In Quarter 3 of the year 2021, the Company entered into an agreement to buy and to sell immovable and movable assets with MFC Asset Management PCL as the trustee of Grande Royal Orchid Hospitality Real Estate Investment Trust with Buy-Back Condition with the cost of establish REIT is amounted to Baht 232.5 million and the Company entered into a 5-years lease agreement with rental payable amount Baht 272 million per year for land building and movable assets for hotel operation which recognized as finance cost

in this year Baht 172.6 million. In the addition, the Company has changed the accounting policy on the value of property, plant and equipment for land from cost method to revaluation method to reflect the appropriate value by recorded the gain of revaluation of land (net of income tax) amount Baht 2,338 million in Other comprehensive income. As a result, the operating result for the year 2021 compared with the year 2020 in the Company's consolidated financial statements increased by Baht 2,282 million or equivalent to 1,454.9% and increased by Baht 2,277 million or 1,334.1% in separate financial statements which mainly from the gain on revaluation.

Yours sincerely,

Nutthanont Arya

Director of Finance