

(Translation)

Ref.No.LEE 07/2022

11 May 2022

Subject : Management Discussion and Analysis for the first quarter ended March 31, 2022

To : President of The Stock Exchange of Thailand

We hereby submit the audited consolidated financial statements of Lee Feed Mill Public Company Limited and its subsidiaries (“the Company”) for the first quarter ended March 31,2022, of which the business operation results for the first quarter of 2022, the Company would like to provide the clarification of performance which was decreased by more than 20% compared to the previous year.

The operating results of the consolidated financial statement for the first quarter of 2022 had a net profit of Baht 5.51 million or 0.01 Baht per share, compared to the same period of the previous year, net profit is Baht 37.76 million or 0.04 Baht per share, representing a total decrease in profit of Baht 32.25 million or 85% of the previous year, primarily due to the significant transactions listed below:

1. The revenue from sales increased by Baht 49 million compared to the same period of previous year.
The gross profit margin for the three-month period ended March 31, 2022 was at 5.32%, which was lower than the previous year’s margin of 10.66%, owing to rising raw materials feed costs.
2. Other income totaled Baht 3.92 million in 2022, an increase of Baht 2.95 million from the same period of the previous year, which was Baht 0.97 million.
3. The reversal of allowance for doubtful debts was approximately Baht 1.37 million, whereas the reversal of allowance for doubtful debts in 2021 was Baht 2.75 million.
4. Gain on financial assets at fair value to profit or loss for the year of 2022 was Baht 6.70 million, compared to a gain of Baht 3.53 million in the same period of the previous year, an increase of Baht 3.18 million. It is the transaction of unrealized gain or loss on investments which are stated of fair value or market price by the end of accounting period (as of March 31, 2022 and 2021, respectively).



บริษัท ลีฟีดมิลล์ จำกัด
LEE FEED MILL PCL.

5. The gain from changes in the fair value of biological assets was Baht 0.27 million, compared to a gain of Baht 1.05 million in the same period of the previous year. The reason for this quarter was the revaluation of biological assets.
6. The corporate income tax expenses decreased by Baht 2.07 million when compared to the same period of the previous year, mainly due to a decrease in net profit and deferred tax on relating to origination and reversal of temporary differences.

Please be informed accordingly.

Sincerely Yours,

(Mr. Nipon Leelasithorn)
Chairman of the Executive Director,
and Managing Director