

Attn: Director and Manager  
The stock Exchange of Thailand  
Re: Submission of Financial Statement for the first (1<sup>st</sup>) quarter of the year 2022

POSCO-Thainox Public Company Limited ("the Company") has reviewed and approved the reviewed Consolidated Financial Statements for the first (1<sup>st</sup>) quarter of the year 2022 ended March 31, 2022. 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 6,157.8 Million Baht revenue from sale and rendering of services of cold rolled stainless steel (60,194 tons with average selling price of 102,300 Baht per ton), which is higher than the sale in the first quarter year 2021 amounting to 3,895.2 Million Baht (63,586 tons with average selling price of 61,258 Baht per ton) by 2,262.7 Million Baht or increased by 58.1%.
- Cost of Sales of goods and rendering of services for the first quarter year of 2022 totally 5,590.6 Million Baht, increased 1,978.4 Million Baht or increased 54.8% compared to the first quarter of year 2021, due to increase in the selling price.
- Gross profit Margin totally 567.2 Million Baht or 9.2% of sale, compared to the first quarter of year of 2021 which made gross profit margin 282.9 Million Baht or 7.3% of sale.
- Selling and Administrative expenses totally 135.5 Million Baht in the first quarter of year 2022, increased 15.8 Million Baht compared to the first quarter of year 2021.
- Gain from exchanged rate totally 13.3 Million Baht, decreased 20.0 Million Baht compared to the first quarter of year 2021 which made gain from exchange rate 33.3 Million Baht.
- Tax expenses totally 91.4 Million Baht, increased 51.4 Million Baht compare to the first quarter of year 2021.
- Net profit for the first quarter year 2022 was 335.1 Million Baht, increased 195.7 Million Baht compared to the first quarter of year 2021 was net profit 162.4 Million Baht mainly from:
  1. Gross profit margin increased 284.3 Million Baht.
  2. Selling and Administrative expense increased 15.8 Million Baht.
  3. Gain from exchange rate decreased 20.0 Million Baht.
  4. Tax expenses increased 51.4 Million Baht.

**Balance Sheet**

**Assets**

As of March 31, 2022, the Company's total asset was at 14,884.3 Million Baht, increased 1,042.2 Million Baht or 7.5% compared to December 31, 2021 due to following reasons:

- Cash & cash equivalents was 2,265.7 Million Baht, decreased 427.7 Million Baht or 15.9% compared to 2,693.4 Million Baht at December 31, 2021.
- Accounts Receivable (net) was 3,886.6 Million Baht, increased 586.6 Million Baht or 17.8% compared to 3,300.0 Million Baht.
- Inventory was 5,425.1 Million Baht, increased 925.1 Million Baht or 20.6% compared to 4,500.0 Million Baht end of 2021.
- Property, Plant and Equipment (net) was 2,915.3 Million Baht, decreased by 62.7 Million Baht or 2.1% compared to 2,978.0 Million Baht end of 2021, mainly from depreciation expense of assets during the period.

**Liabilities**

As of March 31, 2022, the Company's total liability was at 4,700.6 Million Baht, increased 687.0 Million Baht or 18.0% compared to 4,016.6 Million Baht at the end of 2021 due to following reasons:

- Accounts payable was totally 3,887.6 Million Baht, increased 504.2 Million Baht or 14.9%.

**Shareholders' equity**

As of March 31, 2022, Shareholder's equity was at 10,183.7 Million Baht, increased 358.2 Million Baht compared to the first quarter of year 2021 mainly due to following reasons:

- Net profit of the first quarter of year 2022 was totally 358.2 Million Baht.

Sincerely Yours,

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