



(TRANSLATION)

AF. 019 / 2022

May 13, 2022

Subject Explanation of the operating performance for 3-month period ended March 31, 2022

To Managing Director

The Stock Exchange of Thailand

Pan Asia Footwear Public Company Limited would like to submit the report of Management Discussion and Analysis for the 3-month period ended March 31, 2022 which has been unaudited but reviewed by the auditor this is caused by followings:

The Operating results of the company and its subsidiaries Explanation of the operating performance for the 3-month period ended March 31, 2022 as in the consolidate financial statement has net loss 4.06 Million Baht, decrease of 1.15 Million Baht or 22.14% comparing to the same period last year. Loss attributable to Owners of the parent is 4.26 million baht decrease of 1.42 Million Baht or 24.94% comparing to the same period last year, this is caused by followings:

Consolidated financial statements

1. Other Income 6.56 Million Baht, increase 1.92 million baht from the same period last year or 41.24% , the main cause is revenue from raw materials sales amounted to 2.01 million baht, increased from the same period of the previous year by 1.89 million baht.

2. Gain and reversal of impairments loss (impairment loss) in accordance with TFRS9 2.53 Million Baht, this was caused by reversal loss on expected credit.

Separate financial statements

1. Total Sales Revenue 2.95 Million Baht decrease 4.26 million baht from the same period last year or 59.11% due to outputs exported abroad are insufficient.

2. Distribution Cost, total amount of 0.87 million baht decrease 1.36 million baht from the same period last year or 61.07% due to the decline in sales revenue.



The consolidated financial statements of the group of businesses for 3-month period ended March 31, 2022 pose net loss of 4.06 million baht. Loss attributable to Owners of the parent is 4.26 million baht. The net loss per share is calculated at 0.008 baht per share. The financial statement of the separate financial statements shows the net loss of 7.12 million baht. The net loss per share is calculated at 0.013 baht per share.

Please be informed accordingly.

Yours faithfully,

Sommat Khunset

(Mr. Sommat Khunset)

Managing Director