

RC 13/22

11 August 2022

Subject : Report on the Company's operating results for the second quarter of the year 2022
Attention : President of the Stock Exchange of Thailand

The Board of Directors' Meeting No. 5/2022 of Jasmine International Public Company Limited (the "Company") held on 11 August 2022, has resolved to approve the consolidated financial statements for 2Q2022, ended 30 June 2022, that have been accordingly reviewed by the Company's external auditor and by the Audit Committee at the meeting No.3/2022 held on 11 August 2022. Also, on this occasion, the Company would like to report its operating results as detailed below:-

2Q2022 Operating Results

Unit: Million Baht

	2Q2022	1Q2022	2Q2021 (Restated)	QoQ		YoY	
				Increased (decreased)	%	Increased (decreased)	%
Revenue from Sales & Services:							
Broadband Internet and Internet TV Business segment	4,564	4,614	4,443	(50)	(1)	121	3
Digital Asset & Technology Solution Business segment	353	349	260	4	1	93	36
Revenue from other segment and other income	149	157	147	(8)	(5)	2	2
Total Revenue	5,066	5,120	4,850	(54)	(1)	216	4
Cost of sales and services	3,259	3,149	3,639	110	4	(380)	(10)
Selling and administrative expenses	1,075	1,072	1,113	4	0	(38)	(3)
Expected credit losses	150	74	82	76	102	67	82
FX loss (gain)	79	(66)	59	145	(220)	21	35
Net profit (loss)	(229)	132	(905)	(361)	(273)	676	(75)
EBITDA	3,253	3,758	3,289	(505)	(13)	(36)	(1)

The operating results of the Company and its subsidiaries for 2Q2022, ended 30 June 2022, had a net loss of 229 million Baht, decreasing by 676 million Baht or 75%, compared to 2Q2021 in which the total net loss was recorded at 905 million Baht. In 2Q2022, the net loss increased by 361 million Baht, compared to 1Q2022 in which the Company and its subsidiaries recorded the net profit of 132 million Baht. In 2Q2022, the Company and its subsidiaries recorded the operating loss of 420 million Baht, compared to 2Q2021 in which the operating loss of 612 million Baht was recorded. Details of 2Q2022 operating results of the Company and its subsidiaries are as follows:-

Total revenue

The total operating revenue of the Company and its subsidiaries for 2Q2022 was 5,066 million Baht, increasing by 216 million Baht or 4% YoY, but decreasing by 54 million Baht or 1% QoQ. Total revenue of 2Q2022 comprised:-

- The revenue obtained from Broadband Internet and Internet TV Business segment of 4,564 million Baht, increasing by 121 million Baht or 3% YoY; but decreasing by 50 million Baht or 1% QoQ.

As at the end of 2Q2022, 3BB had a total of 3.71 million subscribers. After deducting corporate accounts, WiFi subscribers, barter accounts, internal use accounts, Value Added Service accounts and nonpaying subscribers etc., the total number of collectable subscribers of Fixed broadband service was approximately 2.41 million with Average Revenue Per User (ARPU) of 591 Baht per month.

- The revenue obtained from Digital Asset & Technology Solution Business segment of 353 million Baht, increasing by 93 million Baht or 36% YoY; such increase was mainly a result of an increase in the revenue obtained from domestic and international circuit leasing services. For 2Q2022, the Bitcoin mining business recorded its revenue from 22.23117666 Bitcoins earned, equivalent to 23.5 million Baht, increasing by 100% YoY and also increasing when compared to 18.61032126 Bitcoins earned, amounting to 25.2 million Baht in 1Q2022. At present, JTS has a total of 50.43337981 Bitcoins.
- The revenue obtained from other segment and other income of 149 million Baht, increasing by 2 million Baht or 2% YoY, but decreasing by 8 million Baht or 5% QoQ due to the decrease in the revenue from office space rental business.

Costs and Expenses

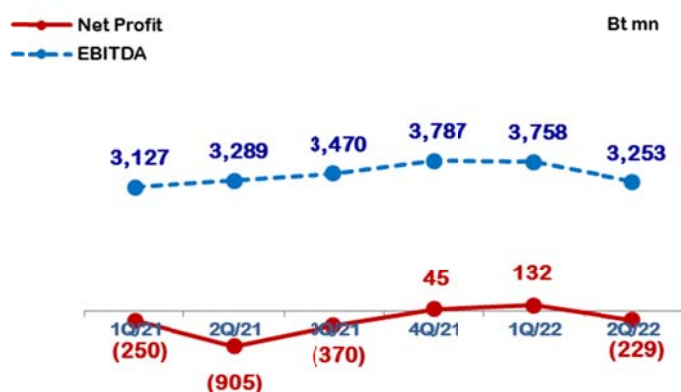
Cost of sales and services in 2Q2022 was 3,259 million Baht, decreasing by 380 million Baht or 10% YoY, due to the decrease in the rental fee according to the Rental Assurance Agreement (20% of the OFC), as a result of the change in the assumption of the discount rate and the rental rate of the provision for rental assurance in 2Q2022 (this rental fee cost of the OFC was recorded as net amount of depreciation–right-of-use assets and the OFC rental fee according to the Rental Assurance Agreement after deducting amortization of the provision for rental assurance and adjustment of the provision for rental assurance of the OFC of JASIF due to the change in the assumption of the discount rate and the rental rate increase).

As regards the increase in the cost recorded in 2Q2022, it was due to an increase in the cost of services, paid in foreign currencies, such as leased circuit rental fee and cost of contents etc. -- a result of the exchange rate that depreciated during 2Q2022; the record of the provision for damages arising from the dispute between TTTBB and a state enterprise of 138 million Baht and Bitcoin impairment of 30 million Baht.

Selling and administrative expenses in 2Q2022 were of 1,075 million Baht, decreasing by 38 million Baht or 3% YoY and slightly increasing QoQ -- a result of the policy on cost management and control of JAS Group. The decrease in the selling and administrative expenses was mainly due to the decrease in advertising and public relations and sales promotion expenses and office expenses.

In 2Q2022, the provision set up for the expected credit losses increased by 67 million Baht YoY in accordance with the policy on provision set-up that complies with the age of outstanding receivable.

Net Profit



For 2Q2022, the Company and its subsidiaries had a net loss of 229 million Baht, decreasing by 676 million Baht or 75%, compared to 2Q2021 in which the net loss was recorded at 905 million Baht. However, in 2Q2022, the net loss increased by 361 million Baht, compared to that of 1Q2022. As regards EBITDA, in 2Q2022, the EBITDA of the Company and its subsidiaries was at 3,253 million Baht, decreasing by 36 million Baht or 1% YoY.

Business Trends in H2 2022

Broadband Internet Business

With the resolution of the JAS Board of Directors to approve the disposal of the entire investment in the subsidiaries and related businesses of Triple T Broadband PCL (“TTTBB”) and Jasmine Broadband Internet Infrastructure Fund (“JASIF”) to Advanced Wireless Network Co., Ltd. (“AWN”), JAS Group will maintain the current operations of the Broadband Internet Business until the deal is completed, which is expected to happen around 1Q2023. After the completion of the deal, JAS Group is expected to use the proceeds from the sales to enter into new businesses in the field of Green Energy, Robotics Telehealth and Blockchain.

IPTV Business under the entity Three BB TV Co., Ltd.

Three BB TV Co., Ltd. (“3BB TV”) expects to drive the subscription of the IPTV service and content sales through upselling GIGATV packages to the current 3BB user base. Our goal in 2022 is to reach 800,000 GIGATV subscribers and to finally achieve 2 million subscribers within the year 2023. The company has recently launched the transactional VOD services and expects to gradually growth its revenue through providing high quality contents. Moreover, the company is closing deals with partners to offer more OTT services in the near future.

Bitcoin Mining Business of Jasmine Technology Solution Public Company Limited (JTS) :-

In the first half of 2022, JTS has completed the installation of new sets of BTC miners and currently operating the BTC Mining Business with 927 miners at the BTC Mining Farm in Ratchaburi. Moreover, JTS has secured additional miners in order to achieve the target mining capacity of 737,000 TH/s by the end of 2022.

Please be informed accordingly.

Yours sincerely,
Jasmine International Public Company Limited

(Mr. Subhoj Sunyabhisithkul)
Acting Chief Executive Officer