

August 11, 2022

Subjects : Clarification of operating results for six-month ended June 30, 2022

Attention : The Director and Manager of the Stock Exchange of Thailand

The Consolidated net profit of Eastern Power Group Public Co., Ltd. (EP) for Q2/2022 was Baht 114.47 million in comparison with net profit of Baht 39.65 million for the same period previous year resulted in an increase of Baht 74.82 million or 188.70% while for the six-month ended of June 30, 2022 was Baht 31.71 million in comparison with net profit of Baht 44.56 million for the same period previous year resulted in a decrease of Baht 12.85 million or 28.84%.

**Summary of the company's operating result and subsidiaries as follows:**

**Unit : Million Baht**

Operating Performance of the Company and subsidiaries	For the Quarter 2 ended June 30,				For six-month ended June 30,			
	2022	2021	Changes	%	2022	2021	Changes	%
<b>Revenues from sales and services</b>	<b>192.22</b>	<b>170.92</b>	<b>21.31</b>	<b>12.47</b>	<b>414.41</b>	<b>379.35</b>	<b>35.05</b>	<b>9.24</b>
- Publishing business	177.02	158.36	18.66	11.78	378.27	339.58	38.69	11.39
- Electricity business	15.20	12.56	2.64	21.08	36.14	39.78	(3.64)	(9.14)
<b>Other income</b>	<b>231.12</b>	<b>146.37</b>	<b>84.75</b>	<b>57.90</b>	<b>214.88</b>	<b>221.63</b>	<b>(6.76)</b>	<b>(3.05)</b>
<b>Total revenues</b>	<b>423.35</b>	<b>317.29</b>	<b>106.06</b>	<b>33.43</b>	<b>629.28</b>	<b>600.99</b>	<b>28.30</b>	<b>4.71</b>
<b>Cost of sales and services</b>	<b>166.69</b>	<b>135.54</b>	<b>31.15</b>	<b>22.98</b>	<b>366.29</b>	<b>315.90</b>	<b>50.39</b>	<b>15.95</b>
- Publishing business	151.51	129.08	22.43	17.38	324.97	286.97	38.00	13.24
- Electricity business	15.18	6.47	8.72	134.83	41.32	28.93	12.39	42.82
<b>Administrative and selling expenses</b>	<b>28.23</b>	<b>134.42</b>	<b>(106.19)</b>	<b>(79.00)</b>	<b>60.42</b>	<b>243.42</b>	<b>(183.00)</b>	<b>(75.18)</b>
- Publishing business	25.94	24.70	1.24	5.02	36.38	52.44	(16.06)	(30.63)
- Electricity business	2.29	109.72	(107.43)	(97.91)	24.04	190.98	(166.94)	(87.41)
<b>Total expenses</b>	<b>194.92</b>	<b>269.96</b>	<b>(75.04)</b>	<b>(27.80)</b>	<b>426.72</b>	<b>559.32</b>	<b>(132.60)</b>	<b>(23.71)</b>

Operating Performance of the Company and subsidiaries	For the Quarter 2 ended June 30,				For six-month Ended June 30,			
	2022	2021	Changes	%	2022	2021	Changes	%
Share of profit (loss) on investment of associated companies	-	87.37	(87.37)	(100.00)	-	160.72	(160.72)	(100.00)
<b>Financial cost</b>	<b>63.36</b>	<b>77.50</b>	<b>(14.14)</b>	<b>(18.25)</b>	<b>128.85</b>	<b>121.56</b>	<b>7.28</b>	<b>5.99</b>
- Publishing business	4.92	5.28	(0.36)	(6.82)	9.94	11.69	(1.75)	(14.98)
- Electricity business	58.44	72.22	(13.78)	(19.08)	118.91	109.87	9.03	8.22
<b>Profit before income tax</b>	<b>165.06</b>	<b>57.20</b>	<b>107.87</b>	<b>188.59</b>	<b>73.72</b>	<b>80.82</b>	<b>(7.10)</b>	<b>(8.79)</b>
Income tax expenses	22.49	19.50	2.99	15.34	26.65	37.40	(10.75)	(28.75)
<b>Net profit attributed to Parent Company</b>	<b>114.47</b>	<b>39.65</b>	<b>74.82</b>	<b>188.70</b>	<b>31.71</b>	<b>44.56</b>	<b>(12.85)</b>	<b>(28.84)</b>

The main reasons for the significant changes are as follows: -

#### Revenue from sales and services

For the second quarter of 2022, it was Baht 192.22 million, an increased by Baht 21.31 million or 12.47% compared to the same period of last year which were from the increase in printing and packaging business income of Baht 18.66 million or 11.78% compared to the same period of last year and an increase in the revenue from electricity business by Baht 2.65 million or 21.08%.

For the six-month of 2022, it was Baht 414.41 million, an increased by Baht 35.05 million or 9.24% compared to the same period of last year which were from the increase in printing and packaging business income of Baht 38.69 million or 11.39% due to the increase in sales from packaging and a decrease in the revenue from electricity business by Baht 3.64 million or 9.14%, most of which was the revenue from Solar rooftop. Currently, the company has the 160 MW wind farm power plant projects in Vietnam which are expected to be COD within September 2022.

#### Other revenues

For the six-month of 2022, it was Baht 214.88 million, a decreased by Baht 6.76 million or 3.05% compared to the same period of last year which consists of the following important items:

1. Reversal of allowance for expected credit losses in the amount of Baht 30.41 million from printing and packaging business.
2. Unrealized foreign exchange gains amount Baht 173.05 million from electricity business.
3. Other revenues amount Baht 11.24 million.

### **Cost of sales**

For the second quarter of 2022, it was Baht 166.69 million, an increased by Baht 31.15 million or 22.98%. The main reason was from the cost of printing and packaging business increased by Baht 22.43 or 17.38% million compared to the same period of last year and the power plant cost increased by Baht 8.72 million or 134.83%

For the six-month of 2022, it was Baht 366.29 million, an increased by Baht 50.39 million or 15.95% compared to the same period of last year. The main reason was from the cost of printing and packaging business increased by Baht 38.00 million or 13.24% from the increase in sales of packaging. The electricity business cost increase by Baht 12.39 million or 42.82%.

### **Selling and administrative expenses**

For the second quarter of 2022, it was Baht 28.23 million, a decreased by Baht 106.19 million or 79.00%, compared to the same period last year which was the expense from printing and packaging business increased by Baht 1.25 million or 5.06%. However, selling and administrative expenses in the electricity business decreased by 107.43 million baht or 97.91%.

For the six-month of 2022, it was Baht 60.42 million, a decreased by Baht 183.00 million or 75.18% compared to the same period of last year which were from the printing and packaging business decreased by Baht 16.06 million or 30.63% and from electricity business decreased by Baht 166.94 million or 87.41% which was from normal operating expenditure only.

### **Financial cost**

For the second quarter of 2022, it was Baht 63.36 million, a decreased by Baht 14.14 million or 18.25% compared to the same period of last year which caused the printing and packaging business cost decreased by Baht 0.36 million or 6.82% and the electricity business cost decreased by Baht 13.78 million or 19.08%.

For the six-month of 2022, it was Baht 128.85 million, an increased by Baht 7.28 million or 5.99% compared to the same period of last year from a decrease from the printing and packaging cost by Baht 1.75 million or 14.98% and an increase from the electricity business by Baht 9.03 million or 8.22% due to interest payments on bonds issued and offered for sale in the amount of Baht 1,500 million on September 17, 2021 for investment in wind power projects Vietnam.

**Share of profits (loss) from investments in associated companies.**

In 2021, the Company sold all the associated companies of Co-Generation Combined Power Plants and recognized all the profit from the divestment. Therefore, in Q2/2022 and the six-month of 2022, there was no share of profits (loss) of associated companies.

Please be informed accordingly,

Respectfully yours,

*-Arak Ratboriharn-*

(Mr. Arak Ratboriharn)

Chief Executive Officer