

11 November 2022

Re : Third quarter performance report for ended September 30, 2022

To : The President
The Stock Exchange of Thailand

United Power of Asia Public Company Limited (“The Company”) would like to report the third quarter Company and subsidiaries’ operating performance for ended September 30, 2022 as follows;

Revenue from sales of condominium / Cost of condominium sold

In the third quarter of 2022, the company had no revenue and cost from condominium sold by a subsidiary company The Pino Khaoyai project of Domeland Estate Co., Ltd. In the same quarter of 2021, there were no revenue and cost from selling condominium as well.

Revenue from Electricity Generation / Cost of Electricity Generation

In the third quarter of 2022, revenue of electricity sales from United Power of Asia Public Company Limited from Krasaesin solar power project under Songkhla Agriculture Cooperative Limited with 5.00 MW capacity, was Baht 7.52 million, cost of sales was Baht 4.26 million, and gross profit was Baht 3.27 million.

A subsidiary of a subsidiary (Parabolic Solar Power Company Limited, a subsidiary of Andaman Power and Utility Company Limited) owned four solar power projects. The first project in Kratoon under Nakhon Si Thammarat Agriculture Cooperative Limited Company Limited with 1.20 MW capacity, had Baht 1.66 million revenue, Baht 0.89 million cost of sales, and Baht 0.77 million gross profit. The second project in Wichianburi under Phetchabun Agricultural Cooperative Limited with 1.75 MW capacity, had Baht 2.57 million revenue, Baht 1.38 million cost of sales, and Baht 1.19 million gross profit. The third project in Sri That Dairy under Udon Thani Agricultural Cooperative Limited with 5 MW capacity, had Baht 7.62 million revenue, Baht 3.59 million cost of sales, and Baht 4.03 million gross profit. Solar power plant project in Vietnam, B Solar (Song Luy) with 46.78 MW capacity had Baht 58.49 million revenue, Baht 31.79 million cost of sales, with Baht 26.70 million gross profit.

Other income / Change in fair value of available-for-sale investment/ Share of profit (loss) of associate and joint venture

Other income of the Company and its subsidiaries in the third quarter of 2022 was Baht 1.34 million mainly from the interest income of B Solar (Song luy) Vietnam amounted to Baht 1.20 million.

United Power of Asia Public Company Limited

Compared to the same quarter last year, other income of the company amounted to Baht 3.04 million, other income decreased by Bhat 1.70 million because the same quarter of the previous year there was a profit from sales of buildings (Soi Aree) in the amount of Baht 1.96 million.

Share of loss from investments in associates and joint ventures was Baht 3.19 million came from gain in San Din water supply project at Baht 0.28 million and loss from One Central Tower real estate project at Baht (1.06) million and gain from Central Wind Power project at Baht 3.98 million.

Total revenue of the Company's group in the third quarter of 2022 was Baht 77.86 million, a decrease of Baht 26.20 million or 25.18% decreased because the same quarter of the previous year, income from the sale of land in Pak Chong amounted to Baht 29.00 million.

Selling and administrative expenses

Selling and administrative expenses in the third quarter of 2022 were Baht 13.61 million which decreased from the same quarter of the previous year by Bant 7.28 million or 34.85% decrease. The previous year in the same quarter, there was an allowance for impairment of land and office buildings in Soi Aree for sale amounting to Baht 7.23 million.

Net profit

In the third quarter of 2022, the Group had gross profit of Baht 35.95 million, gross profit margin of 46.18% from the revenue of electricity sales in the company and its subsidiaries, with a total of four local projects and an overseas project. Comparing to the same quarter of the previous year, gross profit increased by Baht 13.01 million or 56.72% increased. In the previous year in the same quarter, there was a cost of land sales of Baht 28.07 million.

After deducting selling and administrative expenses, finance expenses, and income tax, the net profit was Baht 31.66 million. Compared to the same quarter previous year, a net profit of Baht 0.85 million, an increase of Baht 30.81 million.

Other issues

Bitcoin Mining Business Income / Bitcoin Mining Cost

In the third quarter of 2022, there were no income and cost of bitcoin mining business because the company was in the process of establishing various companies and proceeding with the share purchase agreement (SPA). Therefore, no revenue was recognized and recorded in the financial statements of the group of companies. It is expected that the SPA will be signed within the year end of 2022. Expenses that the company recorded in the financial statements in the third quarter of 2022 were advance payments for investment in the amount of Baht 716 million. Bitcoin mining had started on March 8, 2022. The accumulation of Bitcoin up to September 30, 2022 were 290.15 Bitcoins with 4,788 mining machines installed from the target number of 6,000 Machines.

Deposits for investments Baht 380 million

1. Deposit paid to an entity in Lao People’s Democratic Republic (“Laos”) in the amount of Baht 420 million to provide the Company with the right to conduct due diligence and study feasibilities of water utility and hydropower plant projects in Laos. The Company will receive the deposit refunded within April 2019 if the results of projects’ feasibility study are unsatisfactory. The recipient entity has given bank guarantee amounting to Baht 420 million to the Company as a security.

On 31 October 2019, the Company acquired interest for participating in Sandin Water Supply Project in Laos and settled the consideration by setting-off against such deposit amounting to Baht 79.23 million.

On 29 September 2020, the Company and the counterparty agreed to extend the period for feasibility study and refund of the remaining deposit to 29 September 2021.

On 4 February 2021, a subsidiary invested in solar power plant in Vietnam and partially settled the consideration by setting-off against the deposit amounting to Baht 73.38 million

As of September 30, 2022, this deposit had a balance of Baht 267.39 million.

2. In 2021, the company paid a deposit of 212.78 million baht or USD 6.4 million for the rights to conduct due diligence and feasibility study of coal-fired power plant in Laos. The Company will receive the full amount of deposit refund and interest at rate of 3% per annum within 25 August 2022 if the result of the study is unsatisfactory. The recipient entity gave a bank guarantee amounting to USD 6.4 million to the Company as a security.

On 30 December 2021, the Company requested for a partial refund of the deposit amounting to USD 3.4 million. Subsequently, the Company received such refund deposit on 25 January 2022.

As of September 30, 2022, this deposit has a balance of Baht 113.29 million, or USD 3.0 million.

Please be informed accordingly.

Sincerely yours,

(Mr. Wit Suwanasri)

Chief Executive Officer (Acting)