

November 11, 2022

Subjects : Clarification of operating results for nine-month ended September 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 Q3/2022 was Baht 142.29 million in comparison with net profit of Baht 118.80 million for the same period previous year resulted in an increase of Baht 23.49 million or 19.78% while for the nine-month ended of September 30, 2022 was Baht 174.00 million in comparison with net profit of Baht 163.36 million for the same period previous year resulted in an increase of Baht 10.65 million or 6.52%.

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

Unit : Million Baht

| Operating Performance of the Company and subsidiaries | For the Quarter 3 ended September 30, | | | | For nine-month ended September 30, | | | |
|---|--|------------------------|----------------|----------------|---------------------------------------|------------------------|-----------------|----------------|
| | 2022 | 2021 (Reclassified) | Changes | % | 2022 | 2021 (Reclassified) | Changes | % |
| Revenues from sales and services | 186.16 | 137.42 | 48.74 | 35.47 | 600.57 | 516.77 | 83.79 | 16.21 |
| - Publishing business | 127.26 | 125.32 | 1.94 | 1.55 | 505.53 | 464.89 | 40.63 | 8.74 |
| - Electricity business | 58.90 | 12.10 | 46.79 | 386.62 | 95.04 | 51.88 | 43.16 | 83.19 |
| Other income | 304.15 | 324.71 | (20.57) | (6.33) | 519.02 | 471.55 | 47.47 | 10.06 |
| Total revenues | 490.30 | 462.13 | 28.17 | 6.10 | 1,119.59 | 988.32 | 131.26 | 13.28 |
| Cost of sales and services | 172.74 | 136.93 | 35.81 | 26.15 | 539.05 | 453.17 | 85.88 | 18.95 |
| - Publishing business | 111.88 | 113.35 | (1.47) | (1.30) | 436.86 | 400.32 | 36.54 | 9.13 |
| - Electricity business | 60.87 | 23.58 | 37.29 | 158.14 | 102.19 | 52.85 | 49.34 | 93.36 |
| Administrative and selling expenses | 39.86 | 77.17 | (37.31) | (48.34) | 100.27 | 245.46 | (145.19) | (59.15) |
| - Publishing business | 27.72 | 27.53 | 0.19 | 0.69 | 64.11 | 79.97 | (15.87) | (19.84) |
| - Electricity business | 12.12 | 49.64 | (37.52) | (75.58) | 36.16 | 165.49 | (129.32) | (78.14) |
| Total expenses | 212.60 | 214.10 | (1.50) | (0.70) | 639.32 | 698.63 | (59.31) | (8.49) |

| Operating Performance of the Company and subsidiaries | For the Quarter 3 ended September 30, | | | | For nine-month ended September 30, | | | |
|---|--|-------------------|----------------|----------------|---------------------------------------|-------------------|----------------|----------------|
| | 2022 | 2021 (Reclass) | Changes | % | 2022 | 2021 (Reclass) | Changes | % |
| Share of profit (loss) on investment of associated companies | - | 35.03 | (35.03) | (100.00) | - | 195.75 | (195.75) | (100.00) |
| Financial cost | 65.89 | 107.23 | (41.34) | (38.56) | 194.74 | 228.80 | (34.06) | (14.89) |
| - Publishing business | 4.40 | 6.92 | (2.53) | (36.51) | 14.34 | 18.62 | (4.28) | (22.99) |
| - Electricity business | 61.49 | 100.31 | (38.82) | (38.70) | 180.40 | 210.18 | (29.78) | (14.17) |
| Profit before income tax | 211.81 | 175.82 | 35.99 | 20.47 | 285.53 | 256.64 | 28.89 | 11.26 |
| Income tax expenses | 31.20 | 25.24 | 5.96 | 23.62 | 57.85 | 62.63 | (4.79) | (7.65) |
| Net profit attributed to Parent Company | 142.29 | 118.80 | 24.49 | 19.78 | 174.00 | 163.36 | 10.65 | 6.52 |

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

Revenue from sales and services

For the third quarter of 2022, it was Baht 186.16 million, an increased by Baht 48.74 million or 35.47% compared to the same period of last year which were from the increase in printing and packaging business income of Baht 1.94 million or 1.55% compared to the same period of last year and an increase in the revenue from electricity business by Baht 46.79 million or 386.62% from Solar rooftop.

For the nine-month of 2022, it was Baht 600.57 million, an increased by Baht 83.79 million or 16.21% compared to the same period of last year which were from the increase in printing and packaging business income of Baht 40.63 million or 8.74% due to the increase in sales from packaging and an increase in the revenue from electricity business by Baht 43.16 million or 83.19%, 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 March 2023.

Other revenues

For the nine-month of 2022, it was Baht 519.02 million, a decreased by Baht 47.47 million or 10.06% 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 53.22 million from printing and packaging business.
2. Unrealized foreign exchange gains amount Baht 451.51 million from electricity business.
3. Other revenues amount Baht 14.29 million.

Cost of sales

For the third quarter of 2022, it was Baht 172.74 million, an increased by Baht 35.81 million or 26.15%. The main reason was from the cost of printing and packaging business decreased by Baht 1.47 or 1.30% million compared to the same period of last year and the power plant cost increased by Baht 37.29 million or 158.14% from Solar rooftop.

For the nine-month of 2022, it was Baht 539.05 million, an increased by Baht 85.88 million or 18.95% compared to the same period of last year. The main reason was from the cost of printing and packaging business increased by Baht 36.54 million or 9.13% from the increase in sales of packaging. The electricity business cost increase by Baht 49.34 million or 93.36%.

Selling and administrative expenses

For the third quarter of 2022, it was Baht 39.86 million, a decreased by Baht 37.31 million or 48.34%, compared to the same period last year which was the expense from printing and packaging business increased by Baht 0.19 million or 0.69%. However, selling and administrative expenses in the electricity business decreased by 37.52 million baht or 75.58%.

For the nine-month of 2022, it was Baht 100.27 million, a decreased by Baht 145.19 million or 59.15% compared to the same period of last year which were from the printing and packaging business decreased by Baht 15.87 million or 19.84% and from electricity business decreased by Baht 129.32 million or 78.14% which was from normal operating expenditure only.

Financial cost

For the third quarter of 2022, it was Baht 65.89 million, a decreased by Baht 41.34 million or 38.56% compared to the same period of last year which caused the printing and packaging business cost decreased by Baht 2.53 million or 36.51% and the electricity business cost decreased by Baht 38.82 million or 38.70% due to the repayment of maturity bonds and normal loan repayment.

For the nine-month of 2022, it was Baht 194.74 million, a decreased by Baht 34.06 million or 14.89% compared to the same period of last year from a decrease from the printing and packaging cost by Baht 4.28 million or 22.99% and a decrease from the electricity business by Baht 29.78 million or 14.17%.

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 Q3/2022 and the nine-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