

Our Ref: No.V. 030 /2022

November 14,2022

Subject : Explanation for operation of third quarter of year 2022

Attn : Managing Director

The Stock Exchange of Thailand

Enclosed please find the financial statements for third quarter of year 2022 ended September 30,2022.
The details are as follows:

1. For the 3rd quarter of year 2022, total revenue from sales was at 933.45 Million Baht, or an increase of 48.21% from the same period of last year and decrease of 8.04% from the last quarter. Such decrease was mainly due to lower demand in our products.
2. Cost of sales was at 930.71 million Baht or accounted for 99.71% of revenue from sales which increased from the 3rd quarter of last year of 97.18% and slightly increase from the last quarter of 96.44% due to high energy costs and lower production and sales.
3. Selling and administrative expenses increased from the same period of last year as 20.04 to 24.79 million Baht while finance costs increased from 4.3 million Baht of Q3,2021 to 12.51 million baht in this quarter due to higher financing and higher interest rate.
4. In the 3rd quarter, other revenues was 3.27 million Baht., there was loss on Exchange rate 52.22 million Baht due to the weakness of Thai Baht and gain on derivatives revaluation of 29.24 million Baht.
5. In conclusion, for the 3rd quarter of year 2022, the company had net loss of 59.75 million Baht or 0.60 Baht per share.

In conclusion, the company's operating results for the third quarter ended September 30,2022 showed the net loss which increased over20% when compared to the same period of year2021.Enclosed please find the financial statements and statement of accounts ended June 2022 which have been reviewed by the authorized auditors.

Sincerely yours,

VAROPAKORN PUBLIC COMPANY LIMITED

(Mr. Sahasee Chitanondh)
Managing Director

CC. Corporate Monitoring Department, The Securities and Exchange Commission