

[TRANSLATION]

JTS/RCD-002/2566

February 21, 2023

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

The Board of Directors' Meeting No.1/2023 of Jasmine Technology Solution Public Company Limited (the "Company") convened on February 21, 2023 has resolved to approve the 2022 annual consolidated financial statements, ended December 31, 2022 that have been accordingly reviewed by the Company's external auditor and by the Audit and Corporate Governance Committee at the meeting No.1/2023 convened on February 21, 2023. Also, on this occasion, the Company would like to report its operating results as detailed below:-

Three-Month-Period Performance Comparison

Unit: Million Baht

	4Q2022	3Q2022	4Q2021	QoQ		YoY	
				Inc (Dec)	%	Inc (Dec)	%
Revenue from Sales & Services:							
Telecom Systems Integration and Telecom Service business	36.48	129.78	40.24	(93.30)	(71.89)	(3.76)	(9.34)
Telecommunication Services business	478.31	471.49	444.51	6.82	1.45	33.80	7.60
Computer Systems Integration business	16.83	13.04	17.17	3.79	29.06	(0.34)	(1.98)
Cryptocurrency Mining Revenue	38.35	56.03	12.31	(17.68)	(31.55)	26.04	211.54
Gains on Exchange Rate		20.55		(20.55)	(100.00)		
Other Income	6.35	0.23	2.18	6.12	2,660.87	4.17	191.28
Total Revenue	576.32	691.12	516.41	(114.80)	(16.61)	59.91	11.60
Cost of Sales and Services	390.81	457.81	372.87	(67.00)	(14.63)	17.94	4.81
Cost of Bitcoin Mining Business	377.31	161.76	10.33	215.55	133.25	366.98	3,552.57
Selling and Administrative Expenses	97.13	25.23	43.68	71.90	284.98	53.45	122.37
Losses on Exchange Rate	11.57		2.59	11.57	100.00	8.98	346.72
Expected Credit Losses	2.85	(27.03)	(3.19)	29.88	110.54	6.04	189.34
Net Profit (Loss)	(241.03)	4.64	70.69	(245.67)	(5,294.61)	(311.72)	(440.97)
EBITDA	142.62	205.47	164.53	(62.85)	(30.59)	(21.91)	(13.32)
Net Profit (Loss) of Shareholders' Equity of the Company	(247.17)	4.59	70.59	(245.76)	(5,354.25)	(311.76)	(441.65)

Annual Performance Comparison

	Y2022	Y2021	YoY	
			Inc (Dec)	%
Revenue from Sales & Services:				
Telecom Systems Integration and Telecom Service business	215.14	127.41	87.73	68.86
Telecommunication Services business	1,846.58	1,647.66	198.92	12.07
Computer Systems Integration business	60.09	52.29	7.80	14.92
Cryptocurrency Mining Revenue	143.07	16.53	126.54	765.52
Gains on Exchange Rate	30.69	27.57	3.12	11.32
Other Income	8.16	6.41	1.75	27.30
Total Revenue	2,303.73	1,877.87	425.86	22.68
Cost of Sales and Services	1,517.82	1,393.14	124.68	8.95
Cost of Bitcoin Mining Business	632.88	14.07	618.81	4,398.08
Selling and Administrative Expenses	206.52	156.91	49.61	31.62
Net Profit (Loss)	(105.28)	273.87	(379.15)	(138.44)
EBITDA	701.59	611.26	90.33	14.78
Net Profit (Loss) of Shareholders' Equity of the Company	(105.65)	221.04	(326.69)	(147.80)

The operating results of the year 2022, the net loss was 105.28 million Baht, increasing by 379.15 million Baht compared to 2021 by the loss of shareholders' equity of the Company increased by 326.69 million Baht or 147.80%.

The operating results for 4Q 2022, ended December 31, 2022: The net loss of the Company and its subsidiaries was 241.03 million Baht, increasing by 311.72 million Baht or 440.97% compared to 4Q 2021 and increasing by 245.67 million Baht or 5,294.61% compared to 3Q 2022.

The comparison of operating result for 2022 and 4Q 2022. Details are as follows:-

Total revenue

The total operating revenue for 2022 was 2,303.73 million Baht, increasing by 425.86 million Baht or 22.68% compared to 2021. The total revenue comprised:-

- The revenue obtained from Telecom Systems Integration and Telecom Service business of 215.14 million Baht, increasing by 87.73 million Baht or 68.86%, due to the increasing revenue from selling the server and computer hardware by 64.72 million Baht, constructing Horizontal Directional Drilling (HDD) by 19.93 million Baht, and selling and installing Closed-Circuit Television (CCTV) by 3.08 million Baht.
- The revenue obtained from Telecommunication Services business was 1,846.58 million Baht, increasing 198.92 million Baht or 12.07%, due to the increase in the revenue from

Domestic Leased Line service of 198.92 million Baht, International Private Leased Circuit service of 141.91 million Baht, and other services of 12.31 million Baht.

- The revenue obtained from Computer Systems Integration business was 60.09 million Baht, increasing by 7.80 million Baht or 14.92%, due to the Bangkok project of preparing a system for processing and reporting election's result, and maintenance of network systems and application program.
- The revenue obtained from Cryptocurrency Mining was 143.07 million Baht, increasing by 126.54 million Baht or 765.52%, as of 2022, the total bitcoin was 179.32695842, increasing by 160.14319404 bitcoin or 1,669.57%
- Gains on exchange rate was 30.69 million Baht, increasing by 3.12 million Baht or 11.32%
- Other revenue of 8.16 million Baht, increasing by 1.75 million Baht or 27.30%

The total operating revenue for 4Q 2022 was 576.32 million Baht, increasing by 59.91 million Baht or 11.60% compared to 4Q 2021, due to the increase in revenue from the Telecommunication Services business of 33.80 million Baht, the Cryptocurrency Mining of 26.04 million Baht, and other revenue of 4.17 million Baht. However, the revenue from Telecom Systems Integration and Telecom Service business and Computer Systems Integration business decreased by 3.76 and 0.34 million Baht, respectively.

Costs and Expenses

The cost of sales and services, the selling and servicing expenses and the administrative expenses in 2022 was 2,357.22 million Baht, increasing by 793.10 million Baht or 50.71% compared to 2021. The total of costs and expenses comprised:-

- Cost of sales and services was 1,517.82 million Baht, increasing by 124.68 million Baht or 8.95%, due to the increase in cost of sales and services of Telecom Systems Integration and Telecom Service business of 85.85 million Baht, Telecommunication Services business of 34.77 million Baht and Computer Systems Integration business of 4.06 million Baht.
- Bitcoin mining cost was 632.88 million Baht, comprised with the cost related bitcoin mining of 271.26 million Baht or 42.86% the unrealized loss record from the impairment of building and equipment and the advance payment of equipment for bitcoin mining business operation of 361.62 million Baht or 57.14%.

The part of the increase in cost related to bitcoin mining was the increase in number of bitcoin mining machines which is from 325 to 2,641.

Such unrealized loss caused by the significant decrease in value of bitcoin price from approximate 1.5 million Baht/bitcoin (USD 46,306.45) as of December 31, 2021 to 0.569

million Baht/bitcoin (USD 16,547.50) as of December 31, 2022. Therefore, the Company has to recognize the loss from the impairment of assets used in bitcoin mining business operation pursuant to Thai Accounting Standard 36 (TAS36) Re: Impairment of Assets.

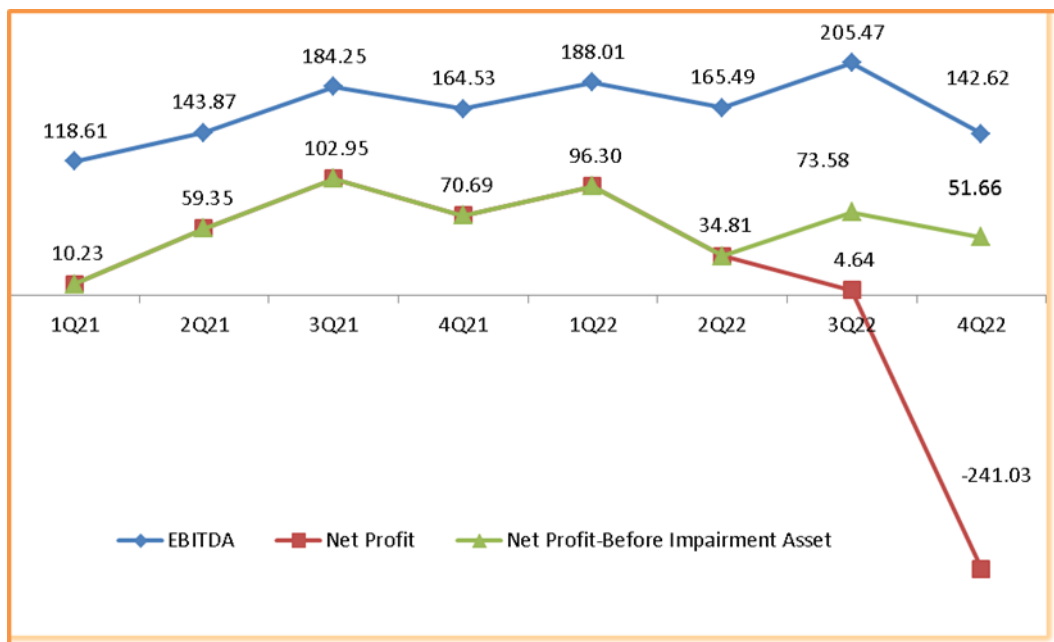
- Selling and administrative expenses was 206.52 million Baht, increasing by 49.61 million Baht or 31.62% due to the increase in the employee expense of 14.69 million Baht, the office lease cost of 2.67 million Baht, the director expense of 3.66 million Baht. However, the other advisor expense decreased by 16.11 million Baht, and reversing expected credit losses decreased by 13.22 million Baht, due to the effective debt collection.

The unrealized loss record by valuing digital currency asset derived from mining of 55.79 million Baht pursuant to Thai Accounting Standard 38 (TAS38) Re: Intangible of Assets.

The cost of sales and services and the selling and administrative expense in 4Q 2022 was 865.25 million Baht, increasing by 266.33 million Baht or 70.37% compared to 4Q 2021 due to

- The cost of sales and services was 768.12 million Baht, increasing by 244.85 million Baht or 63.54%, as the cost of sales and services decreased by 47.83 million Baht but the cost of sales and services of the unrealized loss record from the impairment of building and equipment and advance payment of equipment for bitcoin mining business operation increased by 292.68 million Baht.
- The selling and administrative expense was 97.13 million Baht, increasing by 53.45 million Baht or 122.37% due to the expense increased by 27.31 million Baht and the unrealized loss record by valuing digital currency asset derived from mining increased by 25.05 million Baht pursuant to Thai Accounting Standard 38 (TAS38) Re: Intangible of Assets.

Net profit



The Company and its subsidiaries' profit from the operation before interest, tax, depreciation, and amortization (EBITDA) was 701.59 million Baht in 2022, increasing by 90.33 million Baht or 14.78% compared to 2021.

According to the graph in 3Q and 4Q 2022, in case that an unrealized loss from the impairment of building and equipment and advance payment of equipment for bitcoin mining business operation are excluded, the Company's net profit will be 73.58 million Baht and 51.66 million Baht, respectively.

2023 Business Plan and Goal

In 2023, the impact and the outbreak of Covid-19 has decreased. Also, the Company believed that the economy in Thailand will expand, and the investment will increase. The Company has emphasized Telecom Systems Integration and Telecom Service business, Telecommunication Services business, and Computer Systems Integration business by focusing on the clients who are large entity and Internet Service Provider. In addition, the Company concentrated on renewable energy or clean energy following an eco-friendly trend, especially a solar power system of both distributor and one-stop service provider for solar cells.

The Company still prudently concerned the various situations affecting on bitcoin mining business, particularly an incessant increase in electricity cost, resulting in a pause of the operation since the early January 2023. At the same time, the Company considered options for relocating bitcoin mining base to other potential countries in terms of resources and government support, especially a low cost of electricity together with the requirement to effectively manage bitcoin mining machines without the risk of security of bitcoin mining machine access to enable the Company's bitcoin mining business be able to compete internationally and to protect the interests of the Company and all stakeholders.

Sincerely yours,
Jasmine Technology Solution Public Company Limited.

[Dusit Srisangaoran]
(Mr. Dusit Srisangaoran)
President