



No SorNorBor./2023/0025

May 15, 2023

Subject : Management Explanation and Analysis of the Intermim Financial Statement for the three-month period ended March 31, 2023

To : President
The Stock Exchange of Thailand

Inter Far East Energy Corporation Public Company Limited (the "Company") would like to submit the Management Discussion and Analysis of the Intermim Financial Statement for the three-month period ended March 31, 2023 as follow :

Summary of the Management's Opinions on Financial Statements

The Consolidated Financial Statements of the Company for the 3-month period ended March 31, 2023 is a financial statement in which the auditor has reviewed the interim financial information by providing a conditional conclusion to the interim financial statements in accordance with the following matters :

1.1 The financial statements, as of March 31, 2023, the property, plant and equipment of "Dhara Dhevi Hotel business" were evaluated for potential impairment. The evaluation was based on the assumptions and estimates by independent expert. The results of this evaluation did not indicate any impairment in the carrying value of these assets as of March 31, 2023. However, during the year 2017 until present, Dhara Dhevi Hotel has been temporary closed some excess service buildings following the notice from local authorities. As a result, the revenue from the "Dhara Dhevi Hotel business" decreased significantly and affected the operating of the "Dhara Dhevi Hotel business". Moreover, during the year 2020 until present, the Group has been decided to temporary discontinue the hotel operation due to the COVID-19 pandemic. On January 27, 2023 a subsidiary won the auction of assets of the Dhara Dhevi Hotel Group, which is still in the process of paying for the purchase of the property bought by auction. Due to the situation of uncertainty in various issues affecting the value of the overall assets of the Dhara Dhevi Hotel business.

Therefore, The auditor unable to verify whether as of March 31, 2023, the carrying value of the property, plant and equipment of "Dhara Dhevi Hotel business" and the deferred income tax liabilities in the consolidated financial statement and short-term loan to subsidiaries together with the accrued interest in the separate financial statement were require any necessary adjustment or not.

1.2 The auditor cannot verify the existence of the equipment of a subsidiary company and could not determine whether the value was correct. The subsidiary is currently validating the counting results of such equipment.





Except for the effect of such adjustments, if any, that may occur in item 1 – 2 mentioned above to the interim financial information, The auditor did not find any cause to believe that the interim financial information is not prepared, in all material respects, in accordance with Accounting Standard 34, “Interim Financial Reporting”.

The Operation Result

Unit : Million Baht

Statement of Income	Consolidated Financial Statements				Separate Financial Statements			
	For the three-month period				For the three-month period			
	Ended March 31		Increase (Decrease)		Ended March 31		Increase (Decrease)	
	2023	2022	Amount	%	2023	2022	Amount	%
Total Revenue	102.11	111.12	(9.01)	(8.11)	70.45	66.65	3.80	5.70
Total Expenses	159.01	183.32	(24.31)	(13.26)	18.05	14.74	3.31	22.46
Profit (Loss) from Operating Activities	(56.90)	(72.20)	(15.30)	(21.19)	52.40	51.91	0.49	0.94
Finance Cost	(115.85)	(115.17)	0.68	0.59	(104.81)	(102.45)	2.36	2.30
Tax income (expenses)	5.31	9.67	(4.36)	(45.09)	0.00	0.00	0.00	n/a
Profit (Loss) from discontinued operations	(6.45)	(6.57)	(0.12)	(1.83)	0.00	0.00	0.00	n/a
Profit (Loss) for the period	(173.89)	(184.27)	(10.38)	(5.63)	(52.41)	(50.54)	1.87	3.70

Operating results according to the consolidated financial statements for the three-month period ended March 31, 2023 had a loss from operations 173.89 million baht, a loss decrease of 10.38 million baht or 5.63% decrease. Total revenue decrease by 9.01 million baht. This is because the income in the business of producing and selling of electricity from solar energy declined, due to the additional purchase price of electricity (Adder) in some projects had expired. The total expenses was decreased to 24.31 million baht or decreased by 13.26 percent, because the cost of sales and services decreased by 25.58 million baht which decreased more than the decrease in revenue, resulting in a decrease in loss for the period.

The operating results according to the separate financial statements for the three-month period ended March 31, 2023 had a loss from operations of 52.41 million baht, a loss increase of 1.87 million baht or 3.70% increase from the same period of the previous year. The reason for the increase in loss was due to the increase in total income 3.80 million baht, which was increase from interest income from short-term loan to subsidiaries, and total expenses increased by 3.31 million baht, increase from administrative expense 1.58 million baht and loss from foreign exchange conversion of businesses in Cambodia increase by 1.72 million baht.





Financial Position

Unit : Million Baht

Statement of Financial Position	Consolidated Financial Position				Separate Financial Position			
	As at March 31	As at Dec 31	Increase (Decrease)		As at March 31	As at Dec 31	Increase (Decrease)	
	2023	2022	Amount	%	2023	2022	Amount	%
Total Assets	6,455.04	6,145.33	309.71	5.04	9,244.14	9,191.61	52.53	0.57
Total Liabilities	13,166.27	12,679.69	486.58	3.84	9,626.05	9,521.03	105.02	1.10
Total Shareholders' Equity	(6,711.23)	(6,534.36)	(176.87)	(2.71)	(381.91)	(329.42)	(52.49)	(15.93)

The consolidated statement of financial position

Total assets as of March 31, 2023 amount of 6,455.04 million baht, increase of 309.71 million baht from December 31, 2022, or increase of 5.04%. This was increase from Auction deposit of Dhara Dhevi Hotel in the amount of 378.64 million baht. And Property plant and equipment net decreased 88.90 million baht due to an increase in accumulated depreciation.

Total liabilities as of March 31, 2023 amounted to 13,166.27 million baht, increase of 486.58 million baht from December 31, 2022, or increase of 3.84% due to an increase in interest on defaulted debts liabilities 115.23 million baht, and received in advance for joint investment increase 378.64 million baht.

shareholders' equity was decrease from December 31, 2022 by 176.87 million baht or decrease 2.71%, which is a result of the operating results of the 3-month period encountered a loss.

The separate statement of financial position

as of March 31, 2023, there were total assets of 9,244.14 million baht, an increase of 56.53 million baht from December 31, 2022, or increase of 0.57%. It is an increase in accrued interest receivable from short-term loan to subsidiaries. Total liabilities increased by 105.02 million baht or increase of 1.10%, due to an increase in interest on defaulted debt liabilities. And there was a decrease in shareholders' equity of 52.49 million baht by the results of the operating result of the 3-month period encountered a loss.

Please be inform accordingly

Your faithfully

(Mr.Thavich Taychanavakul)

Chief Executive Officer

