

(Translation)

Ref.No.LEE 08/2023

11 May 2023

Subject : Management Discussion and Analysis for the first quarter ended March 31, 2023

To : President of The Stock Exchange of Thailand

We hereby submit the audited consolidated financial statements of Lee Feed Mill Public Company Limited and its subsidiaries (“the Company”) for the first quarter ended March 31, 2023, of which the business operation results for the first quarter of 2023, the Company would like to provide the clarification of performance which was decreased by more than 20% compared to the previous year.

The operating results of the consolidated financial statement for the first quarter of 2023 had a net loss of Baht 0.68 million or (0.001) Baht per share, compared to the same period of the previous year, net profit is Baht 5.51 million or 0.006 Baht per share, representing a total decrease in profit of Baht 6.19 million or 112% of the previous year, primarily due to the significant transactions listed below:

1. Sales declined by Baht 179 million compared to the same quarter last year. The gross profit margin for the three-month period ending March 31, 2023 was 5.57%, slightly higher than the previous year's margin of 5.32%, owing to improved production cost management efficiency.
2. Other income totaled Baht 5.64 million in 2023, an increase of Baht 1.72 million from the same period of the previous year, which was Baht 3.92 million.
3. Loss on financial assets at fair value to profit or loss for the first quarter of 2023 was Baht 1.49 million, compared to a gain of Baht 6.70 million in the same period of the previous year, a decrease of Baht 8.20 million. It is the transaction of unrealized gain or loss on investments which are stated of fair value or market price by the end of accounting period (as of March 31, 2023 and 2022, respectively).
4. The loss from changes in the fair value of biological assets was Baht 0.28 million, compared to a gain of Baht 0.27 million in the same period of the previous year. The reason for this quarter was the revaluation of biological assets.



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5. Interest income totaled Baht 2.51 million for the first quarter of 2023, an increase of Baht 1.30 million from the same period of the previous year, when it was Baht 1.21 million.
6. The finance cost for the first quarter of 2023 was Baht 0.25 million, down by Baht 0.17 million from the same time in the previous year, when it was Baht 0.42 million.
7. The corporate income tax expenses decreased by Baht 4.83 million when compared to the same period of the previous year, mainly due to a decrease in net profit and deferred tax on relating to origination and reversal of temporary differences.

Please be informed accordingly.

Sincerely Yours,

(Mr. Nipon Leelasithorn)
Chairman of the Executive Director,
and Managing Director