



POLAR\_013/2023

12 May 2023

Subject : Management Discussion and Analysis for the three-month period ended March 31,2023

To : President

The Stock Exchange of Thailand

Polaris Capital Public Company Limited and its subsidiaries ("The Company") for the three-month period ended March 31, 2023, reported in loss attributable to equity holder of the Company amounting to Baht 35.53 million while the same period Q1/2022, loss was Baht 8.55 million, changes loss increase by Bath 26.98 million or 315%

The Company would like to clarify the operating results for the period Q1/2023 as follows:

1. Rental income in the first quarter of 2023 amount Baht 2.03 million, an increased in the whole amount or 100% compared with the Q1/2022, mainly resulted the Company invested in machines which is a coin mining machine intended for rent and entered into a rental agreement. Therefore, there is rental income and cost of service amount Baht 0.97 million, which is the depreciation of machinery, thereby increasing.
2. Administrative expenses in the first quarter of 2023 amount Baht 4.64 million decreased by Baht 3.60 million or 44% compared with the Q1/2022, mainly resulted from the decreasing of litigation costs, consulting fees and service expenses.
3. Other expenses in the first quarter of 2023 amount Baht 31.97 million increased by Baht 31.66 million or 10,083% compared with the Q1/2022 details are as follows:
  - Loss on impairment of property, plant and equipment in the first quarter of 2023 amount Baht 6.43 million or 100%, the increase was the result of the Company recognize loss on impairment of machines.
  - The Company recognize the provision for damages from litigation In the first quarter 2023 amount Baht 25.54 million increased by Baht 25.23 million or 8,035%, mainly resulted The court ordered the company to pay.

Please be informed accordingly.

Best regards,

(Mr. Tischuan Nanavaratorn)

Chairman