

Ref: APCS 018/2566

9 August 2023

Subject: Management Discussion and Analysis of Quarter 2, 2023 ended 30 June 2023

To: Managing Director
The Stock Exchange of Thailand

Asia Precision Public Company Limited (“the Company”) would like to make clarification on the performance results for the three months and six months ended 30 June 2023 of the Company and its subsidiaries, as follow:

Executive Summary

Unit: Million Baht

For the three month period	HOLDING		EPC		WATER		MINING		CONSOLIDATED		CHANGE	
	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22 ^{***}	AMT	%
Total Revenues	11.2	95.6	294.5	458.5	30.1	9.8	41.9	-	365.0	670.1	(305.1)	(45.5%)
Profit (loss) from operating	3.8	92.0	19.7	(18.8)	16.1	5.5	(16.4)	-	10.8	16.6	(5.8)	(34.9%)
Gain (loss) on exchange rates	-	-	(2.4)	(13.3)	-	-	-	-	(2.5)	(6.5)	4.0	(61.5%)
Financial costs									(14.7)	(4.1)	(10.6)	258.5%
Tax (expenses) income									(2.4)	(19.9)	17.5	(87.9%)
Profit (loss) for the period									(8.8)	(13.9)	5.1	(36.7%)
Attributable to Non-controlling interests									(0.2)	(0.1)	(0.1)	100.0%
Profit (loss) attributable to Owners of parent									(9.0)	(14.0)	5.0	(35.7%)

* HOLDING : Invest in other companies /EPC : Construction /WATER : Water management /MINING : Bitcoin mining

** Profit from discontinued operations, Board of Director No. 10/2565 dated 2 December 2022, which resolved to approve the disposal of assets of all ordinary shares of Asia Precision A.T. Company Limited (“APAT”) which is the Company’s subsidiary. The Company sold 32,999,997 shares which is equivalent to 59.99% of APAT’s total paid-up shares to TNA Company Limited (“TNA”) at Baht 15.37 per share, totalling Baht 507,209,954 (the “Share Sale Transaction”). As a result, APAT will no longer be a subsidiary of the Company on 4 January 2023

*** Included discontinued operations

Operating Results:

Overall consolidated performance of Q2/2023 for the three months showed a profit from the operation of Baht 10.8 million, a decrease of 34.9%, and a loss of Baht (8.8) million, a decrease of 37.1% as compared with the same period of 2022. Profit in 2023, there were impacts from project cost and expense control including exchange rate fluctuations. However, the company has high financial obligations. It causes unexpected performance in this quarter.

- Construction business (EPC): A decrease in revenue of 35.8%. The profit from the operation increased from a loss of Baht 18.8 million to a profit of Baht 19.7 million.
- Water management business (WATER): An increase in revenue of 207.1%, the profit from the operation increased from Baht 5.5 million to Baht 16.1 million.
- Bitcoin mining business (MINING): Revenue is Baht 41.9 million, and loss from the operation is Baht 16.4 million.

Unit: Million Baht

For the six month period	HOLDING		EPC		WATER		MINING		CONSOLIDATED		CHANGE	
	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22	1Q23	1Q22 ^{***}	AMT	%
Total Revenues	198.6	103.1	670.2	1,023.5	48.5	33.7	81.1	-	968.9	1,477.8	(508.9)	(34.4%)
Profit (loss) from operating	185.7	95.8	14.8	(11.0)	26.3	11.2	(40.8)	-	155.5	68.7	86.8	126.3%
Gain (loss) on exchange rates	-	-	(2.3)	(16.9)	-	-	-	-	4.1	(10.0)	14.1	(141.0%)
Financial costs									(29.0)	(7.0)	(22.0)	314.3%
Tax (expenses) income									(37.2)	(25.0)	(12.2)	48.8%
Profit (loss) for the period									93.4	26.7	66.7	249.8%
Attributable to Non-controlling interests									(0.3)	(0.1)	(0.2)	200.0%
Profit (loss) attributable to Owners of parent									93.1	26.6	66.5	250.0%

* HOLDING : Invest in other companies /EPC : Construction /WATER : Water management /MINING : Bitcoin mining

** Profit from discontinued operations, Board of Director No. 10/2565 dated 2 December 2022, which resolved to approve the disposal of assets of all ordinary shares of Asia Precision A.T. Company Limited ("APAT") which is the Company's subsidiary. The Company sold 32,999,997 shares which is equivalent to 59.99% of APAT's total paid-up shares to TNA Company Limited ("TNA") at Baht 15.37 per share, totalling Baht 507,209,954 (the "Share Sale Transaction"). As a result, APAT will no longer be a subsidiary of the Company on 4 January 2023

*** Included discontinued operations

Operating Results:

Overall consolidated performance of Q2/2023 for the six months showed a profit from the operation of Baht 155.5 million, an increase of 126.3%, and a profit of Baht 93.4 million, an increase of 251.1% as compared with the same period of 2022. Profit in 2023, there were impacts from selling a subsidiary in Precision metal manufacturing business (AUTO).

- Construction business (EPC): A decrease in revenue of 34.5%. The profit from the operation increased from a loss of Baht 11.0 million to a profit of Baht 14.8 million.
- Water management business (WATER): An increase in revenue of 43.9%, the profit from the operation increased from Baht 11.2 million to Baht 26.3 million.
- Bitcoin mining business (MINING): Revenue is Baht 81.1 million, and loss from the operation is Baht 40.8 million.

FINANCIAL POSITION (Compare to the consolidated financial statement as of December 31, 2022)

Unit: Million Baht

At the date	CONSOLIDATED		CHANGE		SEPARATE		CHANGE	
	30 Jun 23	31 Dec 22	AMT	%	30 Jun 23	31 Dec 22	AMT	%
Total assets	3,931.3	4,508.4	(577.1)	(12.8%)	2,419.7	2,252.4	167.3	7.4%
Total liabilities	2,139.1	2,381.2	(242.1)	(10.2%)	732.0	695.4	36.6	5.3%
Total shareholders' equity	1,792.2	2,127.2	(335.0)	(15.7%)	1,687.7	1,557.0	130.7	8.4%

Assets

As of 30 June 2023, and 31 December 2022, Assets in the consolidated financial statement were Baht 3,931.3 million and Baht 4,508.4 million respectively, a decrease of Baht 577.1 million, or 12.8%.

As of 30 June 2023, and 31 December 2022, Assets in the separate financial statement were Baht 2,419.7 million and Baht 2,252.4 million respectively, an increase of Baht 167.3 million or 7.4%.

Liabilities

As of 30 June 2023, and 31 December 2022, Liabilities in the consolidated financial statement were Baht 2,139.1 million and Baht 2,381.2 million respectively, a decrease of Baht 242.1 million, or 10.2%.

As of 30 June 2023, and 31 December 2022, Liabilities in the separate financial statement were Baht 732.0 million and Baht 695.4 million respectively, an increase of Baht 36.6 million or 5.3%.

Equity

As of 30 June 2023, and 31 December 2022, Equity in the consolidated financial statement was Baht 1,792.2 million and Baht 2,127.2 million, a decrease of Baht 335.0 million, or 15.7%.

As of 30 June 2023, and 31 December 2022, Equity in the separate financial statement were Baht 1,687.7 million and Baht 1,557.0 million, an increase of Baht 130.7 million, or 8.4%.

Please be informed accordingly.

Yours faithfully

(Mrs. Pimparuda Pitakteeratham)

Chief Executive Officer (Acting)/Authorized Persons to Disclose Information