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November 14, 2023

Subject : Management Explanation and Analysis of the Intermim Financial Statement for the three-month and nine-month period ended September 30, 2023 (Edited Version)

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 and nine-month period ended September 30, 2023 as follow

Summary of the Management's Opinions on Financial Statements

Due to Inter Far East Thermal Power Co., Ltd. was able to bid for the property of Dara Dhevi Hotel Co., Ltd. according to the auction announcement of the Department of Enforcement in the case of the Civil Court Red No. 2123/2561. As a result, the Group enable to list and classify the assets of Dara Devi Hotel Group more clearly and resulted in a change in the auditor's opinion on the financial statements.

The Consolidated Financial Statements of the Company for the three-month and nine-month period ended September 30, 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 :

The group of companies has resolved to discontinue the business of Dhara Dhevi Hotel . According to the joint venture agreement, the joint venture company is responsible for managing the land and buildings on the Dhara Dhevi Hotel Co., Ltd 's land which has been successfully auctioned On August 21, 2023, The group by Inter Far East Thermal Power Co., Ltd.won the bid with a price of 2,371.40 million baht, which is higher than the book value. At present, such assets have not been transfered to the joint venture company, Because it is in the process of following the rules. so as of September 30, 2023, such assets are presented under **Assets from auctions pending to be transferred to joint venture company**. However, the land with buildings and equipment used for operating Dhara Dhevi Hotel business, the total net book value is 1,143.48 million baht, which has not yet been successfully sold at auction, has been presented under **Assets used in operation of the hotel business under the auction**.

Due to the uncertainty of the final results of the auction. It affects the value of the remaining assets. Currently, the Inter Far East Thermal Power Co., Ltd, and potential joint venture are in the process of reviewing the business plan of the joint venture company. Due to waiting for the results of the auction of the remaining assets.

The auditor unable to verify and determine whether as of September 30, 2023, the carrying value of hotel asset under auction value at baht 1,143.48 million baht and the deferred income tax liabilities amount of 136.31 million baht in the





consolidated financial statement and loan to Inter Far East Thermal Power Co., Ltd together with the accrued interest amount of 2,456.81 million baht in the separate financial statement were require any necessary adjustment or not.

Except for the effect of such adjustments, if any, that may occur in 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

Consolidated Financial Statements

Unit : Million Baht

Statement of Income	Consolidated Financial Statements For the three-month period				Consolidated Financial Statements For the nine-month period			
	Ended September 30		Increase (Decrease)		Ended September 30		Increase (Decrease)	
	2023	2022	Amount	%	2023	2022	Amount	%
	Total Revenue	81.57	86.23	(4.66)	(5.40)	268.46	288.66	(20.20)
Total Expenses	165.37	185.07	(19.70)	(10.64)	481.49	530.52	(49.03)	(9.24)
Profit (Loss) from Operating Activities	(83.80)	(98.84)	(15.04)	(15.22)	(213.03)	(241.86)	28.83	(11.92)
Finance Cost	(96.36)	(128.18)	(31.82)	(24.82)	(329.20)	(362.17)	(32.97)	(9.10)
Tax income (expenses)	2.93	7.42	(4.49)	(60.51)	13.79	24.46	(10.67)	(43.62)
Profit (Loss) from discontinued operations	(19.70)	(6.87)	12.83	186.75	(32.84)	(20.23)	12.61	62.33
Profit (Loss) for the period	(196.93)	(226.47)	(29.54)	(13.04)	(561.28)	(599.80)	(38.52)	(6.42)

Operating results according to the consolidated financial statements for the three-month period ended September 30, 2023 had a loss from operations of 196.93 million baht, loss decrease of 29.54 million baht or decrease of 13.04% from the same period of the previous year. The reason for the decrease in loss was due to a decrease in total expenses of 19.70 million which is decrease in cost of goog sold that is the depreciation of the power plant. Selling and administrative expenses decreased and financial costs decreased by 31.82 million baht, but there was an increase in losses from canceled operations of 12.83 million baht, which was partly a result of canceling operations in the hotel business.

Operating results according to the consolidated financial statements for the nine-month period ended September 30, 2023 had a loss from operations of 561.28 million baht, loss decrease of 38.52 million baht or decrease of 6.42% from the same period of the previous year. This was caused by a decrease in total expenses of 49.03 million baht due to a decrease in depreciation of the power plant section. And financial costs decreased by 32.97 million baht, but losses from canceled operations increased by 12.61 million baht, which was partly a result of canceling operations in the hotel business.





Separate Financial Statements

Unit : Million Baht

Statement of Income	Separate Financial Statements For the three-month period				Separate Financial Statements For the nine-month period			
	Ended September 30		Increase (Decrease)		Ended September 30		Increase (Decrease)	
	2023	2022	Amount	%	2023	2022	Amount	%
Total Revenue	62.80	98.97	(36.17)	(36.55)	208.00	251.38	(43.38)	(17.26)
Total Expenses	20.62	44.73	(24.11)	(53.90)	49.06	73.12	(24.06)	(32.90)
Profit (Loss) from Operating Activities	42.18	54.24	(12.06)	(22.23)	158.94	178.26	(19.32)	(10.84)
Finance Cost	(107.72)	(116.01)	(8.29)	(7.15)	(319.10)	(324.67)	(5.57)	(1.72)
Loss from impairment	(3,619.01)	0.00	3,619.01	n/a	(3,593.44)	0.00	3,593.44	n/a
Tax income (expenses)	0.00	0.00	0.00	n/a	0.00	0.00	0.00	n/a
Profit (Loss) for the period	(3,684.55)	(61.77)	3,622.78	5,864.95	(3,753.60)	(146.41)	3,607.19	2,463.76

The operating results according to the separate financial statements for the three-month period ended September 30, 2023 had a loss from operations of 3,684.55 million baht, a loss increase of 3,622.78 million baht and The operating results for the nine-month period ended September 30, 2023 had a loss from operations of 3,753.60 million baht , a loss increase 3,607.19 million baht from the same period of the previous year. This was caused by impairment of accrued interest receivables and loans to the subsidiaries. which is the result of the sale of assets of Dhara Dhevi Hotel and cancellation of hotel operations making the subsidiary company which holding shares in the hotel business lack of income and may not be able to repay loans and accrued interest. The loan and interest receivable occurred from 2015-2016 and occurred before the current Board of Directors and executives took over management.

Financial Position

Unit : Million Baht

Statement of Financial Position	Consolidated Financial Statements				Separate Financial Statements			
	As at Sep 30		As at Dec 31		As at Sep 30		As at Dec 31	
	2023	2022	Amount	%	2023	2022	Amount	%
Total Assets	6,723.48	6,145.33	578.15	9.41	5,752.06	9,191.61	(3,439.55)	(37.42)
Total Liabilities	13,805.24	12,679.69	1,125.55	8.88	9,835.21	9,521.04	314.17	3.30
Total Shareholders' Equity	(7,081.77)	(6,534.36)	(547.41)	(8.38)	(4,083.15)	(329.42)	(3,753.73)	(1,139.50)





Consolidated Financial Statements

The consolidated statement of financial position as of September 30, 2023 had total assets of 6,723.48 million baht, a increase of 578.14 million baht or a increase of 9.41% from December 31, 2022, This was due to the auction proceeds pending the payment of creditors according to the payable account, increasing by 517.97 million baht. The deposit for the auction purchase of Dhara Dhevi Hotel increased by 308.64 million baht, net property, plant and equipment decreased by 3,071.91 million baht from the sale of Dhara Dhevi Hotel assets at auctioned and transferred to the hotel business asset under auction and assets from auction pending transferred to joint venture company.

Total liabilities as of September 30, 2023 amounted to 13,805.24 million baht, increase of 1,125.55 million baht or increase of 8.8% baht from December 31, 2022, due to an increase in interest on defaulted debts liabilities 330.70 million baht and interest on judged liability from guarantee increase 38.97 million baht. In addition , the advance received for joint venture increase by 826.65 million baht.

Shareholders' equity was negative 7,081.77 million baht, decrease from December 31, 2022 by 547.40 million baht or decrease 8.38%, which is a result of the operating results of the 9-month period encountered a loss.

Separate Financial Statements

The separate statement of financial position as of September 30, 2023 had total assets of 5,752.06 million baht, a decrease of 3,439.55 million baht or a decrease of 37.42% from December 31, 2022, This was due to impairment of accrued interest and loans to subsidiaries amount of 3,428.46 million baht .

Total liabilities as of September 30, 2023 amounted to 9,835.21 million baht, increase of 314.17 million baht or increase of 3.30% from December 31, 2022 , due to an increase in accrued interest on defaulted debts liabilities 303.57 million baht, account payable-trade and other increase by 11.39 million.

Shareholders' equity was negative 4,083.15 million baht, decrease from December 31, 2022 by 3,753.73 million baht or decrease 1,139.50% , which is a result of the operating results of the 9-month period encountered a loss from impairment of accrued interest receivables and loans to subsidiaries.

Please be inform accordingly

Your faithfully

(Mr.Thavich Taychanavakul)

Chief Executive Officer

