



EC 018/2023

14 November 2023

Subject : Explanation of Financial Performance for the period ended 30 September 2023

To : Managing Director

The Stock Exchange of Thailand

According to the Financial information of Star Sitthi Solution Public Company Limited (“the Company”) and its subsidiaries for the period ended 30 September 2023, which have been audited by the auditor. The company reported a net loss of Baht 12.52 million compared to last year, which the Company reported a net loss of Baht 129.44 million, changed by 116.92 million which is 93.33% The Company would like to clarify the significant change in the performance summarized as follows;

Performance for the period ended 30 September 2023

1. In 2023, the Company has revenue from sale and service amount of THB 1.06 million and cost of goods sold and service amount of THB 0.44 million comprise of;
 - The Company provides consulting service for researching power plant projects, piped water production projects and carbon footprint projects which generated income for amount of 0.70 million in 2023
 - A subsidiary has revenue from business in IT solution for amount of 0.32 million in 2023. The subsidiary has entered into an agreement with a company to provide services to government and private companies. The services included of IT consulting, AI chatbot, HR management and services related to IT. The subsidiary has started to earn income from this business in December 2021.
2. Other income decreased by THB 1.76 million, or 92.36% comparing with the prior year. The reason is from decreasing in interest income, since the Company has proceeds from short-term loan to other parties in 2022 for amount of THB 65.41 million.
3. In 2023, There is decreasing in revenue from reversal of allowance for expected credit losses for amount of THB 21.34 million from receiving the repayment from short-term loan to other parties in 2022 for amount of THB 65.41 million. On 31 December 2022, the Company has no balance in short-term loan from other parties.
4. Loss from impairment of investments in associated companies decreased by 104.32 million Baht since in 2022 the company had recognized a loss from impairment of investment in an

associated company in the amount of 104.32 million baht, later in 2023 the company sold the entire amount of investment in the associated company.

5. On June 16th, 2022, the Company sold the entire investment in an associated company in Australia. This resulted in a loss on disposal of investment in an associated company for amount of THB 24.64 million and a loss from write-off the debt from the associate for amount of THB 7.02 million.
6. Finance costs decreased by THB 0.18 million or 94.68% comparing to the prior year. The reason is from decreasing in interest expense since the Company has repayment loan from other party in 2022 for amount of THB 19.00 million. The Company has paid all of short-term loan from other party in Q1 2022.

The status of the corrective action to be eligible to resume trading. (Resume Stage)

The company is in the process of studying and negotiating to invest in other companies and/or other potential businesses. This will be a profitable business and the Company can manage investment risks. At present, the Company has appointed an independent financial advisor to evaluate the value of such business. If a conclusion from the Board of Directors about the investment plan in such business, the Company will bring the progress to report of the progress to the SET. and shareholders acknowledged.

The Company is committed to ensuring that the Company's internal control system is adequate and appropriate on the topic of investment and other issues under renovation by hiring an internal auditor to examine the Company's internal control system. To ensure that the company's management system is efficient and transparent, able to support and support the company's operational plans to create sustainability in the long run and be part of supporting the company Qualified to be able to bring ordinary shares back to trading (Resume Stage) on the stock market.

Please be informed of the status of the corrective action to be eligible to resume trading (Resume Stage) and addressing different problems, as per the report. In this regard, the company will report the progress of the operation on such matters. notify periodically until the company Will be able to resume trading (Resume Stage)

Please be informed accordingly.

Sincerely Yours,

Thanakit Achariyasombat

(Mr. Thanakit Achariyasombat)

Authorized to sign on behalf of the Company