

February 29, 2024

Subject: The Explanation for the Change in Operating Results for the Year Ended December 31, 2023 ("Year 2023") by More than 20% Compared to the Same Period of Previous Year

To: Directors and Managers
The Stock Exchange of Thailand

THAI CAPITAL CORPORATION PUBLIC COMPANY LIMITED and its subsidiaries ("TCC") would like to report our consolidated operating results for the Year Ended December 31, 2023 as follows:

TCC had net profit for Year 2023 of Baht 55.4 million or 3.5% of total revenues, compared to the previous year with net profit of Baht 193.0 million. The operating result can be further analyzed as follows:

TCC had revenue from sales of coal for 2023 amounting to Baht 1,563.8 million, decreasing from previous year by Baht 433.4 million or 21.7% largely due to the high competition of domestic coal business and a decrease of coal market price. The gross margin of coal business for 2023 decreased as compared to previous year (15.9% vs 19.7%) due to a decrease in coal market price as aforementioned. Selling expenses of coal business amounting to Baht 86.4 million increasing from previous year by Baht 2.0 million or 2.4%. When compared to revenue from sales, selling expenses for 2023 were 5.5% which were higher as compared to 4.2% for 2022.

TCC had interest income from Asset Management business for Year 2023 amounting to Baht 5.6 million and had cost of services amounting 1.0 million.

TCC had administrative expensess amounted to Baht 63.4 million, increasing from previous year by Baht 6.2 million or 10.8%.

TCC had finance costs for 2023 of Baht 30.7 million and had tax expenses for 2023 of Baht 23.2 million.

Please be informed accordingly,

Yours Faithfully,

(Mr.KampholPatana-anukul)
Chief Financial Officer