



No SorNorBor./2024/0026

May 15, 2024

Subject : Management Explanation and Analysis of the Interrim Financial Statement for the three-month period ended March 31, 2024

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 Interrim Financial Statement for the three-month period ended March 31, 2024 as follow :

Summary of the Management's Opinions on Financial Statements

The Consolidated Financial Statements of the Company for the 3-month period ended March 31, 2024 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 management resolved to discontinue the "Dhara Dhevi Hotel business". The joint investment contract stipulates the joint venture company to manage the land with buildings on 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 was the winner of the auction with a price of Baht 2,371.40 million which is higher than the net book value. At present, the said asset has not been transferred to the joint venture company. Therefore, as of March 31, 2024, the assets are presented under "Assets from auctions pending to be transferred to a joint venture company". as of March 31, 2024, the land with buildings and equipment used in operation of the "Dhara Dhevi Hotel business" with a total net book value of Baht 1,143.59 million that has not yet been successfully auctioned are presented under "Assets used in operation of the hotel business under the auction". The partial land with buildings with a net book value of 1,134.19 million baht has been put into a new auctioned on December 15, 2023, The another company being the winner of the auction with a price of 1,349 million baht. which is higher than the book value. Currently, the auction has not been completely completed. This is because the Legal Executing Office is preparing the distribution account. In addition, on January 23, 2024, the Court had a judgment to revoke the compromise agreement dated May 10, 2018, in the case of Civil Court settled case No. 2124/2561, resulting the revocation of the compromise agreement. Therefore, on February 13, 2024, the Company has filed a petition to stay of the execution to the Civil Court. On that date, the court found that the facts were sufficient to make a decision and therefore suspended the investigation and scheduled a hearing on May 23, 2024.



Due to the above situation, Inter Far East Thermal Power Company Limited and the joint venture have reviewed and are in the process of preparing a business plan for the joint venture company. Taking into account the potential acquisition of land plots by A.P.K. Development Company Limited, which at present has not yet been completed.

The auditor was unable to verify whether as of March 31, 2024, short-term loan to Inter Far East Thermal Power Co., Ltd. together with the accrued interest amounted to Baht 2,510.49 million in the separate financial statement were properly presented or not. Consequently, The auditor was unable to conclude whether and to what extent any adjustments were required to be made to the these accounts.

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

Unit : Million Baht

| Statement of Income | Consolidated Financial Statements | | | | Separate Financial Statements | | | |
|--|-----------------------------------|-----------------|---------------------|---------------|-------------------------------|----------------|---------------------|--------------|
| | For the three-month period | | | | For the three-month period | | | |
| | Ended March 31 | | Increase (Decrease) | | Ended March 31 | | Increase (Decrease) | |
| | 2024 | 2023 | Amount | % | 2024 | 2023 | Amount | % |
| Total Revenue | 78.73 | 102.11 | (23.38) | (22.90) | 51.43 | 70.45 | (19.02) | (27.00) |
| Total Expenses | 119.19 | 159.01 | (39.82) | (25.04) | 19.39 | 18.05 | 1.34 | 7.42 |
| Profit (Loss) from Operating Activities | (40.46) | (56.90) | (16.44) | (28.89) | 32.04 | 52.40 | (20.36) | (38.85) |
| Finance Cost | (106.22) | (115.85) | (9.63) | (8.31) | (107.90) | (104.81) | 3.09 | 2.95 |
| Reversal of impairment loss(impairment loss) | (2.01) | 0.00 | 2.01 | n/a | 16.89 | 0.00 | (16.89) | n/a |
| Tax income (expenses) | (0.63) | 5.31 | (5.94) | (111.86) | 0.00 | 0.00 | 0.00 | n/a |
| Profit (Loss) from discontinued operations | (10.83) | (6.45) | 4.38 | 67.91 | 0.00 | 0.00 | 0.00 | n/a |
| Profit (Loss) for the period | (160.15) | (173.89) | (13.74) | (7.90) | (58.97) | (52.41) | 6.56 | 12.52 |

Operating results according to the consolidated financial statements for the three-month period ended March 31, 2024 had a loss from operations 160.15 million baht, a loss decrease of 13.74 million baht or 7.90% decrease. Total revenue decrease by 23.38 million baht. This is because the income in the business of producing and selling of electricity from solar energy declined, due to the additional purchase price of electricity (Adder) in most projects had expired. and production efficiency decreases due to equipment in some projects deteriorating from its service life. Total expenses decreased by 39.82

million baht or a decrease of 25.04% due to sales and service costs decreasing by 49.29 million baht. which decreased more than the decrease in income, thus resulting in a decrease in losses for the period

The operating results according to the separate financial statements for the three-month period ended March 31, 2024 had a loss from operations of 58.97 million baht, a loss increase of 6.56 million baht or 12.52% increase from the same period of the previous year. The reason for the increase in loss was due to the decrease in total income 19.02 million baht , which was decrease from impairment on interest income from short-term loan to subsidiaries, gain from foreign exchange conversion of businesses in Cambodia and total expenses increased by 1.34 million baht , increase from administrative expense 1.98 million from consulting fees for preparing business rehabilitation plans. In addition, there was an increase in financial costs of 3.09 million baht.

Financial Position

Unit : Million Baht

| Statement of Financial Position | Consolidated Financial Position | | | | Separate Financial Position | | | |
|---------------------------------|---------------------------------|--------------|---------------------|--------|-----------------------------|--------------|---------------------|--------|
| | As at March 31 | As at Dec 31 | Increase (Decrease) | | As at March 31 | As at Dec 31 | Increase (Decrease) | |
| | 2024 | 2023 | Amount | % | 2024 | 2023 | Amount | % |
| Total Assets | 6,027.03 | 6,064.80 | (37.77) | (0.62) | 5,788.47 | 5,738.15 | 50.32 | 0.88 |
| Total Liabilities | 13,441.48 | 13,335.08 | 106.40 | 0.80 | 10,054.06 | 9,944.71 | 109.35 | 1.10 |
| Total Shareholders' Equity | (7,414.45) | (7,270.28) | (144.17) | (1.98) | (4,265.59) | (4,206.56) | (59.03) | (1.40) |

The consolidated statement of financial position

Total assets as of March 31, 2024 amount of 6,027.03 million baht, decrease of 37.77 million baht from December 31, 2023, or decrease of 0.62%. This was decrease from Property plant and equipment net decreased 21.03 million baht due to an increase in accumulated depreciation. Account receiveable and other receiveable net decrease 11.26 million.

Total liabilities as of March 31, 2024 amounted to 13,441.48 million baht, increase of 106.40 million baht from December 31, 2023 , or increase of 0.80% due to an increase in interest on defaulted debts liabilities 109.56 million baht, Interest on judgment debt from guarantees increased by 19.48 million baht. and long-term loans from financial institutions decreased by 13.83 million baht

shareholders' equity as of March 31, 2024 was decrease from December 31, 2023 by 144.17 million baht or decrease 1.98%, which is a result of the operating results of the 3-month period encountered a loss.



The separate statement of financial position

as of March 31, 2024 , there were total assets of 5,788.47 million baht, an increase of 50.32 million baht from December 31, 2023, or increase of 0.88%. It is an increase in Cash and cash equivalents and accrued interest receivable from short-term loan to subsidiaries. Total liabilities increased by 109.35 million baht or increase of 1.10% , due to an increase in interest on defaulted debt liabilities. And there was a decrease in shareholders' equity of 59.03 million baht by the results of the operating result of the 3-month period encountered a loss.

Please be inform accordingly

Your faithfully

(Mr.Thavich Taychanavakul)

Chief Executive Officer

