

Ref. no. STPI.FAD.003/2024

15th May 2024

Subject: Clarification on Financial Statements for the First Quarter of 2024

To: President of the Stock Exchange of Thailand

In addition to the submission of STP & I Public Company Limited for the Quarterly Financial Statements, ended 31 March 2024, the Company would like to provide further explanation for the changes in financial performance as follows:

- The Company reported Total Revenue from operation of Baht 1,107 million for the 1st quarter of 2024; increased by 14% or Baht 138 million from Baht 969 million of 1st quarter of 2023. Although revenue from fabrication work decreased from the previous year by Baht 112 million, wellhead platform dismantling services which have been carried out since the 3rd quarter of 2023 have contributed to Baht 248 million increase in the revenue from sales and services over to the previous year. Revenue from rental of real estates also increased approximately 7 % year on year due to more warehouse area for rent.
- During the 1st quarter of 2024, the company had gross profit from operations equal to Baht 194 million or 18% margin, which dropped from 22% margin year-on-year, mainly because of various acceleration cost and employee severance pay towards the later stage of a major project. Although gross profit from fabrication somewhat decreased from year-on-year, the gross profit from sales and services improved substantially from the wellhead platform dismantling services. However, the workload was still not at full capacity so the Company still needed to record Plant overhead not allocated to the cost of fabrication work of Baht 42 million, which nevertheless decreased by 23% compared to the same period of last year.
- The Company reported a foreign exchange gain of Baht 130 million in this reporting quarter, compared to Baht 10 million loss of the 1st quarter of 2023, from an adjustment in book value of USD denominated assets in accordance with the financial reporting standard with the exchange rates at quarter end.
- Administrative expenses for the reporting quarter were Baht 50 million, approximately Baht 5 million or 9% lower than the previous year.
- From the aforementioned reasons, the Company reported a Net Profit attributable to the shareholders of Baht 211 million for the 1st quarter of 2024, which increased significantly by 73% from a Net Profit of Baht 122 million of the 1st quarter of 2023.

Please kindly be informed.

Best regards,

(Ms. Supattra Yangtrong)

Finance & Accounting Department Manager