

TYCN 013/ 67

13 May 2024

Subject: Submission of financial statements and clarification of operating for Q1 2024.

To: President of the Stock Exchange of Thailand

Tycoons Worldwide Group (Thailand) Public Company Limited would like to submit herewith the financial statements Q1 2024 reviewed by independent auditor. The Company has net profit 21 million baht and net profit 70 million baht till the end of Q1 2024 and Q1 2023 respectively which net profit decreased by 49 million baht or 69.48% because of the following reasons:

1. Total revenues decreased 133 million baht or 9.95%.
 - Sales decreased 127 million baht or 9.57% comparing with Q1 2023 mainly because the sluggish market demand, resulting in a decreasing in the sales of steel products volume.
 - Other income decreased 6 million baht or 51.15% comparing with Q1 2023. The main reason is that the exchange gain decreased by 5 million baht and the gain on disposal of waste and fixed assets decreased by 1.4 million.

2. Total expenses decreased 129 million baht or 9.94%.
 - Cost of sales decreased 137 million baht or 11.16% compared with Q1 2023 due to the sales volumes decreased.
 - Selling expenses decreased 5 million baht or 16.92% compared with Q1 2023 mainly due to the sales volumes decreased, but administrative expenses increased 5.4 million baht or 13.18% mainly due to the increase in asset disposal losses by 2.5 million and the increase in other service expenses by 2.9 million.
 - Reversal of allowance for expected credit losses increased 1 million baht or 267.85% compared with Q1 2023 due to the balance of overdue accounts receivable has decreased compared with the previous period.
 - Reversal of losses from raw material purchase contracts decreased 3 million baht or 83.74% compared with Q1 2023 mainly due to the international steel prices remain at low prices without significant fluctuations.
 - Reversal of losses from impairment of non-financial assets increased 4 million baht or 100% compared with Q1 2023 mainly due to reversal of impairment of the values fixed asset.
 - Losses on exchange rates increased 10 million baht or 100% compared with Q1 2023 mainly due to the valuation losses caused by the depreciation of the Thai baht.

3. Share of profit (loss) from investments in associates decreased 65 million baht or 100.93% compared with Q1 2023. Due to the Company recognized reinvestment profit of the associated company Fastbolt International Pte. Ltd. in 2023.
4. Finance cost decreased 10 million baht or 47.75% compared with Q1 2023, mainly due to the 2024 inventory decreases, so the amount of short-term working capital borrowing decreases.
5. Income tax expenses decreased 11 million or 63.04% compared with Q1 2023 mainly due to the operating profits in 2024 decreased, so the estimated income tax payable is relatively decreased.
6. Gross profit margin of Q1 2024 was 9.00%, as for Q1 2023 was 7.37%. The reason of increased was because some of the shipments are orders from last year, the sales unit price is still higher than the finished goods in inventory.

Please be informed accordingly.

Sincerely Yours,

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(Mr. Natthawat Thanapinyanun)
Director