

June 14, 2024

Subject : Clarification of Operating Results for the Third Quarter and the 9-Month Period of the Year 2023/2024

To : President  
The Stock Exchange of Thailand

City Steel Public Company Limited ("the Company") would like to clarify the revenues and operating results of the Company and its subsidiaries ("the Group") for the third quarter and the 9-month period ended April 30, 2024, as follows:

In the third quarter of the year 2023/2024, the Group's total revenues were THB 10.64 million, decreased from the third quarter of the year 2022/2023 that had total revenues of THB 17.58 million by THB 6.94 million or 39.48%. The decrease in total revenues stemmed from the declining demands for the Group's products as many sectors of the Thai economy have yet to recover. The high level of household debt, together with the tension from prolonged high interest rates had led to lower consumption in the private sector as well as falling demands from the Group's main customer group. As a result, the total revenues for the 9-month period of the year 2023/2024 dropped by THB 44.95 million or 51.03% from THB 88.08 million in the year 2022/2023 to THB 43.13 million in the year 2023/2024.

In the third quarter of the year 2023/2024, the Group incurred a net loss of THB 6.53 million. The loss decreased by approximately THB 1.73 million or 20.94% from the third quarter of the year 2022/2023 which had a net loss of THB 8.26 million. The reduction in net loss can majorly be attributed to lower cost of sales and services as well as distribution costs, which aligned with the decline in sales volume and revenues. For the 9-month period of the year 2023/2024, the Group had a net loss of THB 11.71 million, where the loss decreased by THB 9.56 million or 44.95% from the net loss of THB 21.27 million in the year 2022/2023. The lower net loss for this 9-month period was partially due to the deferred tax income that derived from accumulated losses, which the Group recognized in the first quarter of the year 2023/2024. The total amount of the deferred tax income for the 9-month period is approximately THB 5.58 million.

Please be informed accordingly.

Mrs. Boontip Changnil  
Chief Executive Officer