

Ref. no. STPI.FAD.007/2024

14th August 2024

Subject: Clarification on Financial Statements for the Second 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 30 June 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 441 million for the 2nd quarter of 2024; decreased by 36% or Baht 253 million from Baht 694 million of 2nd quarter of 2023. Revenue from fabrication work dropped from the previous year by Baht 511 million mainly because previous major projects were completed in the 1st quarter of 2024, while new projects have still been in the preparation phase and not yet started fabrication. Wellhead platform dismantling services which have been carried out since the 3rd quarter of 2023 have contributed to Baht 256 million increase in the revenue from sales and services over to the previous year. Revenue from rental of real estates also increased approximately 6% year on year due to more warehouse area for rent.
- During the 2nd quarter of 2024, the company had gross profit from operations equal to Baht 143 million or 32% margin, which improved substantially from 4% gross loss year-on-year, mainly due to sales and services from the wellhead platform dismantling services. However, since new projects were in the early stage, the Company still needed to record Plant overhead not allocated to the cost of fabrication work of Baht 67 million, which increased by 27% compared to the same period of last year.
- The Company reported a foreign exchange gain of Baht 21 million in this reporting quarter, compared to Baht 109 million gain of the previous year, from an adjustment in book value of USD denominated assets in accordance with the financial reporting standard with the exchange rates at quarter end.
- From the aforementioned reasons, the Company reported a Net Profit attributable to the shareholders of Baht 31 million for the 2nd quarter of 2024, which increased significantly from a Net loss of Baht 25 million of the 2nd quarter of 2023.

Please kindly be informed.

Best regards,

(Ms. Supattra Yangtrong)

Finance & Accounting Department Manager