

No TTW/216/2567

13 August 2024

Subject Explanation of the operating result of the 2024 second quarter as compared with 2023 second quarter

To The President

The Stock Exchange of Thailand

Performance analysis of the 2024 and 2023 second quarter

(Unit : MB)

Description	Quarter 2		Changes	
	2024	2023	+ / (-)	%
Total revenue	1,279.6	1,525.0	(245.4)	(16.1)
Total expenses	500.2	690.4	(190.2)	(27.6)
Profit sharing from investment in associated company	18.5	0.5	18.0	n/a
Net profit for the period	622.7	624.9	(2.2)	(0.4)

The operating results of TTW Public Company Limited ("the Company") and its subsidiaries for the 2024 and 2023 second quarter are Baht 622.7 million and Baht 624.9 million, respectively. As compared with the operating results for the same period of last year, the operating results of the Company and its subsidiaries decreased by Baht 2.2 million or representing a decrease of 0.4% mainly due to the decrease in the Company's operating results and subsidiaries. The Company hereby clarified the significant changes as follows:

1) Revenues

(Unit : MB)

Description	Quarter 2		Changes	
	2024	2023	+ / (-)	%
Sales of treated water and Net management income from production of treated water	1,248.2	1,488.3	(240.1)	(16.1)
Service income	28.7	30.4	(1.7)	(5.6)
Other income	2.7	6.3	(3.6)	(57.1)
Total revenues	1,279.6	1,525.0	(245.4)	(16.1)

Total revenues decreased by Baht 245.4 million or representing a decrease of 16.1%, because since October 2023 onwards, Pathum Thani Water Co., Ltd. (subsidiary company) manages and produces treated water as services. No investment was made. The service rate is therefore less than the original agreement, causing the decrease in sales of treated water and increase in net management income from production of treated water.

Description	Quarter 2		Changes	
	2024	2023	+ / (-)	%
Volume (million m ³)				
TTW Pcl.	35.7	35.1	0.6	1.7
Pathum Thani Water Co., Ltd.	39.9	34.6	5.3	15.3
Sales and net management income from production of treated water (MB)				
TTW Pcl.	959.8	963.2	(3.4)	(0.4)
Pathum Thani Water Co., Ltd.	241.8	476.0	(234.2)	(49.2)
Total	1,201.6	1,439.2	(237.6)	(16.5)
Sales of treated water to private sector agencies	46.6	49.1	(2.5)	(5.1)
Total sales of treated water and net management income from production of treated water	1,248.2	1,488.3	(240.1)	(16.1)

2) Cost of sales of treated water and services

(Unit : MB)

Description	Quarter 2		Changes	
	2024	2023	+ / (-)	%
Depreciation and amortization	150.4	286.7	(136.3)	(47.5)
Cost of production, distribution of tap water and other service costs	271.0	281.9	(10.9)	(3.9)
Total cost of sales of treated water and services	421.4	568.6	(147.2)	(25.9)

The cost of sales of treated water and services decreased by Baht 147.2 million or representing an decrease of 25.9% because since October 2023 onwards, a subsidiary company manages and produces treated water as services. 1) No investment was made, causing no depreciation in Q2'2024. In addition, the cost of production, distribution of treated water and 2) other service cost decreased by Baht 21.3 million or representing a decrease of 10.7% from the same period of last year, mainly due to the decrease of Ft charge rate of electricity cost.

3) Administration expenses increased by Baht 5.7 million or representing an increase of 7.8% mainly due to increase of employee expenses and social expenses and public relations.

4) The sharing of profit from investment in associated company increased by Baht 18.0 million or representing an increase of 3,600% mainly due to the increased performance of CKP's associated and subsidiary companies.

5) The financial costs decreased by Baht 2.9 million or representing a decrease of 8.0% due to repayment of long-term loans of Baht 165 million.

Statement of financial position

(Unit : MB)

Description	30 Jun 2024	31 Dec 2023	Change	
			Amount	%
Total assets	19,834.1	20,277.4	(443.3)	(2.2)
Total liabilities	4,770.4	4,995.5	(225.1)	(4.5)
Total shareholders' equities	15,063.7	15,281.9	(218.2)	(1.4)

As at 30 June 2024, the Company and its subsidiaries have the total assets, total liabilities and total shareholders' equities of Baht 19,834.1 million, 4,770.4 million and Baht 15,063.7 million respectively. As compared with 31 December 2023, the total assets decreased by Baht 443.3 million or decreased by 2.2% mainly due to the normal operation. The total liabilities decreased by Baht 225.1 million or decreased by 4.5 mainly due to repayment of long-term loans. The total shareholders' equities decreased by Baht 218.2 million or decreased by 1.4% due to the net profit from operations and dividend payment.

Consolidated cash flow statements summary

(Unit : MB)

Description	For six-month periods ended 30 June	
	2024	2023
Net cash flows from the operating activities	1,598.2	1,926.8
Net cash flows from (used in) the investing activities	(101.1)	615.9
Net cash flows used in the financing activities	(1,541.6)	(2,540.4)
Net increase (decrease) of cash and cash equivalent	(44.5)	2.3
Cash and cash equivalent - beginning of the period	594.5	61.9
Cash and cash equivalent - ending of the period	550.0	64.2

For the six-month period ended 30 June 2024, the Company and its subsidiaries have the net cash flow from the operating activities, net cash flow used in the investing activities, and net cash flow used in the financing activities of Baht 1,598.2 million, Baht 101.1 million, and Baht 1,541.6 million, respectively.

- Net cash flows from operating activities are mainly from the Company and its subsidiaries' operation.

- Net cash flows from (used in) investing activities are mainly from the change in the investments in financial assets.

- Net cash flows used in financing activities are mainly from the repayments of long-term loans from financial institutions and dividend payment.

Please be informed accordingly.

Yours Faithfully,

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Deputy Managing Director Finance