



Ref. Thor Hor (Por Por) 016/2567

August 6, 2024

To: The President
The Stock Exchange of Thailand

Re: Report on the operating result of the reviewed consolidated financial statements for the second quarter ended June 30, 2024

Dear Sirs,

TPI Polene Power Public Company Limited (“the Company”) would like to report the operating result of the reviewed consolidated financial statements for the second quarter ended June 30, 2024 as follows:-

Total revenue from sales of power and goods and revenue from adders in Q2/2024 were Baht 2,697 million compared with Baht 2,930 million in Q2/2023, a decrease of 7.97% as FT (Fuel Adjustment Charge) decreased whereas the units of power sale increased. Total income in Q2/2024 was Baht 2,786 million compared with Baht 2,997 million in Q2/2023, a decrease of 7.04%.

In Q2/2024, the Company and its subsidiaries registered profit for the period of Baht 858 million (or basic earnings per share of Baht 0.102) compared with profit in Q2/2023 of Baht 935 million (or basic earnings per share of Baht 0.111), a decrease of 8.26%.

Profit for the period of Baht 858 million in Q2/2024 was comprised of normal operating profit of Baht 862 million, net foreign exchange loss of Baht 9 million and tax income of Baht 5 million, whereas profit for the period of Baht 935 million in Q2/2023 was comprised of normal operating profit of Baht 953 million, net foreign exchange loss of Baht 19 million and tax income of Baht 1 million.

For the first six-month period of the year 2024, the Company and its subsidiaries registered profit for the period of Baht 1,557 million (or basic earnings per share of Baht 0.185) compared with profit for the period in 6M/2023 of Baht 1,981 million (or basic earnings per share of Baht 0.236), a decrease of 21.41%. Normal operating profit in 6M/2024 was Baht 1,670 million compared with the same of Baht 2,000 million in 6M/2023, a decrease of 16.47%.

As at June 30, 2024, the Company and its subsidiaries’ total assets and total equity were Baht 64,782 million and Baht 33,751 million respectively. Book value per share was Baht 4.02.

บริษัท ทีพีโอ โพลีน เพาเวอร์ จำกัด (มหาชน)

TPI POLENE POWER PUBLIC COMPANY LIMITED

Details of consolidated financial statements for the second quarter ended June 30, 2024, can be summarized as follows:-

Assets

The Company and its subsidiaries' total assets as at June 30, 2024 was Baht 64,782 million as compared with Baht 59,767 million as at December 31, 2023, an increase of 5,014 million, or increased by 8.39%. Details of the major accounting change are as follows:-

Unit: Million Baht

	As at 30 June 2024	As at 31 Dec. 2023	Increase (Decrease)	%
Cash and cash equivalents	5,512	2,434	3,078	126.46
Trade accounts receivable	2,005	1,727	278	16.08
Other current financial assets	499	1,985	(1,486)	(74.85)
Inventories	1,996	1,824	172	9.45
Advances for machinery and equipment	387	683	(297)	(43.40)
Property, plant and equipment	51,319	48,025	3,294	6.86
Total assets	64,782	59,767	5,014	8.39

Liabilities

The Company and its subsidiaries' total liabilities as at June 30, 2024 was Baht 31,031 million as compared with Baht 26,566 million as at December 31, 2023, an increase of 4,465 million, or increased by 16.81%. Details of the major accounting change are as follows:-

Unit : Million Baht

	As at 30 June 2024	As at 31 Dec. 2023	Increase (Decrease)	%
Trade account payable and other payables	2,832	2,376	456	19.20
Current income tax payable	-	0.41	(0.41)	(100)
Debentures	25,937	21,937	4,000	18.23
Interest Bearing Debts (IBD)	27,617	23,672	3,945	16.66
Net Interest Bearing Debts (Net IBD) *	21,606	19,253	2,353	12.22
Total Liabilities	31,031	26,566	4,465	16.81

Note : * Net Interest Bearing Debts means Interest Bearing Debts less cash and cash equivalents and other current financial assets.

As at June 30, 2024, Interest Bearing Debts (IBD) of the Company and its subsidiaries' was Baht 27,617 million as compared with Baht 23,672 million as at December 31, 2023, an increase of 16.66% or increased by Baht 3,945 million, whilst Net Interest Bearing Debts (Net IBD) as at June 30, 2024 were Baht 21,606 million as compared with Baht 19,253 million as at December 31, 2023, an increase of 12.22% or increased by Baht 2,353 million.

Equity

The Company and its subsidiaries' total equity as at June 30, 2024 was Baht 33,751 million as compared with Baht 33,202 million as at December 31, 2023, an increase of 549 million, or increased by 1.65%. Details of the major accounting change are as follows:-

Unit : Million Baht

	As at 30 June 2024	As at 31 Dec. 2023	Increase (Decrease)	%
Retained earnings – unappropriated	9,930	9,381	549	5.85
Total equity	33,751	33,202	549	1.65
Book value per share (Baht)	4.02	3.95	0.07	1.65

As at June 30, 2024, the Company and its subsidiaries' Interest Bearing Debts to Equity ratio (IBD/Equity ratio) equated 0.82 times and Net IBD to Equity ratio equated 0.64 times.

Profit (Loss)

The Company and its subsidiaries registered profit for the period of Baht 858 million in Q2/2024 compared with profit for the period of Baht 935 million in Q2/2023, a decrease of Baht 77 million or decreased by 8.26%.

In Q2/2024, the Company and its subsidiaries registered earnings before interest, taxes, depreciation and amortization (EBITDA) of Baht 1,184 million. As at June 30, 2024, IBD to EBITDA ratio equated 6.20 times and Net IBD/ EBITDA ratio equated 4.85 times respectively. Details of the major accounting change are as follows:-

Unit : Million Baht

	For six-month period ended 30 June 2024	Q2/2024	Q2/2023	Increase (Decrease)	%
Revenue from sale of power and goods	3,880	2,009	2,242	(233)	(10.39)
Revenue from adders	1,375	687	688	(1)	(0.09)
Total Revenue from sales	5,255	2,697	2,930	(234)	(7.97)
Cost of sales of power and goods	3,382	1,727	1,895	(167)	(8.84)
Gross profit	1,873	969	1,036	(66)	(6.39)
Investment income and other income	170	89	67	23	34.02
Distribution costs and administrative expenses	251	131	132	(1)	(0.63)
Finance cost	125	67	18	49	276.68
Tax income (expense)	(15)	5	1	3	231.56
Net foreign exchange gain (loss)	(98)	(9)	(19)	10	54.52
Total profit	1,557	858	935	(77)	(8.26)
Earnings before interest, taxes, depreciation and amortization (EBITDA)	2,228	1,184	1,205	(22)	(1.80)

ESG Performance

The Company has implemented sustainable development in Environmental, Social and Governance (ESG) dimensions for business operations. ESG performance in the first six-month period of the year 2024 is summarized as follows:-

Environmental Management

1. The Company used a total of 1,399,181 million tons of all types of waste as fuel in the Company's power plants and sold waste to cement plants of TPI Polene Public Company Limited, which reduced greenhouse gas emissions (carbon reduction) by approximately 3,246,099.92 tCO₂e (emission factor is calculated based on the above wastes left into landfill waste, will generate 2.32 tons of greenhouse gases per 1 ton of landfill waste).

As at June 31, 2024, the Company obtained carbon credit registration from Thailand Greenhouse Gas Management Organization (Public Organization), totaling 1,559,229 tCO₂e, and received a Renewable Energy Certificate (REC) from the Electricity Generating Authority of Thailand (EGAT) from renewable energy power generation (from waste fuel and waste heat recovery). The Company has registered and opened a REC volume trading account with the International REC Standard (I-REC) of 2,504,658.94 RECs (1 REC represents 1 MWh of electricity generated from renewable energy).

2. The Company reduced greenhouse gas emissions from power plants by 288,045.49 tons of CO₂e or decreased by 22.18%, from 1,298,910.49 tons of CO₂e the first six-month period of the year 2023 to 1,010,865.00 tons of CO₂ equivalent in the first six-month period of the year 2024.
3. The Company was able to reuse the effluents from the electricity generation process to re-filter of 190,335 cubic meters, representing 4.59% of the total water consumption of 4,149,205 cubic meters.
4. The Company utilized industrial waste from the production process to be used as renewable fuel, renewable materials and recycled for total of 8,382.84 tons, representing 100% of total quantity of industrial wastes generated, to comply with the "Zero Waste" policy

Corporate Social Responsibility

1. The Company has supported various projects and activities for public benefits in the first six-month period of the year 2024, totaling Baht 21.11 million to communities, educational institutions, temples, hospitals and government authorities and contributed healthcare products and products of TPI Polene Group, such as cement, other construction materials, organic fertilizers, drinking water and healthcare products to prevent pathogens.
2. The Company provides equal opportunities for employment without discrimination in favor or against any person. In the first six-month period of the year 2024, 36 additional

new employees were employed, which comprises 30 general staff, 3 seniors and 3 employees with disabilities.

3. The Company has implemented human rights for stakeholders throughout the value chain by respecting human rights of employees, suppliers, customers, and local communities. In the first six-month period of the year 2024, there were no complaints of human rights violations.
4. The Company has implemented occupational health and safety in the working environment with an objective to become a zero-accident organization. Performance in the first six-month period of the year 2024 is summarized as follows:-
 - The number of Fatal Occupational Injuries of employees and contractors was 0.
 - Occupational injuries rate (associated with high-impact jobs) of employees and contractors was 0.
 - Occupational illnesses rate of employees and contractors was 0.
5. The Company disposed of 4,063.71 tons of non-hazardous industrial wastes to be used as fuel in the electricity production process.

In Compliance with Good Corporate Governance Policy

The Company continues to operate its business with an emphasis on sustainable development and growth while creating sustainable values in environmental and social importance under a good corporate governance policy, disclosing information and operating results transparently, managing risks in all aspects. The Company pays attention to the impacts that occur or are expected to arise from business operations. Therefore, the Company has the opportunity to generate increased revenue and profit from its business operations, driven by sustainable development that create growth potential and increase good quality of products and environmentally friendly output. As a result, investors and shareholders will receive sustainable returns from investment in the Company's business.

The Company is fully responsible and creates value and benefits for relevant stakeholders in an all-round manner. As a result, in the first six-month period of the year 2024, the Company received awards and certifications from recognized organizations in terms of promoting sustainable development as follows:-

1. On July 12, 2024, Thaipat Institute announced that the Company has been ranked in the 2024 ESG100 list for the fifth year (in 2018, 2021, 2022, 2023 and 2024) with outstanding environmental performance in Environmental, Social and Governance (ESG) criteria in the Resource Sector.
2. On March 25, 2024, the Company was certified ISO14064-1 (Carbon Footprint Verification or CFV), which is a standard for principles and requirements at corporate level for measuring and reporting greenhouse gas emissions and reductions, including requirements for design, development, management, reporting and verification of corporate greenhouse gas emissions and reductions from BSI Group (Thailand) Co., Ltd. ("BSI: British Standards Institution"), British Standards Institution
3. The Company received Business Excellence Award 2023 from BIZTECH OUTLOOK Magazine, USA.
4. The Company received "The Best ESG Energy Efficiency Initiative Company Thailand 2023" award as Thailand's ESG Energy Efficiency Innovation Leader for the third consecutive year from International Finance Magazine (IFM), the United Kingdom.

5. The Company received “The Best Innovations in Renewable Energy Industry in Thailand 2023” from The Global Economics magazine, a leading financial magazine, the United Kingdom.

Please be informed accordingly.

Sincerely Yours,

O. Leophairatana

Mrs. Orapin Leophairatana
Vice Chairman