Performance Analysis

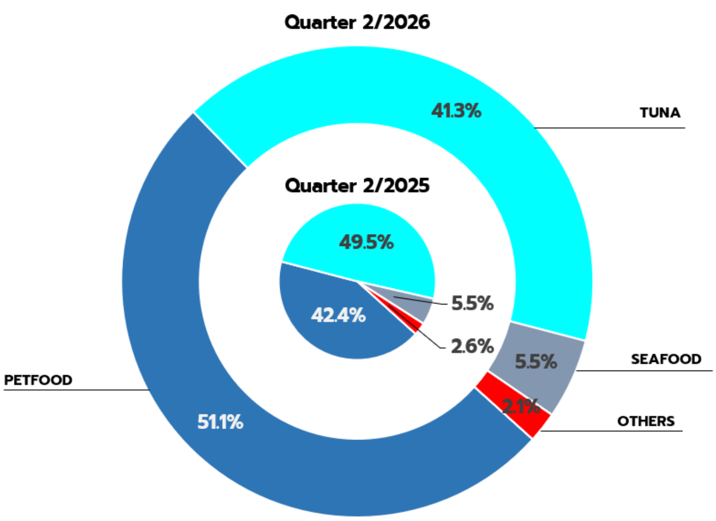
Tropical Canning (Thailand) Public Company Limited (TC) would like to submit financial statements for the second quarter ended 30 June 2026 which reviewed by certified public accountant and verified by the Board of Directors.

Revenue

The company and its' subsidiary had total revenue amounted to Baht 1,702.36 million, increased of Baht 114.54 million or increased by 7.21% as compared to the quarter 2/2025 which details are as follows:

Revenue from sale Structure

Major income structure			Unit : Million Baht	
Revenue	**Quarter 2/2026**	**Quarter 2/2025**	**Change**	
				%
Petfood Products	870.36	673.50	196.86	29.23
Tuna Products	703.09	786.25	(83.16)	(10.58)
Seafood Products	92.82	87.47	5.35	6.12
Others	36.09	40.60	(4.51)	(11.10)
Total revenue from Sale of Goods	**1,702.36**	**1,587.82**	**114.54**	**7.21**



1.1) **Pet food products**

Revenue from sales of pet food products in Q2/2026 increased by Baht 196.86 million, or 29.23%, compared to the same period last year and is expected to continue growing.

1.2) **Tuna products**

Revenue from sales of tuna products in Q2/2026 decreased by Baht 83.16 million, 10.58%, compared to the same period last year.

1.3) **Seafood products**

Revenue from sales of seafood products in Q2/2026 increased by Baht 5.35 million, or 6.12%, compared to the same period last year.

Performance Summary

Unit : Million Baht

Performance Summary	Quarter 2/2026	Quarter 2/2025	Change	
				%
Revenue from sales of goods	1,702.36	1,587.82	114.54	7.21
Net foreign exchange gain (loss)	(5.15)	(2.61)	2.54	97.70
Other income	11.92	5.79	6.13	105.82
Total revenue	**1,709.13**	**1,591.00**	**118.13**	**7.42**
Cost of sales of goods	1,507.88	1,481.60	26.28	1.77
Distribution Costs	42.21	27.39	14.82	54.07
Administrative expenses	49.78	32.49	17.29	53.21
Total expenses	**1,599.87**	**1,541.48**	**58.39**	**3.79**
Profit (loss) from operating activities	**109.26**	**49.52**	**59.74**	**120.64**
Finance costs	(2.55)	(2.60)	(0.05)	(1.93)
Profit (loss) before income tax expense	**106.71**	**46.92**	**59.79**	**127.42**
Tax Expense	(7.40)	(0.92)	6.48	702.17
Net Profit (loss)	**99.31**	**46.00**	**53.31**	**115.89**

Gross margin and gross profit margin

In Q2/2026, the Company and its subsidiary had a gross profit of Baht 194.48 million, increased Baht 88.26 million or increased 83.09% compared to the same quarter of previous year, with cost of sales equivalent to 88.58% of total sales revenue (Q2/2025, cost of sales accounting for 93.31% of total sales revenue).

The gross profit margin in Q2/2026 was 11.42%, a slight increase from 6.69% in the same period of the previous year, primarily driven by higher sales and effective cost control of production cost compared to same quarter 2025 of which result to higher margins.

Net foreign exchange gain

In Q2/2026, the Company and its subsidiary realized net foreign exchange loss of Baht 5.15 million or computed as 0.30% of revenue from sale of goods, an increase of Baht 2.54 million or equivalent to an increase of 97.70% compared to the same quarter last year due to increased volatility in foreign exchange rates during the period. The Company continues to closely monitor its exposure to foreign exchange risk and, where appropriate, considers the use of hedging instruments to mitigate the potential impact of future exchange rate fluctuations.

Other income

In Q2/2026, the Company and its subsidiaries reported other income of Baht 11.92 million, representing 0.70% of total sales revenue. This increased by Baht 6.13 million, or 105.82%, compared to the same period of the previous year.

Expense

The Company and its subsidiary had total expenses in Q2/2026 of Baht 1,599.87 million, an increase of Baht 58.39 million or equivalent to an increase of 3.79% compared to the same quarter last year, mainly due to:

- Cost of sales of goods in Q2/2026 amounted to Baht 1,507.88 million, representing 88.58% of total sales revenue. increased by Baht 26.28 million, or 1.77%, compared to the same period last year, which consistent with increase in sales revenue.

- Distribution costs and administrative expenses in Q2/2026 totaled Baht 91.99 million, representing 5.40% of total sales revenue. This represents an increase of Baht 32.11 million or 53.60% compared to the same period of the previous year. Distribution costs increased by Baht 14.82 million due to increased in sales, while administrative expenses increased by Baht 17.29 million.

- Finance costs in Q2/2026 amounted to Baht 2.55 million or computed as 0.15% of revenue from sale of goods decreased by Baht 0.05 million or equivalent to a decrease of 1.93% compared to the same quarter last year.

Statement of Financial Position

Unit : Million Baht

Statement of Financial Position	30-Jun-26	31-Dec-25	Change	
				%
Current assets	3,481.55	2,813.21	668.34	23.76
Non-current assets	1,152.85	1,028.85	124.00	12.05
Total assets	**4,634.40**	**3,842.06**	**792.34**	**20.62**
Current liabilities	1,481.85	735.63	746.22	101.44
Non-current liabilities	298.30	318.00	(19.70)	(6.20)
Total liabilities	**1,780.15**	**1,053.63**	**726.52**	**68.95**
Equity	2,854.25	2,788.43	65.82	2.36
Total liabilities and equity	**4,634.40**	**3,842.06**	**792.34**	**20.62**

Assets

The Company and its subsidiary had total assets as of 30 June 2026 of Baht 4,634.40 million, an increase of Baht 792.34 million or equivalent to an increase of 20.62% compared to year ended 2025 which consist of assets as follow:

Current assets

The Company and its subsidiary had total current assets as of 30 June 2026 of Baht 3,481.55 million, an increase of Baht 668.34 million or equivalent to an increase of 23.76% compared to year ended 2025. The prominent change in current assets consists of following:

- Cash and cash equivalents totaling of Baht 109.47 million, decreased Baht 53.56 million.
- Trade and other current receivables totaling of Baht 1,525.88 million, increased Baht 211.30 million.
- Inventories were recorded totaling Baht 1,844.54 million, increased Baht 510.63 million.
- Other current assets were recorded totaling Baht 1.66 million, decreased Baht 0.03 million.

Non-current assets

As of 30 June 2026, the Company and its subsidiary reported total non-current assets of Baht 1,152.85 million, an increase of Baht 124.00 million or 12.05% compared to the year end 2025. This increase was primarily attributable to land, buildings, machinery, and equipment, which totaled Baht 898.09 million, up by Baht 76.07 million or 9.25%. The growth was driven by the acquisition of machinery and equipment amounting to Baht 125.00 million to support increased production capacity and improve production efficiency, offset by depreciation expenses of Baht 62.22 million.

Liabilities

The Company and its subsidiary had total liabilities as of 30 June 2026 of Baht 1,780.15 million, increased Baht 726.52 million or equivalent to an increase of 68.95% compared to year end of 2025, which consist of liabilities as follow:

Current Liabilities

The Company and its subsidiary had total current liabilities as of 30 June 2026 of Baht 1,481.85 million, increased Baht 746.22 million or equivalent to an increase of 101.44% compared to year end 2025. Mainly changes are summarized as follows:

- Bank overdraft and short-term borrowing from financial institutions totaling of Baht 423.68 million, increased Baht 372.77 million, due to increased purchase of raw materials resulted to increase demand for working capital.
- Trade and other current payables totaling Baht 969.46 million, increased Baht 361.98 Million, due to the purchase of raw materials and packaging materials in line with the increase inventories.
- Current portion of long-term borrowing from financial institution totaling of Baht 59.02 million, increased Baht 0.10 million.

- Lease liabilities due within one year amounted to Baht 9.22 million, an increase of Baht 3.47 million.
- Current income tax payable totaling Baht 20.47 million, increase Baht 7.90 million.

<u>Non-current liabilities</u>

The Company and its subsidiary had total non-current liabilities as of 30 June 2026 of Baht 298.30 million, decreased Baht 19.70 million or equivalent to a decrease of 6.20% compared to year end 2025 due to long-term loans from financial institutions amounted to Baht 80.40 million, decreased Baht 29.56 million, Lease liabilities amounted to Baht 19.49 million, increased Baht 7.60 million, Non-current provisions for employee benefits amounted to Baht 198.41 million, increased Baht 2.26 million.

<u>Equity</u>

The Company and its subsidiary had equity as of 30 June 2026 amounted to Baht 2,854.25 million, increased Baht 65.82 million or equivalent to an increase of 2.36% as compared to year ended 2025 due to the company had profit for Quarter 2/2026 at Baht 99.31 million. As a result, the Company and its subsidiary had book value per share as of 30 June 2026 of Baht 8.65, increased from Baht 8.45 as compared to year end 2025.