Nov 12, 2026

Subject Management Discussion and Analysis for the period of three months and the period of 1st half ended 30th September 2026

To President of the Stock Exchange of Thailand
Secretary of the Office of Securities and Exchange Commission

Lohakit Metal Plc. (the "Company") would like to notify the financial status and operating performance for the period of three months, and the period of 1st half ended 30th September 2026 of the Company and its subsidiaries as details below:

(Unit: Baht millions)

Consolidated financial statement	For the period of three months ended 30th Sept				For the period of 1st half ended 30th Sept			
	July - Sept 2026	July - Sept 2025	Change	% Change	Apr - Sept 2026	Apr - Sept 2025	Change	% Change
Revenue from sales & service	722.82	585.81	137.01	23.4%	1,473.71	1,214.73	258.98	21.3%
Other income	8.61	5.00	3.61	72.2%	12.28	11.07	1.21	10.9%
Total revenue	**731.43**	**590.81**	**140.62**	**23.8%**	**1,485.99**	**1,225.80**	**260.19**	**21.2%**
Cost of goods sold & service	622.47	507.67	114.80	22.6%	1,268.72	1,048.74	219.98	21.0%
Selling expenses	12.69	12.83	-0.14	-1.1%	24.83	24.54	0.29	1.2%
Administrative expenses	30.96	30.56	0.40	1.3%	60.57	59.26	1.31	2.2%
Total expenses	**666.12**	**551.06**	**115.06**	**20.9%**	**1,354.12**	**1,132.54**	**221.58**	**19.6%**
Earnings before interest and tax	**65.31**	**39.75**	**25.56**	**64.3%**	**131.87**	**93.26**	**38.61**	**41.4%**
Financial expenses	-1.66	-0.67	-0.99	147.8%	-3.29	-1.60	-1.69	105.6%
Share of loss from investment in associate	-0.01	-0.04	0.03	-82.5%	-0.01	-0.20	0.19	-95.0%
Corporate Income tax expenses	-12.80	-7.92	-4.88	61.6%	-25.86	-18.52	-7.34	39.6%
Net profit for the period	**50.84**	**31.12**	**19.72**	**63.4%**	**102.71**	**72.94**	**29.77**	**40.8%**
Profit Sharing for non-controlling interest of a subsidiary company	-11.95	-9.51	-2.44	25.7%	-23.22	-22.87	-0.35	1.5%
Net profit for the company and its subsidiaries	**38.89**	**21.61**	**17.28**	**80.0%**	**79.49**	**50.07**	**29.42**	**58.8%**

1. Operating Performance

For the period of three months ended 30th Sept 2026, the net profits for the company and its subsidiaries were Baht 38.89 million or increased by Baht 17.28 million which was 80.0 percent, financial results for the three-month period increased when compared to the same period last year. An increase in sales volume, combined with a multi-channel raw material sourcing strategy, helped lower the average cost of raw materials to an optimal level, thereby boosting profit margins for the quarter. Meanwhile, the domestic construction industry continued to grow, as did the home appliance sector. Conversely, high levels of domestic household debt—which have impacted the approval of commercial bank loans—have caused domestic automotive production and sales to remain stagnant.

For the period of 1st half year ended 30th Sept 2026, the Company and its subsidiaries reported operating profit of Baht 131.87 million, increased by Baht 38.61 million which increase of 41.4 percent and net profit of Baht 79.49 million or increased by 58.8 percent while compared to the same period of last year which the net profit was Baht 50.07 million.

1.1 Revenue

For the period of three months ended 30th Sept 2026, the Company and its subsidiaries had revenue from sales and service of Baht 722.82 million compared with Baht 585.81 million in the same period of the previous year, which increased by 23.4 percent. Mainly comes from sales volumes increased across both metallic and non-metallic product groups. Concurrently, the average selling prices for the company's core product categories rose and remained relatively stable, in line with broader trends in metal commodity prices. In contrast, while sales volumes for automotive and motorcycle exhaust systems grew, their selling prices declined. Nevertheless, the company and its subsidiaries remain focused on expanding their sales reach, both domestically and internationally.

For the period of 1st half of year ended 30th Sept 2026, the Company and its subsidiaries had revenue from sales and service of Baht 1,473.71 million compared with Baht 1,214.73 million in the same period of the previous year or increased by 21.3 percent. This was mainly due to the volume of sales increased in the first half of year, while the rising selling price of the category of aluminum, copper, galvanized steel and stainless steel in every group, included the volume of automotive exhaust pipe category but decreased in selling price in the market when compared to the same period last year. However, the Company and its subsidiaries are focused on increasing sales capacity both domestically and internationally.

The sales of company and its subsidiaries mostly came from Copper, Aluminum and stainless products.

1.1 Other income

Other income consists of interest income, gain from asset sales and revenue from scrap sales. For the period of three months and period of 1st half ended 30th Sept 2026, the Company and its subsidiaries had other incomes of Baht 8.61 million and 12.28 million baht respectively, which increased by 72.2 percent for three month period and increased by 10.9 percent for the 1st half year respectively. The significant other income is income from scrap sales, which were the results from the processing of cold rolled stainless steel

sheets and coil cut to length as per customers' requirements. The Company and its subsidiaries therefore sold scraps and recorded as the other income.

1.2 Cost of goods sold

Major cost of goods sold are cost of raw material such cold rolled stainless steel sheet and coil and special grade stainless which the Company and its subsidiaries process. For the period of three months ended 30th Sept 2026, the Company and its subsidiaries had cost of goods sold of Baht 622.47 million, or stood at 85.10 percent of the total revenue, increase in comparing with Baht 507.67 million or stood at 85.93 percent of total revenue of previous year. However, cost of goods sold for the period of three months ended 30th Sept 2026 decreased by 0.8 percent, while the increase in sales & services was 0.8 percent from the same period of previous year.

For the period of 1st half ended 30th Sept 2026, the Company and its subsidiaries had cost of goods sold of Baht 1,268.72 million or stood at 85.38 percent of the total revenue in comparing with Baht 1,048.74 million, or stood at 85.56 percent of total revenue, or decreased by 0.2 percent while the increase in sales & services was 0.3 percent from the same period of previous year. This is mainly due to the average cost of raw materials that has continuously decreased and remained stable, resulting in a decrease in average product costs.

1.3 Selling expenses

Selling expenses consist of sale staff expenses, transportation expenses, commissions and promotion expenses. For the period of three months and period of 1st half ended 30th Sept 2026, the Company and its subsidiaries had selling expenses of Baht 12.69 million and 24.83 million, compared with selling expenses of Baht 12.83 million and 24.54 million in the same periods of the previous year, or decreased by 1.1 percent for three month period and increased by 1.2 percent for the 1st half year respectively. The increase of selling expense was due to logistic sales of executives and marketing expenses which are increasing at a lower rate than the growth in income.

For the period of three months and 1st half ended 30th Sept 2026, the selling expenses were 1.76 percent and 1.68 percent of total sales and service respectively, a bit decreased compared with 2.19 percent and 2.02 percent in the same periods of previous year, due to mainly well cost control management.

1.4 Administrative expenses

Administrative expenses consist of executive expenses and staff expenses other than sale department, office rental expenses and other management and administrative expenses. For the period of three months and period of 1st half ended 30th Sept 2026, the Company and its subsidiaries had administrative expenses of Baht 30.96 million and 60.57 million, compared with administrative expenses of Baht 30.56 million and 59.26 million in the same period of the previous year, or an increased by 1.3 percent for three month period and by 2.2 percent for the 1st half year respectively. Administrative expenses increased from the executive expenses. The Company and its subsidiaries have still controlled administrative expenses.

For the period of three months and 1st half ended 30th September 2026, the administrative expenses were 4.23 percent and 4.08 percent of total revenues respectively, compared with 5.17 percent and 4.83 percent in the same periods of previous year.

1.5 Share of income from investment in associates

In April 2009, the Company invested in the ordinary shares of Mory Lohakit (Thailand) Co.,ltd. ,who is the marketing and sale force for the company and its subsidiaries and joint venture, by holding 49 percent of total shares. On 30th October 2025, The Company entered into purchase partially ordinary shares form an existing shareholder, totaling 2,000 shares. This resulted the Company's shareholding from 49% to 51%. However, the company and its associates retain their management authority unchanged from the previous shareholding proportion. Therefore, the company continues to manage investment as an associate company. As for the period of three months ended 30th September 2026, the company and its subsidiaries recognized share of loss, by using equity method, of Baht -0.01 million and -0.01 million or decreased by 82.5 percent for three month period and decreased by 95.0 percent for the 1st half year in consolidated income statements respectively.

1.6 Earnings (loss) before interest and tax and Net Profit (loss)

For the period of three months and period of 1st half ended 30th Sept 2026, the Company and its subsidiaries had the earnings before interest and tax of Baht 65.31 million and Baht 131.87 million respectively. After deducting the financial costs of Baht -1.66 million and Baht -3.29 million, adding the share of loss from investment of Baht -0.01 million and Baht -0.01 million, deducting the corporate income tax of Baht -12.80 million and Baht -25.86 million, the net profit of the period were at Baht 50.84 million and Baht 102.71 million. When comparing to the same periods of the previous year, or increased by 63.4 percent and by 40.8 percent respectively, Meanwhile, earnings before interest and taxes increased by 64.3% for the three month period and by 41.4% for the first half of the year, compared to the same periods of the previous year, respectively.

In addition to the period of three months and period of 1st half ended 30th Sept 2026, the company and its subsidiaries had profit sharing to minority interest in a subsidiary for the amount of Baht 11.95 million and 23.22 million respectively. The increased profit sharing was due to the high in net profit of a subsidiary for three month period and the net profit for the first half of the year. As a result, the net profit for the company and its subsidiaries were amount of Baht 38.89 million and 79.49 million respectively.

1.7 Corporate income tax

For the period of three month and 1st half of year ended 30th Sept 2026, the Company and its subsidiaries recognized corporate tax expenses by Baht 12.80 million and 25.86 million respectively, increased from the three month period same period and increased for the period of 1st half when compared with the same period of previous year by Baht 7.92 million and by Baht 18.52 million respectively as the result of high operating profit.

1.9 Profit Sharing for non-controlling interest of a subsidiary company

On Oct 1' 2010, the company sold partial investment in a subsidiary company to Japanese alliance. The Company and its subsidiaries recognized profit sharing to minority shareholders according to the percentage of shareholding of net profit in subsidiaries through the period of its holding which was amount by Baht 11.95 million and 23.22 million for the period of three months and 1st half year ended 30th Sept 2026.

1.10 Profitability

For the period of three months ended 30th Sept 2026, the Company and its subsidiaries had gross profit margin of 13.88 percent, compared with gross profit margin of 13.34 percent in the same period of the previous year. The primary driver was an increase in gross profit margins across all product categories, resulting from a reduction in average product costs. This was achieved through refined procurement strategies—specifically, by diversifying the supplier base—which allowed for lower acquisition costs. Despite intensifying price competition within the domestic market, the procurement strategies implemented by the company and its subsidiaries successfully expanded gross profit margins during this quarter.

For the period of 1st half ended 30th Sept 2026, the Company and its subsidiaries had gross profit margin of 13.91 percent compared with gross profit margin of 13.66 percent in the same period the previous year. This was mainly due to an increase in gross profit margin in all product categories. Although average selling prices for metal and non-metal products rose in line with global market trends, the average cost of raw materials declined during the first half of the year. This resulted in a higher gross profit margin and a wider gross profit spread compared to the same six-month period in the previous year.

(Unit: Baht million)

Consolidated balance sheets	As at 30th Sept 2026		As at 31st Mar 2026	
	Amount	%	Amount	%
Assets				
Current Assets				
Cash and cash equivalents	315.27	14.65%	439.23	20.51%
Account receivable, trade and others	656.40	30.49%	654.37	30.55%
Inventories	664.95	30.89%	532.94	24.88%
Other current assets	7.06	0.32%	3.48	0.16%
Total current assets	**1,643.68**	**76.35%**	**1,630.02**	**76.10%**
Non-current assets				
Restricted bank deposits	46.18	2.15%	46.18	2.16%
Investment in associate	5.33	0.25%	5.34	0.25%
Non-Current Financial Assets (Long-term investment)	3.35	0.16%	2.74	0.13%
Property, plant and equipment	427.63	19.86%	423.69	19.78%
Intangible assets	8.57	0.40%	8.95	0.42%
Deferred tax assets	14.52	0.67%	13.70	0.64%

Other non-current assets	3.45	0.16%	11.03	0.52%
Total non-current assets	**509.03**	**23.65%**	**511.63**	**23.90%**
TOTAL ASSETS	**2,152.71**	**100.00%**	**2,141.65**	**100.00%**
LIABILITIES				
Current liabilities				
Short term loans from banks	140.11	6.51%	127.37	5.95%
Account payables, trade and others	350.11	16.26%	376.67	17.59%
Lease payable due within one year	4.28	0.20%	4.19	0.20%
Income tax payable	26.30	1.22%	21.59	1.01%
Other current liabilities	4.93	0.23%	11.66	0.54%
Total current liabilities	**525.73**	**24.42%**	**541.48**	**25.29%**
Non-current liabilities				
Lease payable	5.16	0.24%	7.33	0.34%
Provision for long-term employee benefits	42.33	1.97%	40.35	1.88%
Other non-current liabilities	-	-	-	-
Total non-current liabilities	**47.49**	**2.21%**	**47.68**	**2.22%**
TOTAL LIABILITIES	**573.22**	**26.63%**	**589.16**	**27.51%**
SHAREHOLDERS' EQUITY				
Shareholder equity				
Registered capital	383.00		383.00	
Issued and Paid up capital	383.00	17.79%	383.00	17.88%
Premium on stock	519.67	24.14%	519.67	24.27%
Retained earnings				
Legal reserve	38.30	1.78%	38.30	1.79%
Un-appropriated	476.05	22.11%	450.18	21.02%
Non-controlling interest of the subsidiary	162.47	7.55%	161.34	7.53%
Total shareholders' equity	**1,579.49**	**73.37%**	**1,552.49**	**72.49%**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	**2,152.71**	**100.00%**	**2,141.65**	**100.00%**

2. Financial Status

2.1 Assets

As for the assets value as at and 30th September 2026 and 31st March 2026, the Company and its subsidiaries had total assets of Baht 2,152.71 million and Baht 2,141.65 million respectively. The Company and its subsidiaries operated integrated stainless center which provided many kinds of services such as procurement, transformation, manufacture and stainless products wholesale and a subsidiary who is the finish goods trader of metal and non-ferrous metal. Therefore, the Company and its subsidiaries' major assets are inventories, account receivables, land, plant and equipment as details below:

2.1.1 Inventories: As at and 30th September 2026 and 31st March 2026 the Company and its subsidiaries had net inventories of Baht 664.95 million (or 30.89 percent of total assets) and Baht 532.94 million (or 24.88 percent of total assets) respectively.

2.1.2 Trade account receivables – other parties: As at and 30th September 2026 and 31st March 2026, the Company and its subsidiaries had Trade account receivables, net – other parties of Baht 656.40 million (or 30.49 percent of total assets) and Baht 654.37 million (or 30.55 percent of total assets) respectively.

2.1.3 Land, plant and equipment - Land and improvements, building, machinery, office equipment, vehicles and work on progress of construction: As at and 30th September 2026 and 31st March 2026, the Company and its subsidiaries had Land, plant and equipment – net of Baht 427.63 million (or 19.86 percent of total assets) and Baht 423.69 million (or 19.78 percent of total assets) respectively.

2.1.4 Restricted bank deposit: As at and 30th September 2026 and 31st March 2026, the Company and its subsidiaries had net value of Baht 46.18 million (or 2.15 percent of total assets and 2.16 percent of total assets) respectively. The restricted fix deposit by a subsidiary was used as guarantee for loans from financial institutions.

2.1.5 Deferred tax assets: As at and 30th September 2026 and 31st March 2026, the Company and its subsidiaries had net value of Baht 14.52 million and Baht 13.70 million respectively (0.67 percent and 0.64 percent of total assets respectively).

2.2 Liabilities

The total liabilities of the Company and its subsidiaries as at and 30th September 2026 and 31st March 2026 stood at Baht 573.22 million and Baht 589.16 million respectively. The current and total liabilities decreased net due to the procurement of goods under shorter credit terms, which has led to a decrease in trade payables, alongside an increase in short-term from financial institutions to support operational working capital.

2.3 Shareholders' equity

As at and 30th September 2026 and 31st March 2026, shareholders' equity was Baht 1,579.49 million and Baht 1,552.49 million or increase by Baht 27.00 million. The major changes were the net profit amounting to Baht 102.71 million and dividend payment of Baht 75.70 million. Therefore, existing portions of company shareholding interest and non-controlling interest of subsidiaries stood at Baht 1,417.02 million and Baht 162.47 million respectively.

Debt to Equity ratio as at and 30th September 2026 and 31st March 2026 were 0.36 and 0.38 times respectively.

(Unit: Baht million)

Consolidated cash flows statement	As at 30th September 2026	As at 30th September 2025
Net cash from (used in) operating activities	-37.48	109.10
Net cash used in investing activities	-21.43	-4.64
Net cash from (used in) financing activities	-65.24	-110.03
Effect of exchange rate to cash and cash equivalent	0.19	-0.07
Net increase (decrease) in cash	**-123.96**	**-5.64**

3. Cash flows

For the 1st half year ended 30th September 2026 and 2025, the Company and its subsidiaries generated net decrease in cash from operating activities of Baht -37.48 million, consisting of baht 128.63 million positively from operating performance and net negative in working capital of Baht -166.10 million. The net negative cash flow in working capital came from net profit growth in the first half of the year, as well as an increase in inventory levels to meet customer demand. Furthermore, marketing-driven initiatives led to a rise in accounts receivable, while accounts payable decreased due to shorter credit terms granted by suppliers.

Net cash flow from investing activities amounted to -21.4 3 million baht, mostly, the subsidiary payment for overhaul of machine of Baht -21.84 million. This also includes gains from short-term investments, amounting to +0.41 million baht.

The financing part was net Baht -65.24 million by receipt for short term loan of Baht 12.74 million and settlement of lease of Baht -2.29 million, including payment of dividend by Baht -75.70 million.

In total, net cash for the period was decreased by Baht -123.96 million.

Please be informed accordingly.

Sincerely yours,

Mr. Vittawat Akarapongpisak

(Mr. Vittawat Akarapongpisak)

Deputy Managing Director