

Ref. No. 0256/08E

February 22, 2013

Subject : Clarification on the Operating Result of Year 2012  
Attn : President  
The Stock Exchange of Thailand

The company wishes to report on the Company's Operating Result of Year 2012, which can be summarized as follows

The Company's net profit in 2012 was Baht 915.80 million (net earnings of Baht 2.62 per share). When compared with the previous year with the net profit of Baht 1,043.40 million (net earnings per share of Baht 2.98), the net profit decreased by Baht 127.60 million (a decrease of net earnings per share of Baht 0.36) or a decrease of 12.23 percent due to the following reasons.

(1) Net profit from coal business in 2012 was Baht 683.74 million or 74.66 percent of the total net profit, which decreased from the previous year by Baht 227.46 million or a decrease of 24.96 percent, This was due to an increase in the coal sales volume from the previous year by 28.38 percent but the average coal sales price decreased by 21.38 percent.

(2) Net profit from ethanol business in 2012 was Baht 124.36 million or 13.58 percent of the total net profit, which increased from the previous year by Baht 157.46 million or an increase of 475.71 percent, This was due to an increase in ethanol sales volume from previous year by 45.98 percent but the average ethanol sale price decreased by 10.94 percent.

(3) Net share of income from investment in the associated companies and other revenue in 2012 were Baht 107.70 million or 11.76 percent of the total net profit, which decreased from the previous year by Baht 57.60 million or a decrease of 34.85 percent, This was due to the dissolution of one of the subsidiary companies, and thus there was no revenue from coal transport, loading port and jetty facilities services in this quarter.

The details of the changes and impacts are described in the Management Discussion and Analysis (MD & A).

Please be informed accordingly,

Yours faithfully,  
For and on behalf of  
Lanna Resources Public Company Limited

(Mr. Anun Louharanoo)  
Chief Financial Officer