

Ref. No. 0257/13E

February 27, 2014

Subject : Clarification on the Operating Result in year 2013  
Attn : President  
The Stock Exchange of Thailand

The company wishes to report on the Company's Operating Result in year 2013, which can be summarized as follows

The Company's net profit in year 2013 was Baht 572.29 million or net earnings of Baht 1.09 per share. When compared with the previous year, the net profit decreased by 37.22 percent due to the following reasons:

(1) Net profit from coal business in year 2013 was Baht 436.29 million or 76.24 percent of the total net profit, which decreased from the previous year by 35.89 percent. This was due to a decrease in the average coal selling price of 19.05 percent, despite an increase in coal sales volume of 7.73 percent.

(2) Net profit from ethanol business in year 2013 was Baht 88.44 million or 15.45 percent of the total net profit, which decreased from the previous year by 28.26 percent. This was due to an increase in the average ethanol selling price of 24.07 percent, while the ethanol sales volume remained similar to the previous year.

(3) Net share of income from investment in the associate company and other revenue in year 2013 was Baht 47.56 million or 8.31 percent of the total net profit, which decreased from the previous year by 55.84 percent. This was to the dissolution of a subsidiary company. Thus, there was no revenue from coal transport and loading port and jetty services.

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