

Ref. No. 0561/35E

May 15, 2018

Subject: Clarification on the Operating Results in the 1st quarter 2018

Attn: President

The Stock Exchange of Thailand

The Company wishes to report on the Company's operating results in the 1st quarter 2018. Details of the changes and impacts are described in the Management Discussion and Analysis (MD&A). The Company and subsidiary companies had a net profit in the 1st quarter 2018 totaling Baht 257.49 million or net earnings per share of Baht 0.49, which increased from the same period last year by Baht 117.09 million or an increase of Baht 0.22 per share or 83.40 percent, due to the following reasons:

(1) Net profit from coal business derived from shareholding proportion of the Company was Baht 208.02 million or 80.79 percent of the total net profit, which increased from the same period last year by Baht 132.75 million or 176.37 percent due to the increase in coal sales volume of 22.89 percent but the average coal selling price slightly decreased by 1.57 percent.

(2) Net profit from ethanol business derived from shareholding proportion of the Company was Baht 32.38 million or 12.58 percent of the total net profit, which decreased from the same period last year by Baht 3.92 million or 10.80 percent due to the decrease in ethanol sales volume and ethanol selling price from the same period last year of 16.94 and 2.68 percent, respectively; and

(3) Share of income from associated company and other revenue were Baht 17.09 million or 6.63 percent of the total net profit, which decreased from the same period last year by Baht 11.74 million or 40.71 percent due to the decrease in foreign exchange gain and miscellaneous items.

Please be informed accordingly.

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



(Mrs. Petcharat Chayanon)
Chief Officer – Accounting and Finance