LANNA RESOURCES Public Company Limited
บริษัท ลานนารีซอร์สเซส จำกัด (มหาชน)

Ref. No. 0562/28E

May 14, 2019

Subject: Clarification on the Operating Results in the 1st Quarter 2019
Attn: President
            The Stock Exchange of Thailand

The Company wishes to report on the Company's operating results in the 1st quarter 2019, having details as follows:

The Company and subsidiary companies had a net profit in the 1st quarter 2019 totaling Baht 166.82 million, which decreased from the same period last year by Baht 90.67 million with net earnings per share of Baht 0.32, which decreased from the same period last year by Baht 0.17 per share or 35.21 percent, due to the following reasons.

(1) Net profit from the coal business derived from the shareholding proportion of the Company was Baht 45.16 million or 27.07 percent of the total net profit, which decreased from the same period last year by Baht 162.86 million or 78.29 percent. This was due to the increase in coal sales volume from the same period last year by 2.76 percent but the average coal selling price decreased from the same period last year by 19.56 percent.

(2) Net profit from the ethanol business derived from shareholding proportion of the Company was Baht 91.85 million or 55.06 percent of the total net profit, which increased from the same period last year by Baht 59.47 million or 183.66 percent. This was due to the increase in ethanol sales volume from the same period last year by 39.52 percent but the average ethanol selling price decreased from the same period last year by 10.91 percent; and

(3) Other revenue and share of income from associated company were Baht 29.81 million or 17.87 percent of the total net profit, which increased from the same period last year by Baht 12.72 million or 74.43 percent. This was due to the increase in foreign exchange gain.

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

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