

Ref. No. 0563/29E

May 15, 2020

Subject: Clarification on the Operating Results in the 1st Quarter 2020

Attn: President

The Stock Exchange of Thailand

The Company wishes to report on the Company's operating results in the 1st quarter 2020, having details as follows:

The net profit of the Company and subsidiary companies in the 1st quarter 2020 totaled Baht 184.52 million, which increased from the same period last year by Baht 17.70 million with net earnings per share of Baht 0.35, which increased from the same period last year by Baht 0.03 per share or 10.61 percent due to the following reasons:

(1) Net profit from coal business derived from shareholding proportion of the Company was Baht 128.61 million or 69.70 percent of the total net profit, which increased from the same period last year by Baht 83.45 million or 184.79 percent., due to the increase in coal sales volume and the average coal selling price from the same period last year of 5.14 and 6.30 percent respectively.

(2) Net profit from ethanol business derived from shareholding proportion of the Company was Baht 42.10 million or 22.82 percent of the total net profit, which decreased from the same period last year by Baht 49.75 million or 54.16 percent due to the decrease in ethanol sales volume of 4.64 percent but the average ethanol selling price increased by 2.31 percent; and

(3) Share of income from associated company and other revenue were Baht 13.81 million or 7.48 percent of the total net profit, which decreased from the same period last year by Baht 16 million or 53.67 percent. This was due to the decrease in foreign exchange gain from the same period last year of Baht 19.74 million but interest received and other items increased by Baht 3.88 million.

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