

Ref. No. 1164/59E

November 12, 2021

Subject: Clarification on Operating Results for the 3rd Quarter 2021 and the First 9-Month Period of 2021

Attn: President
The Stock Exchange of Thailand

The Company wishes to report on the Company's operating results for the 3rd Quarter 2021 and the first 9-month period of 2021, having details as follows:

(1) Net profit of the Company and subsidiary companies in the 3rd Quarter 2021 totaled Baht 679.91 million, which increased from the same period last year by Baht 673.30 million and net earnings per share was Baht 1.30 per share, which increased from the same period last year by Baht 1.29 per share or 10,186.08 percent, due to the following reasons:

(1.1) Net profit from coal business derived from shareholding proportion of the Company was Baht 668.31 million, which increased from the same period last year by Baht 669.30 million or 67,469.46 percent. This was due to the increase in coal sales volume and the average coal selling price from the same period last year of 50.94 and 111.84 percent;

(1.2) Net loss from ethanol business derived from shareholding proportion of the Company was Baht 14.10 million, resulting in a decrease in net profit from the same period last year of Baht 19.30 million or 370.95 percent. This was due to the decrease in ethanol sale volume of 37.24 percent and the molasses price, which is a major cost of ethanol production, increased by over 34.51 percent; and

(1.3) Share of income from associated companies was Baht 25.70 million, which increased from the same period last year by Baht 23.30 million or 970.83 percent. This was due to the share of income of Baht 23.47 from the operating results of PT. Pesona Khatulistiwa Nusantara ("PKN"), which is the associated company that the Company acquired new issued shares in PKN at 10 percent of the total number of paid-up shares on August 31, 2021.

(2) Net profit of the Company and subsidiary companies in the first 9-month period of 2021 totaled Baht 1,245.14 million, which increased from the same period last year by Baht 1,026.23 million and net earnings per share was Baht 2.37 per share, which increased from the same period last year by Baht 1.95 per share or 468.80 percent, due to the following reasons:

(2.1) Net profit from coal business derived from shareholding proportion of the Company was Baht 1,223.24 million, which increased from the same previous year by Baht 1,061.94 million or 658.36 percent. This was due to the increase in coal sales volume and the average coal selling price from the same period last year of 22.54 and 53.62 percent;

(2.2) Net loss from ethanol business derived from shareholding proportion of the Company was Baht 6.91 million, resulting in a decrease in net profit from the same period last year of Baht 58.50 million or 113.40 percent. This was due to the decrease in ethanol sale volume of 20.23 percent and the molasses price, which is a major cost of ethanol production, increased by over 28.39 percent; and

(2.3) Share of income from associated companies was Baht 28.81 million, which increased from the same period last year by Baht 22.79 million or 378.57 percent. This was due to the share of income of Baht 23.47 from the operating results of PT. Pesona Khatulistiwa Nusantara ("PKN"), which is the associated company that the Company acquired new issued shares in PKN at 10 percent of the total number of paid-up shares on August 31, 2021.

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