LANNA RESOURCES Public Company Limited
บริษัท ลานนารีซอร์สเซส จำกัด (มหาชน)

Ref. No. 0265/04E

February 24, 2022

Subject: Clarification on the Operating Results in year 2021
Attn: President
           The Stock Exchange of Thailand

The Company wishes to report on the Company's operating results in year 2021, having details as follows:

Net profit of the Company and subsidiary companies in year 2021 totaled Baht 1,575.24 million, which increased from the same period last year by Baht 1,288.42 million and net earnings per share was Baht 3.00 per share, which increased from the same period last year by Baht 2.45 per share or 449.21 percent, due to the following reasons:

(1) Net profit from coal business and wood pellet business derived from shareholding proportion of the Company totaled Baht 1,503.47 million, which increased from the same period last year by Baht 1,260.49 million or 518.76 percent. This was due to the increase in coal sales volume and average coal selling price from the same period last year of 8.69 and 75.17 percent, respectively.

(2) Net loss from ethanol business derived from shareholding proportion of the Company totaled Baht 29.80 million, with the decrease in net profit from the same period last year by Baht 65.59 million or 183.26 percent due to 28.05 percent increase in the molasses price, which is the raw material and a major cost of ethanol production; and

(3) Share of income from associated companies totaled Baht 101.57 million, which increased from the same period last year by Baht 93.52 million or 1,161.74 percent. This was due to the share of income of Baht 93.59 million 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