



LANNA RESOURCES Public Company Limited

บริษัท ลานนา รีซอร์สเซส จำกัด (มหาชน)

Ref. No. 0565/28E

May 13, 2022

Subject: Clarification on the Operating Results for the 1st Quarter 2022

Attn: President

The Stock Exchange of Thailand

The Company wishes to report on the Company's operating results for the 1st Quarter 2022, having details as follows:

Net profit of the Company and subsidiary companies in the 1st quarter 2022 totaled Baht 615.14 million, which increased from the 1st quarter 2021 by Baht 372.51 million and net earnings per share was Baht 1.17 per share, which increased from the same period last year by Baht 0.71 per share or 153.53 percent, due to the following reasons:

(1) Net profit from coal business and wood pellet business derived from shareholding proportion of the Company in the 1st quarter 2022 was Baht 585.89 million, which increased from the 1st quarter 2021 by Baht 373.78 million or 176.22 percent. This was due to the increase in coal sales volume and average coal selling price from the same period last year of 9.04 and 68.54 percent, respectively.

(2) Net profit from ethanol business derived from shareholding proportion of the Company in the 1st quarter 2022 was Baht 2.58 million, which decreased from the same period last year by Baht 26.46 million or 91.12 percent. This was due to the decrease in average ethanol selling price of 2.76 percent and the increase in molasses price of 7.51 percent, which is a major cost of ethanol production; and

(3) Share of income from associated companies totaled Baht 26.67 million, which increased from the same period last year by Baht 25.19 million or 1,702.03 percent. This was due to the share of income from PT. Pesona Khatulistiwa Nusantara ("PKN") of Baht 24.77 million, which is the associated company that the Company has acquired 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