LANNA RESOURCES

LANNA RESOURCES Public Company Limited
บริษัท ลานนารีซอร์สเซส จำกัด (มหาชน)

Ref. No. 0769/29E

August 4, 2026

Subject: Clarification of the Operating Results for the 2nd quarter of 2026 and the first 6-month period of 2026

Attn: President
The Stock Exchange of Thailand

The Company wishes to report its operating results for the 2nd quarter of 2026 and the first 6-month period of 2026, having details as follows:

(1) The net profit of the Company and its subsidiaries in the 2nd quarter of 2026 totaled Baht 397.90 million, an increase of Baht 221.34 million from the same period last year, with earnings per share of Baht 0.76, an increase of Baht 0.42 per share, or 125.36 percent, from the same period last year, due to the following reasons:

(1.1) Net profit from the coal business derived from the Company's shareholding in the 2nd quarter of 2026 was Baht 330.31 million, an increase of Baht 161.38 million, or 95.53 percent, from the same period last year. This was due to the increase in average coal selling price of 15.03 percent.

(1.2) Net profit from the ethanol business and soil conditioner byproduct derived from the Company's shareholding in the 2nd quarter of 2026 was Baht 50.79 million. Compared with the net loss derived from the Company's shareholding of Baht 11.52 million in the same period last year, net profit increased by Baht 62.31 million, or 540.89 percent. This was due to the increase in average ethanol selling price of 15.54 percent; and

(1.3) Share of profit from the associate companies in the 2nd quarter of 2026 amounted to Baht 16.80 million, a decrease of Baht 2.35 million, or 12.27 percent, from the same period last year, due to the decrease in profits of the associate companies.

(2) The net profit of the Company and its subsidiaries for the first 6-month period of 2026 totaled Baht 574.30 million, an increase of Baht 157.38 million from the same period last year, with earnings per share of Baht 1.09, an increase of Baht 0.30 per share, or 37.75 percent, from the same period last year, due to the following reasons:

(2.1) Net profit from the coal business derived from the Company's shareholding for the first 6-month period of 2026 was Baht 430.89 million, an increase of Baht 30.68 million, or 7.67 percent, from the same period last year. This was due to the increase in average coal selling price of 1.23 percent.

(2.2) Net profit from the ethanol business and soil conditioner byproduct derived from the Company's shareholding for the first 6-month period of 2026 totaled Baht 114.88 million. Compared with the net loss derived from the Company's shareholding of Baht 11.96 million in the same period last year, net profit increased by Baht 126.84 million, or 1,060.54 percent. This was due to the increase in ethanol sales volume and the average ethanol selling price of 11.40 percent and 7.45 percent, respectively; and

(2.3) Share of profit from the associate companies for the first 6-month period of 2026 amounted to Baht 28.53 million, a decrease of Baht 0.14 million, or 0.49 percent, from the same period last year, due to the decrease in profit of the associate companies.

Details of the changes and impacts have been 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

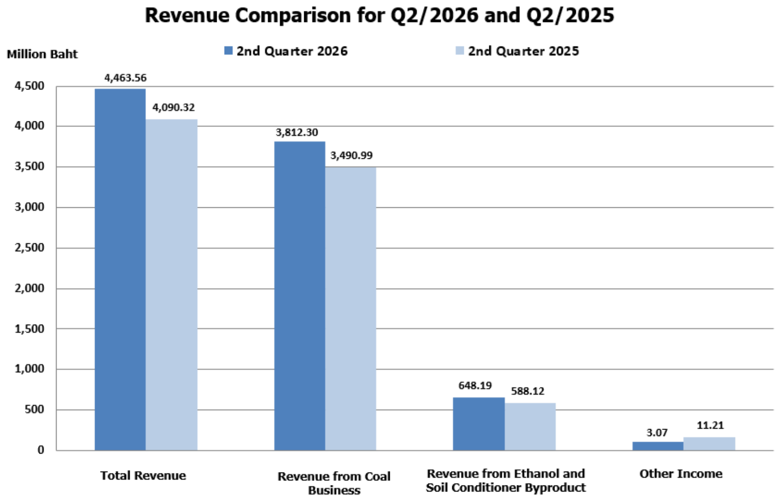
(Mrs. Petcharat Chayanon)
Chief Officer – Accounting and Finance

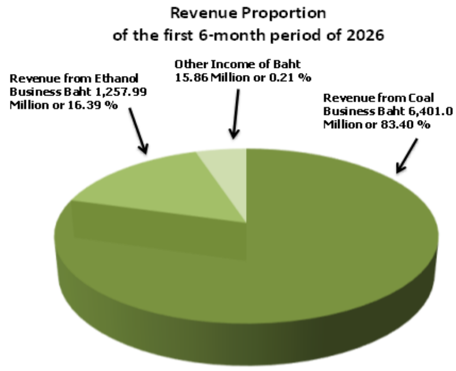
MANAGEMENT DISCUSSION AND ANALYSIS

(For the Consolidated Financial Statements for the 2nd quarter of 2026 and the first 6-month period of 2026)

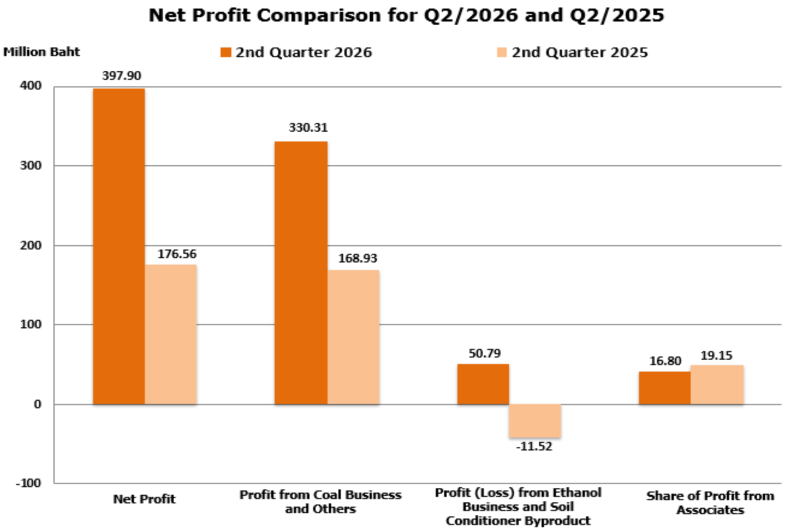
OVERALL OPERATING RESULTS

(1) The total revenue of the Company and its subsidiaries in the 2nd quarter of 2026 was Baht 4,463.56 million, an increase of Baht 373.24 million, or 9.12 percent, from the same period last year. For the first 6-month period of 2026, total revenue was Baht 7,674.85 million, a decrease of Baht 318.67 million, or 3.99 percent, from the same period last year. The proportion of revenue from the coal business, the ethanol business, and other income for the first 6-month period of 2026 was 83.40 percent, 16.39 percent, and 0.21 percent, respectively.





(2) The net profit of the Company and its subsidiaries in the 2nd quarter of 2026 and the first 6-month period of 2026 totaled Baht 397.90 million and Baht 574.30 million, respectively, equivalent to Baht 0.76 per share and Baht 1.09 per share, an increase from the same period last year of Baht 221.34 million and Baht 157.38 million, or 125.36 percent and 37.75 percent, respectively. The Company recorded a net profit margin of 11.97 percent, an EBITDA margin of 22.99 percent, and a return on equity of 6.88 percent.



(3) The overall financial position and liquidity of the Company and its subsidiaries as of June 30, 2026, were at a very good level, with the current ratio and quick ratio as high as 2.80 times and 1.70 times, respectively. The ratio of total liabilities to total assets and the ratio of total liabilities to total shareholders' equity were only 27.23 percent and 37.41 percent, respectively.

(4) Operating Results of the Coal Business or the Core Business are as follows:

(4.1) The Company and its subsidiaries had revenue from the coal business in the 2nd quarter of 2026 of Baht 3,812.30 million, an increase of Baht 321.31 million, or 9.20 percent, from the same period last year, due to the average coal selling price increasing by 15.03 percent, even though coal sales volume decreased by 5.07 percent. For the first 6-month period of 2026, revenue from the coal business was Baht 6,401.00 million, a decrease of Baht 511.50 million, or 7.40 percent, from the same period last year, due to the coal sales volume decreasing by 8.52 percent, even though the average coal selling price increased by 1.23 percent, from the same period last year.

(4.2) The Company and its subsidiaries had net profit from the coal business derived from the Company's shareholding in the 2nd quarter of 2026 and the first 6-month period of 2026 of Baht 330.31 million and Baht 430.89 million, respectively, an increase of Baht 161.38 million and Baht 30.68 million, or 95.53 percent and 7.67 percent, respectively, from the same period last year. This was due to the conflict in the Middle East, particularly in the Strait of Hormuz, which disrupted the transportation of oil and natural gas, forcing many countries to switch to coal as a substitute for electricity generation. At the same time, China, a major coal importer from Indonesia, accelerated its coal imports due to the summer season and extremely hot weather, causing global coal prices to rise significantly compared with the previous quarter.

(5) Operating Results of the Ethanol-for-Fuel Business and Soil Conditioner Byproduct or the Secondary Core Business are as follows:

(5.1) The Company and its subsidiary had total revenue from the ethanol business and soil conditioner byproduct in the 2nd quarter of 2026 of Baht 648.19 million, an increase of Baht 60.07 million or 10.21 percent from the same period last year. This was due to the increase in average ethanol selling price of 15.54 percent from the same period last year, even though the ethanol sales volume decreased by 5.51 percent from the same period last year. For the first 6-month period of 2026, revenue from the ethanol business and soil conditioner byproduct totaled Baht 1,257.99 million, an increase of Baht 204.30 million or 19.39 percent, from the same period last year. This was due to the increase in ethanol sales volume and the average ethanol selling price of 11.40 percent and 7.45 percent, respectively, from the same period last year.

(5.2) The Company and its subsidiary had net profit from the ethanol business and soil conditioner byproduct derived from the Company's shareholding in the 2nd quarter of 2026 and the first 6-month period of 2026 of Baht 50.79 million and Baht 114.88 million, respectively. Compared with the same period last year, which had a net loss derived from the Company's shareholding of Baht 11.52 million and Baht 11.96 million, respectively, the net profit increased by Baht 62.31 million and Baht 126.84 million, respectively. This was due to the increase in ethanol sales volume and effective cost control, particularly on the quality and price of raw materials.

Operating Results Analysis

Revenue (Unit: Million Baht)	2nd Quarter (Apr.-Jun.)		Increase (Decrease) (%)	First 6-Month Period (Jan. – Jun.)		Increase (Decrease) (%)
	2026	2025		2026	2025	
Revenue from Coal Sales	3,812.30	3,490.99	9.20	6,401.00	6,912.50	(7.40)
Revenue from Ethanol Sales	648.19	588.12	10.21	1,257.99	1,053.69	19.39
Other Income	3.07	11.21	(72.61)	15.86	27.33	(41.97)
Total Revenue	**4,463.56**	**4,090.32**	**9.12**	**7,674.85**	**7,993.52**	**(3.99)**

REVENUE

(1) Revenue of the Company and its subsidiaries in the 2nd quarter of 2026 totaled Baht 4,463.56 million, an increase of Baht 373.24 million, or 9.12 percent, from the same period last year, due to the following reasons:

(1.1) Revenue from the coal business in the 2nd quarter of 2026, which is the core business, totaled Baht 3,812.30 million, an increase of Baht 321.31 million, or 9.20 percent, from the same period last year, due to the increase in average coal selling price as described above.

(1.2) Revenue from the ethanol business and soil conditioner byproduct in the 2nd quarter of 2026, which is the secondary core business, totaled Baht 648.19 million, an increase of Baht 60.07 million, or 10.21 percent, from the same period last year, due to the increase in average ethanol selling price as described above; and

(1.3) Other revenue in the 2nd quarter of 2026 totaled Baht 3.07 million, a decrease of Baht 8.14 million, or 72.61 percent, from the same period last year, due to a decrease in revenue from the sale of cassava pulp.

(2) The Company and its subsidiaries had total revenue for the first 6-month period of 2026 of Baht 7,674.85 million, a decrease of Baht 318.67 million, or 3.99 percent, from the same period last year, due to the following reasons:

(2.1) Revenue from the coal business for the first 6-month period of 2026, which is the core business, totaled Baht 6,401.00 million, a decrease of Baht 511.50 million, or 7.40 percent, from the same period last year, due to the decrease in coal sales volume as described above.

(2.2) Revenue from the ethanol business and soil conditioner byproduct for the first 6-month period of 2026, which is the secondary core business, totaled Baht 1,257.99 million, an increase of Baht 204.30 million, or 19.39 percent, from the same period last year, due to the increase in ethanol sales volume and the average ethanol selling price as described above; and

(2.3) Other revenue for the first 6-month period of 2026 totaled Baht 15.86 million, a decrease of Baht 11.47 million, or 41.97 percent, from the same period last year, as there was no port service revenue from the subsidiary in Indonesia following the expiration of the contract.

EXPENSES

Expenses (Unit: Million Baht)	2nd Quarter (Apr.- Jun.)		Increase (Decrease) (%)	First 6-Month Period (Jan. – Jun.)		Increase (Decrease) (%)
	2026	2025		2026	2025	
Coal Business						
Cost of sales	1,815.55	1,940.83	(6.45)	3,297.85	3,737.59	(11.77)
Selling and administrative expenses	1,240.29	1,104.25	12.32	2,102.71	2,171.71	(3.18)
Corporate income tax	238.97	189.04	26.41	348.05	413.34	(15.80)
Ethanol Business and Soil Conditioner Byproduct						
Cost of sales	488.57	582.54	(16.13)	924.85	1,017.44	(9.10)
Selling and administrative expenses	25.93	25.55	1.49	53.24	50.47	5.49
Corporate income tax	27.47	(5.27)	621.25	48.42	(5.50)	980.36

COAL BUSINESS EXPENSES

(1) The Company and its subsidiaries had coal business expenses of Baht 3,294.81 million in the 2nd quarter of 2026, an increase of Baht 60.69 million, or 1.88 percent, from the same period last year, due to the following reasons:

(1.1) Cost of sales decreased by Baht 125.28 million, or 6.45 percent, from the same period last year, due to the decrease in coal sales volume and the average cost of sales per metric ton of 5.07 percent and 1.46 percent, respectively.

(1.2) Selling and administrative expenses increased by Baht 136.04 million, or 12.32 percent, from the same period last year, due to the increase in royalty fees paid to the government because of higher coal selling prices, together with an increase in foreign exchange loss of Baht 38.03 million; and

(1.3) Corporate income tax expense increased by Baht 49.93 million, or 26.41 percent, from the same period last year, due to the increase in profit.

(2) The Company and its subsidiaries had coal business expenses of Baht 5,748.61 million for the first 6-month period of 2026, a decrease of Baht 574.03 million, or 9.08 percent, from the same period last year, due to the following reasons:

(2.1) Cost of sales decreased by Baht 439.74 million, or 11.77 percent, from the same period last year, due to the decrease in coal sales volume and the average cost of sales per metric ton of 8.52 percent and 3.54 percent, respectively.

(2.2) Selling and administrative expenses decreased by Baht 69.00 million, or 3.18 percent, from the same period last year, due to the decrease in royalty fees paid to the government because of lower coal sales volume; and

(2.3) Corporate income tax expense decreased by Baht 65.29 million, or 15.80 percent, from the same period last year, due to the decrease in profit of the subsidiaries in Indonesia.

ETHANOL BUSINESS AND SOIL CONDITIONER BYPRODUCT EXPENSES

(1) The Company and its subsidiaries had ethanol business and soil conditioner byproduct expenses in the 2nd quarter of 2026 of Baht 541.97 million, a decrease of Baht 60.85 million, or 10.09 percent, from the same period last year due to the following reasons:

(1.1) Cost of sales decreased by Baht 93.97 million, or 16.13 percent, from the same period last year, due to the cost of molasses, the main raw material, decreasing by 12.43 percent, and the decline in ethanol sales volume , as described above.

(1.2) Selling and administrative expenses increased by Baht 0.38 million, or 1.49 percent, from the same period last year, due to the increase in ethanol transportation expenses.

(1.3) Corporate income tax expense increased by Baht 32.74 million, from the same period last year, due to the increase in profit.

(2) Ethanol business and soil conditioner byproduct expenses of the Company and its subsidiary for the first 6-month period of 2026 totaled Baht 1,026.51 million, a decrease of Baht 35.90 million, or 3.38 percent, from the same period last year, due to the following reasons:

(2.1) Cost of sales decreased by Baht 92.59 million, or 9.10 percent, from the same period last year, due to the decrease in cost of molasses, the main raw material, of 16.35 percent from the same period last year.

(2.2) Selling and administrative expenses increased by Baht 2.77 million, or 5.49 percent, from the same period last year, due to the increase in ethanol transportation expenses; and

(2.3) Corporate income tax expense increased by Baht 53.92 million from the same period last year, due to the increase in profit.

FINANCIAL INCOME AND FINANCIAL EXPENSE

Description	Unit: Million Baht						Increase (Decrease)	
	2nd Quarter 2026			2nd Quarter 2025				
	Coal Business	Ethanol Business and Soil Conditioner Byproduct	Total	Coal Business	Ethanol Business and Soil Conditioner Byproduct	Total	Million Baht	%
2nd Quarter 2026								
Financial income	13.65	0.03	13.68	20.17	0.03	20.20	(6.52)	(32.28)
Financial expense	8.38	9.72	18.10	5.96	14.21	20.17	(2.07)	(10.26)
First 6-Month Period of 2026								
Financial income	28.53	0.04	28.57	46.93	0.07	47.00	(18.43)	(39.21)
Financial expense	15.85	22.04	37.89	8.61	28.63	37.24	0.65	1.75

(1) The Company and its subsidiaries had financial income in the 2nd quarter of 2026 and the first 6-month period of 2026 of Baht 13.68 million and Baht 28.57 million, respectively, a decrease of Baht 6.52 million and Baht 18.43 million, or 32.28 percent and 39.21 percent, respectively, from the same period last year, due to the decrease in interest income; and

(2) The Company and its subsidiaries had financial expenses in the 2nd quarter of 2026 of Baht 18.10 million, a decrease of Baht 2.07 million, or 10.26 percent, from the same period last year. For the first 6-month period of 2026, the Company and its subsidiaries had financial expenses of Baht 37.89 million, an increase of Baht 0.65 million, or 1.75 percent, from the same period last year.

GROSS PROFIT

Gross Profit	Coal Business		Ethanol Business and Soil Conditioner Byproduct		Total	
	Million Baht	%	Million Baht	%	Million Baht	%
2nd Quarter 2026						
Revenues from sales	3,812.30	100.00	648.19	100.00	4,460.49	100.00
Less Cost of sales	1,815.55	47.62	488.57	75.37	2,304.12	51.66
Gross Profit	**1,996.75**	**52.38**	**159.62**	**24.63**	**2,156.37**	**48.34**
2nd Quarter 2025						
Revenues from sales	3,490.99	100.00	588.12	100.00	4,079.11	100.00
Less Cost of sales	1,940.83	55.60	582.54	99.05	2,523.37	61.86
Gross Profit	**1,550.16**	**44.40**	**5.58**	**0.95**	**1,555.74**	**38.14**
First 6-Month Period of 2026						
Revenues from sales	6,401.00	100.00	1,257.99	100.00	7,658.99	100.00
Less Cost of sales	3,297.85	51.52	924.85	73.52	4,222.70	55.13
Gross Profit	**3,103.15**	**48.48**	**333.14**	**26.48**	**3,436.29**	**44.87**
First 6-Month Period of 2025						
Revenues from sales	6,912.50	100.00	1,053.69	100.00	7,966.19	100.00
Less Cost of sales	3,737.59	54.07	1,017.44	96.56	4,755.03	59.69
Gross Profit	**3,174.91**	**45.93**	**36.25**	**3.44**	**3,211.16**	**40.31**

(1) Gross profit of the Company and its subsidiaries in the 2nd quarter of 2026 totaled Baht 2,156.37 million, or 48.34 percent of sales revenue, an increase from the same period last year, with gross profit of Baht 1,555.74 million, or 38.14 percent of sales revenue, due to the following reasons:

(1.1) Gross profit from the coal business in the 2nd quarter of 2026 totaled Baht 1,996.75 million, or 52.38 percent of sales revenue, an increase from the same period last year, with gross profit of Baht 1,550.16 million, or 44.40 percent of sales revenue, due to the significant increase in average coal selling price of 15.03 percent, while the average cost of coal sales decreased by 1.46 percent; and

(1.2) Gross profit from the ethanol business and soil conditioner byproduct in the 2nd quarter of 2026 totaled Baht 159.62 million, or 24.63 percent of sales revenue, an increase from the same period last year, with gross profit of Baht 5.58 million, or 0.95 percent of sales revenue, due to the significant increase in average ethanol selling price of 15.54 percent and the decrease in cost of ethanol sales of 11.26 percent, resulting from the lower price of molasses, the main raw material, as described above.

(2) Gross profit of the Company and its subsidiaries for the first 6-month period of 2026 totaled Baht 3,436.29 million, or 44.87 percent of sales revenue, an increase from the same period last year, with gross profit of Baht 3,211.16 million, or 40.31 percent of sales revenue, due to the following reasons:

(2.1) Gross profit from the coal business for the first 6-month period of 2026 totaled Baht 3,103.15 million, or 48.48 percent of sales revenue, a decrease from the same period last year, with gross profit of Baht 3,174.91 million, or 45.93 percent of sales revenue, due to the decrease in coal sales volume as described above; and

(2.2) Gross profit from the ethanol business and soil conditioner byproduct for the first 6-month period of 2026 totaled Baht 333.14 million, or 26.48 percent of sales revenue, an increase from the same period last year, with gross profit of Baht 36.25 million, or 3.44 percent of sales revenue, due to the significant increase of average ethanol selling price of 7.45 percent, together with the cost of ethanol sales decreasing significantly by 18.42 percent, resulting from the lower price of molasses, the main raw material, as described above.

NET PROFIT

Net Profit	Unit	2nd Quarter (Apr. – Jun.)		Increase (Decrease) (%)	First 6-Month Period (Jan. – Jun.)		Increase (Decrease) (%)
		2026	2025		2026	2025	
Profit from Coal Business	Million Baht	330.31	168.93	95.53	430.89	400.21	7.67
Profit from Ethanol Business and Soil Conditioner Byproduct	Million Baht	50.79	(11.52)	540.89	114.88	(11.96)	1,060.54
Share of income from associate companies	Million Baht	16.80	19.15	(12.27)	28.53	28.67	(0.49)
Net Profit	Million Baht	**397.90**	**176.56**	**125.36**	**574.30**	**416.92**	**37.75**
Net Earnings per Share	Baht per Share	**0.76**	**0.34**		**1.09**	**0.79**	
Remark: Registered par value of Baht 1 per share							

(1) The net profit of the Company and its subsidiaries in the 2nd quarter of 2026 totaled Baht 397.90 million, an increase of Baht 221.34 million from the same period last year, with earnings per share of Baht 0.76, an increase of Baht 0.42 per share, or 125.36 percent, from the same period last year, due to the following reasons:

(1.1) Net profit from the coal business derived from the Company's shareholding, in the 2nd quarter of 2026 was Baht 330.31 million, an increase of Baht 161.38 million, or 95.53 percent, from the same period last year. This was due to the increase in the coal sales volume and the average coal selling price, as well as the decrease in the cost of coal sales as described above.

(1.2) Net profit from the ethanol business and soil conditioner byproduct derived from the Company's shareholding in the 2nd quarter of 2026 was Baht 50.79 million. Compared with the net loss derived from the Company's shareholding of Baht 11.52 million in the same period last year, net profit increased by Baht 62.31 million, or 540.89 percent, due to the increase in the average ethanol selling price and the decrease in costs, as described above.

(1.3) Share of income from the associate companies in the 2nd quarter of 2026 amounted to Baht 16.80 million, a slight decrease of Baht 2.35 million, or 12.27 percent, from the same period last year.

(2) The net profit of the Company and its subsidiaries for the first 6-month period of 2026 totaled Baht 574.30 million, an increase of Baht 157.38 million from the same period last year, with earnings per share of Baht 1.09, an increase of Baht 0.30 per share, or 37.75 percent, from the same period last year, due to the following reasons:

(2.1) Net profit from the coal business derived from the Company's shareholding for the first 6-month period of 2026 was Baht 430.89 million, an increase of Baht 30.68 million, or 7.67 percent, from the same period last year. This was due to the increase in average coal selling price as described above.

(2.2) Net profit from the ethanol business and soil conditioner byproduct, derived from the Company's shareholding, for the first 6-month period of 2026 totaled Baht 114.88 million. Compared with the net loss derived from the Company's shareholding of Baht 11.96 million in the same period last year, net profit increased by Baht 126.84 million, or 1,060.54 percent, due to the increase in ethanol sales volume and the average ethanol selling price, together with the cost of sales decreasing, as described above; and

(2.3) Share of profit from the associate companies for the first 6-month period of 2026 amounted to Baht 28.53 million, a decrease of Baht 0.14 million, or 0.49 percent, from the same period last year, due to the decrease in profit of the associate companies.

EARNINGS EFFICIENCY

(1) EBITDA (earnings before financial expenses, corporate income tax, depreciation and amortization) for the first 6-month period of 2026 was Baht 1,764.65 million, a decrease of Baht 104.55 million, or 5.59 percent, from the first 6-month period of 2025, with an EBITDA margin of 22.99 percent, a decrease of 1.67 percent from the same period last year.

(2) The net profit margin of the Company and its subsidiaries for the first 6-month period of 2026 was 11.97 percent, an increase of 47.96 percent from the same period last year.

(3) Return on equity of the Company and its subsidiaries for the first 6-month period of 2026 was 6.88 percent, an increase of 37.86 percent from the same period last year.

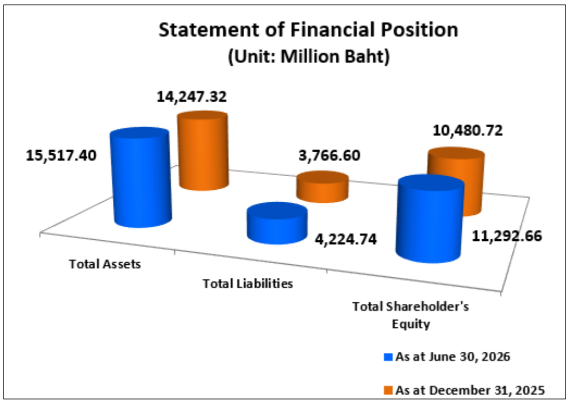
(4) Return on total assets and return on fixed assets of the Company and its subsidiaries for the first 6-month period of 2026 were 6.17 percent and 31.72 percent, an increase of 37.32 percent and 45.33 percent, respectively, from the same period last year.

STATEMENTS OF FINANCIAL POSITION

Description	Unit	As at June 30, 2026	As at December 31, 2025	Increase (Decrease)	%
Total Assets	Million Baht	15,517.40	14,247.32	1,270.08	8.91
Total Liabilities	Million Baht	4,224.74	3,766.60	458.14	12.16
Total Shareholders' Equity	Million Baht	11,292.66	10,480.72	811.94	7.75
Book Value	**Bath per Share**	**16.33**	**15.46**	**0.87**	**5.63**
Remark: Registered par value of Baht 1 per share					

ASSETS: The Company and its subsidiaries had total assets of Baht 15,517.40 million as at June 30, 2026, an increase from the end of 2025 of Baht 1,270.08 million, or 8.91 percent, due to (1) increase in current assets of Baht 841.96 million, or 10.92 percent, comprising (a) decrease in cash and cash equivalents of Baht 358.91 million, or 9.63 percent; (b) increase in trade and other receivables of Baht 716.12 million, or 62.85 percent; (c) increase in inventories of Baht 178.47 million, or 45.06 percent; and (d) increase in other current assets, mainly comprising corporate income tax receivable and advance payments for goods, of Baht 306.28 million, or 12.51 percent; and (2) increase in non-current assets of Baht 428.12 million, or 6.55 percent.

LIABILITIES: The Company and its subsidiaries had total liabilities of Baht 4,224.74 million as at June 30, 2026, an increase from the end of 2025 of Baht 458.14 million, or 12.16 percent, due to (1) increase in trade and other payables of Baht 41.26 million, or 4.61 percent; (2) increase in accrued expenses, mainly comprising overburden removal and transportation costs, of Baht 467.72 million, or 96.30 percent; (3) net increase in other liabilities, mainly comprising deferred tax liabilities, mine rehabilitation provisions of subsidiaries, and employee benefit obligations, of Baht 147.46 million, or 16.12 percent; and (4) decrease in short-term and long-term loans of subsidiaries of Baht 198.30 million, or 13.48 percent.



TOTAL SHAREHOLDERS' EQUITY: The Company and its subsidiaries had total shareholders' equity of Baht 11,292.66 million as at June 30, 2026, an increase from the end of 2025 of Baht 811.94 million, or 7.75 percent, resulting in the increase in book value per share from Baht 15.46 to Baht 16.33, an increase of Baht 0.87 per share, or 5.63 percent, due to (1) increase in retained earnings from previous year of Baht 311.51 million, or 4.45 percent, as a result of the net profit of Baht 574.30 million, but offset by dividend payments of Baht 262.50 million and a loss on other miscellaneous items of Baht 0.29 million; (2) increase in translation adjustments of Baht 145.07 million, or 172.56 percent; and (3) increase in non-controlling interests of Baht 355.36 million, or 15.02 percent.

CASH FLOWS

Description	Unit: Million Baht	
	First 6-month Period of 2026	First 6-month Period of 2025
Cash Flows from (used in) Operating Activities	801.78	1,502.27
Cash Flows from (used in) Investing Activities	(325.11)	345.58
Cash Flows from (used in) Financing Activities	(449.36)	(1,334.27)
Increase (Decrease) in Translation Adjustments in Financial Statements	(23.22)	(5.09)
Net Increase (Decrease) in Cash	4.09	508.49
Cash at the beginning of the period	2,725.56	2,072.46
Cash at the end of the period	**2,729.65**	**2,580.95**

(1) The Company and its subsidiaries had net cash from operating activities for the first 6-month period of 2026 totaling Baht 801.78 million, comprising (a) profit before corporate income tax of Baht 1,315.40 million; (b) non-cash items, such as depreciation and amortization, mainly relating to the coal mining operations of the subsidiaries in Indonesia, of Baht 412.68 million; (c) increase in operating assets of Baht 1,125.60 million; (d) increase in operating liabilities of Baht 383.78 million; (e) interest received of Baht 36.00 million; and (f) interest paid and corporate income tax of Baht 220.48 million.

(2) The Company and its subsidiaries had net cash used in investing activities for the first 6-month period of 2026 totaling Baht 325.11 million, comprising (a) increase in land, buildings, and equipment of Baht 34.03 million; (b) increase in coal mining expenditures of the subsidiaries in Indonesia of Baht 551.03 million; (c) decrease in short-term investments and other items of Baht 241.61 million; and (d) dividends received from the associate companies of Baht 18.34 million.

(3) The Company and its subsidiaries had net cash used in financing activities for the first 6-month period of 2026 totaling Baht 449.36 million, comprising (a) decrease in loans of Baht 218.08 million; (b) dividend payments of Baht 306.77 million; (c) decrease in lease liability payments of Baht 14.03 million; and (d) increase in non-controlling interests of Baht 89.52 million.

ASSET MANAGEMENT CAPABILITY

(1) Trade and other receivables of the Company and its subsidiaries as at June 30, 2026, accounted for 11.96 percent of total assets.

(2) Inventories of the Company and its subsidiaries as at June 30, 2026, accounted for 3.70 percent of total assets.

(3) Goodwill arising from the Company's investment in a subsidiary as at June 30, 2026, accounted for 1.20 percent of total assets.

LIQUIDITY AND SUFFICIENCY OF CAPITAL

(1) The Company and its subsidiaries had a current ratio and a quick ratio as high as 2.80 times and 1.70 times, respectively, as at June 30, 2026, and had sufficient credit facilities available to support future working capital requirements.

(2) The Company and its subsidiaries had a total debt-to-equity ratio of only 0.37:1 as at June 30, 2026, reflecting a low level of leverage and an appropriate capital structure. The Company and its subsidiaries also had sufficient cash generated from operating activities and adequate credit facilities to support future investment projects.

(3) The Company and its subsidiaries had a cash cycle of 24 days for the first 6-month period of 2026, a decrease of 3 days from the same period last year. The collection period was 35 days, an increase of 1 day; the inventory turnover period was 21 days, an increase of 3 days; and the trade payables payment period was 32 days, an increase of 7 days, as compared with the same period last year.

DEBT OBLIGATION

(1) A domestic subsidiary engaged in the production and distribution of ethanol for fuel has obligations under the terms and conditions of a loan agreement with a domestic commercial bank, as follows:

A. The subsidiary is required to maintain a Debt-to-Equity Ratio (D/E) of not more than 2.5 times and a Debt Service Coverage Ratio (DSCR) of not less than 1.1 times throughout the term of the loan agreement. As of June 30, 2026, the subsidiary was able to maintain the ratios in accordance with the obligations stipulated in the loan agreement.

B. The lending bank requires the Company to maintain a shareholding of not less than 50 percent of the subsidiary's total issued shares throughout the term of the loan agreement. The Company currently has no policy to sell or reduce its shareholding in the subsidiary to below 50 percent.

C. The lending bank requires that the subsidiary shall not pay dividends to its shareholders, including the Company, if it fails to comply with the terms and conditions of the loan agreement, such as maintaining the required Debt-to-Equity Ratio (D/E), Debt Service Coverage Ratio (DSCR), and the Company's minimum shareholding in the subsidiary. To date, the subsidiary has not been in default or breached any of the terms and conditions of the loan agreement and has continuously received strong financial support from the lending bank.

(2) An overseas subsidiary engaged in the production and distribution of coal has obligations under the terms and conditions of a loan agreement with a domestic commercial bank, as follows:

A. The subsidiary is required to maintain a Debt-to-Equity Ratio (D/E) of not more than 1.5 times, a Debt Service Coverage Ratio (DSCR) of not less than 1.5 times, and a Total Bank Debt to EBITDA ratio of not more than 3.5 times throughout the term of the loan agreement. As of June 30, 2026, the subsidiary was able to maintain the ratios in accordance with the obligations stipulated in the loan agreement.

B. The lending bank requires that the subsidiary may pay dividends without obtaining prior approval or consent from the lending bank, provided that the lending bank is notified in writing. Following the dividend payment, the subsidiary is required to maintain a Current Ratio of not less than 1.1 times, a Debt Service Coverage Ratio (DSCR) of not less than 2.0 times, and profitable operating results.

FUTURE TREND

Coal Business: Coal prices in the 3rd quarter of 2026 are expected to remain stable or increase slightly, supported by electricity demand in Asia, particularly in China, a major coal importer. In addition, geopolitical tensions are expected to continue driving demand for coal, particularly coal from Indonesia, as a substitute for liquefied natural gas (LNG). At the same time, Indonesia continues to face market pressure from coal production quota restrictions. Most coal mines are still awaiting approval for higher production quotas, which is expected to be announced during the 3rd quarter of 2026. If such approvals are not granted, many coal mines may have to temporarily suspend production in the 4th quarter of 2026, which could have a significant impact on electricity generation across Asia. Nevertheless, the Company and its subsidiaries remain committed to Environmental, Social and Governance (ESG) principles by continuously promoting the development of renewable energy to reduce environmental impacts and greenhouse gas emissions. The Company has commenced the commercial operation of a 1.2-megawatt (MWdc) ground-mounted solar farm to generate and supply electricity to Thai Agro Energy Public Co., Ltd. (TAE), a subsidiary, with commercial operations commencing on April 1, 2026. In addition, the Company is considering investment opportunities in other renewable energy businesses and seeking additional coal resources to support the sustainable long-term growth of the Company and its subsidiaries. The Company expects the coal business to continue generating strong profits and satisfactory operating results throughout 2026.

Ethanol Business: The Company expects the ethanol business to continue delivering satisfactory operating results during the second half of 2026, despite the expected increase in molasses prices compared with the first six months of 2026. In addition, the renewed conflict in the Middle East has driven oil prices higher. The retail price differential between E10 and E20 fuels is expected to encourage greater consumption of E20 fuel, thereby increasing demand for ethanol.

Overall Business: In 2026, the overall outlook for the Company's coal business remains positive. Although the global economy continues to face uncertainties arising from trade restrictions measures and geopolitical conflicts, which may affect economic growth in both the global economy and Thailand, electricity demand across Asia remains strong. At the same time, geopolitical tensions have encouraged many countries to increase the use of coal as a substitute for liquefied natural gas (LNG). In addition, coal production quota restrictions imposed by the Indonesian government and the continued limitations on the approval of Work Plan and Budget (RKAB) have kept global coal supply relatively tight, thereby supporting coal prices to remain stable or increase slightly. Nevertheless, the Company continues to closely monitor key risk factors that may affect its operating results, including global economic conditions, foreign exchange rates, oil prices, freight costs, and changes in regulations in Indonesia and other trading partner countries. At the same time, the Company remains focused on cost management and continuous improvement on operational efficiency to maintain its competitiveness and achieve stable operating results over the long term.