

(Translation)

SGP/SET-251

August 8, 2024

Subject Explanation of the change in operating results for the 2nd quarter and six-month period ended June 30, 2024 over 20% compared with the same period of the previous year

To President
The Stock Exchange of Thailand

Siamgas and Petrochemicals Public Company Limited would like to explain the change in operating results for the 2nd quarter and six-month period ended June 30, 2024 compared with the same period of the previous year as follows:

For the three-month in Q2/2024 compared with the same period of the previous year

Siamgas and Petrochemicals Public Company Limited and its subsidiaries (Siamgas Group) had the operating results in Q2/2024 with the net loss attributable to owners of the parent company of Baht 10.36 million compared with the same period in Q2/2023, the net loss attributable to owners of the parent company of Baht 1,254.57 million which net loss decreased by Baht 1,244.21 million or 99.17% with main reasons as follows:

1. Revenue from sales, transportation, services

In Q2/2024, Siamgas Group had revenue from sales, transportation and services of Baht 20,917.02 million compared with the same period in Q2/2023 of Baht 20,495.68 million which increased by Baht 421.34 million or 2.06%. Mainly resulted from the LPG world price (CP Saudi Aramco) higher than the same period as the previous year. The average LPG world price for 3 months as at Q2/2024 and Q2/2023 was USD 591 per metric ton and USD 517 per metric ton respectively.

2. Cost of Sales & Services, Cost of Transportation and Gross Profit

During the period of Q2/2024, Siamgas Group had cost of sales, services and transportations of Baht 20,318.07 million compared with Q2/2023 of Baht 21,507.09 million which decreased by Baht 1,189.02 million or 5.53%. Mainly resulted from the cost of inventory for sales lower than the same period as the previous year.

Siamgas Group had generated overall gross profit for Q2/2024 of Baht 598.95 million or equal to gross loss of 2.86% compared with gross loss for Q2/2023 amounting to Baht 1,011.41 million or equal to gross margin of

4.93%. The gross profit increased by Baht 1,610.36 million or 159.22%. Mainly reason from the cost of inventory for sales lower than the same period as the previous year, as above mentions.

3. Other income

In Q2/2024, Siamgas Group had other income amounting to Baht 86.00 million, compared to Q2/2023 amounting to Baht 140.79 million which decreased by Baht 54.79 million or 38.92%. Main reason was from the gain on exchange rate amount Baht 40.60 million.

4. Financial Costs

In Q2/2024, Siamgas Group had the financial costs of Baht 249.36 million, compared to Q2/2023 amounting to Baht 268.48 million which decreased by Baht 19.13 million or 7.13%. Main reason was decreased of short-term borrowings from financial institutions for working capital of business group during the period.

For the six-month in Q2/2024 compared with the same period of the previous year

Siamgas Group had the operating results for the six-month period in Q2/2024 with the net profit attributable to Owners of the parent company of Baht 625.37 million compared with the same period in Q2/2023, the net loss attributable to Owners of the parent company of Baht 970.81 million which net profit increased by Baht 1,596.18 million or 164.42% with the main reasons as follows:

1. Revenue from sales, transportation, services

Siamgas Group had revenue from sales, transportation and services for the six-month period in Q2/2024 of Baht 44,177.71 million compared with six-month period in Q2/2023 of Baht 45,153.35 million which decreased by Baht 975.64 million or 2.16%. These mainly resulted from slightly decreased in sales volume compared with the same period as the previous year. The average LPG world price for 6 months as at Q2/2024 and Q2/2023 were the same at USD 611 per metric ton.

2. Cost of Sales & Services, Cost of Transportation and Gross Profit

During the period of Q2/2024 for the six-month, Siamgas Group had cost of sales, services and transportations of Baht 42,343.15 million compared with six-month period in Q2/2023 of Baht 45,359.40 million which decreased by Baht 3,016.25 million or 6.65%. Mainly resulted from the cost of inventory for sales lower than the same period as the previous year.

Siamgas Group had generated overall gross profit for Q2/2024 of Baht 1,834.56 million or equal to gross margin of 4.15% compared with gross loss for Q2/2023 amounting to Baht 206.05 million or equal to gross loss of 0.46%. The gross profit increased by Baht 2,040.61 million or 990.35%. Mainly resulted from the cost of inventory for sales lower than the same period as the previous year. Gross profit as table below;

Unit: Million Baht			
Gross profit	Y 2024	Y 2023	Increased
Q1	1,235.61	805.36	430.25
Q2	598.95	(1,011.41)	1,610.36
Total	1,834.56	(206.05)	2,040.61

3. Financial Costs

For the six-month ended June 30, 2024, Siamgas Group had the financial costs of Baht 521.55 million, compared to Q2/2023 amounting to Baht 496.33 million which increased by Baht 25.22 million or 5.08%. Main reason was increased of short-term borrowings from financial institutions for working capital of business group during the period.

Please be informed accordingly,

Sincerely yours,

(Mrs. Jintana Kingkaew)

Deputy Managing Director