



Ref. Thor Hor (Por Por) 020/2567

November 7, 2024

To: The President
The Stock Exchange of Thailand

Re: Report on the operating result of the reviewed consolidated financial statements for the third quarter ended September 30, 2024.

Dear Sirs,

TPI Polene Power Public Company Limited (“the Company”) would like to report the operating result of the reviewed consolidated financial statements for the third quarter ended September 30, 2024 as follows:-

Total revenue from sales of power and goods and revenue from adders in Q3/2024 were Baht 2,691 million compared with Baht 2,437 million in Q3/2023, an increase of 10.43%, as the units of power sale increased. Total income in Q3/2024 was Baht 2,879 million compared with Baht 2,504 million in Q3/2023, an increase of 14.95%.

In Q3/2024, the Company and its subsidiaries registered profit for the period of Baht 833 million (or basic earnings per share of Baht 0.099) compared with profit for the period in Q3/2023 of Baht 839 million (or basic earnings per share of Baht 0.100), a decrease of 0.64%.

Profit for the period of Baht 833 million in Q3/2024 was comprised of normal operating profit of Baht 832 million, net foreign exchange gain of Baht 117 million and tax expense of Baht 115 million, whereas profit for the period of Baht 839 million in Q3/2023 was comprised of normal operating profit of Baht 886 million, net foreign exchange loss of Baht 34 million and tax expense of Baht 13 million.

For the first nine-month period of the year 2024, the Company and its subsidiaries registered profit for the period of Baht 2,390 million (or basic earnings per share of Baht 0.285) compared with profit for the period in 9M/2023 of Baht 2,820 million (or basic earnings per share of Baht 0.336), a decrease of 15.23%. Normal operating profit in 9M/2024 was Baht 2,502 million compared with the same of Baht 2,885 million in 9M/2023, a decrease of 13.29%.

As at September 30, 2024, the Company and its subsidiaries’ total assets and total equity were Baht 65,200 million and Baht 33,828 million respectively. Book value per share was Baht 4.03. Details of consolidated financial statements for the third quarter ended September 30, 2024, can be summarized as follows:-

บริษัท ทีพีโอ โพลีน เพาเวอร์ จำกัด (มหาชน)

TPI POLENE POWER PUBLIC COMPANY LIMITED

Assets

The Company and its subsidiaries' total assets as at September 30, 2024 was Baht 65,200 million as compared with Baht 59,767 million as at December 31, 2023, an increase of Baht 5,433 million, or increased by 9.09%. Details of the major accounting change are as follows:

Unit: Million Baht

	As at 30 Sept. 2024	As at 31 Dec. 2023	Increase (Decrease)	%
Cash and cash equivalents	3,824	2,434	1,390	57.11
Trade accounts receivable	2,447	1,727	720	41.69
Other current financial assets	-	1,985	(1,985)	(100.00)
Inventories	1,849	1,824	25	1.37
Advances for plant and equipment	325	683	(359)	(52.47)
Property, plant and equipment	53,031	48,025	5,006	10.42
Total assets	65,200	59,767	5,433	9.09

Liabilities

The Company and its subsidiaries' total liabilities as at September 30, 2024 was Baht 31,372 million as compared with Baht 26,566 million as at December 31, 2023, an increase of Baht 4,807 million, or increased by 18.09%. Details of the major accounting change are as follows:-

Unit : Million Baht

	As at 30 Sept. 2024	As at 31 Dec. 2023	Increase (Decrease)	%
Trade account payable and other payables	2,898	2,376	522	21.96
Current income tax payable	105	0.41	104	25,348.91
Debentures	25,937	21,937	4,000	18.23
Interest Bearing Debts (IBD)	27,809	23,672	4,137	17.48
Net Interest Bearing Debts (Net IBD) *	23,985	19,253	4,732	24.58
Total Liabilities	31,372	26,566	4,807	18.09

Note : * Net Interest Bearing Debts means Interest Bearing Debts less cash and cash equivalents and other current financial assets.

As at September 30, 2024, Interest Bearing Debts (IBD) of the Company and its subsidiaries' was Baht 27,809 million compared with Baht 23,672 million as at December 31, 2023, an increase of 17.48% or increased by Baht 4,137 million, whilst Net Interest Bearing Debts (Net IBD) as at September 30, 2024 were Baht 23,985 million as compared with Baht 19,253 million as at December 31, 2023, an increase of 24.58% or increased by Baht 4,732 million.

Equity

The Company and its subsidiaries' total equity as at September 30, 2024 was Baht 33,828 million, an increase of Baht 626 million, from Baht 33,202 million as at December 31, 2023, or increased by 1.89%. Details of the major accounting change are as follows:-

Unit : Million Baht

	As at 30 Sept. 2024	As at 31 Dec. 2023	Increase (Decrease)	%
Retained earnings - unappropriated	10,007	9,381	626	6.68
Total equity	33,828	33,202	626	1.89
Book value per share (Baht)	4.03	3.95	0.07	1.89

As at September 30, 2024, the Company and its subsidiaries' Interest Bearing Debts to Equity ratio (IBD/Equity ratio) equated 0.82 times and Net IBD to Equity ratio equated 0.71 times.

Profit (Loss)

The Company and its subsidiaries registered profit for the period of Baht 833 million in Q3/2024, a decrease of Baht 5 million, from Baht 839 million in Q3/2023, or decreased by 0.64%.

For the first nine-month period of the year 2024, the Company and its subsidiaries registered profit for the period of Baht 2,390 million compared with profit for the period in 9M/2023 of Baht 2,820 million, a decrease of 15.23%. Details of the major accounting change are as follows:-

Unit : Million Baht

	For nine-month period ended 30 Sept. 2024	Q3/2024	Q3/2023	Increase (Decrease)	%
Revenue from sale of power and goods	5,876	1,996	1,744	252	14.44
Revenue from adders	2,071	696	693	2	0.35
Total Revenue from sales	7,947	2,691	2,437	254	10.43
Cost of sales of power and goods	5,091	1,708	1,460	248	16.96
Gross profit	2,856	983	977	7	0.67
Investment income and other income	240	70	67	3	4.81
Distribution costs and administrative expenses	409	158	118	41	34.46
Finance cost	189	64	41	23	55.35
Tax expense	130	115	13	102	765.91
Net foreign exchange gain (loss)	19	117	(34)	151	447.92
Total profit	2,390	833	839	(5)	(0.64)
Earnings before interest, taxes, depreciation and amortization (EBITDA)	3,513	1,285	1,140	145	12.69

For the first nine-month period of the year 2024, the Company and its subsidiaries registered earnings before interest, taxes, depreciation and amortization (EBITDA) of Baht 3,513 million. IBD to EBITDA (annualized) ratio equated 5.94 times and Net IBD/ EBITDA (annualized) ratio equated 5.12 times respectively.

ESG Performance

The Company is committed to strengthening the business for sustainable growth under the development with consideration for environmental, social, and corporate governance dimension or ESG (Environmental, Social and Governance). ESG performance in the first nine-month period of the year 2024 is summarized as follows:-

Environmental Performance

1. The Company used a total of 2,171,533.25 million tons of all types of waste as fuel in the Company's power plants and sold sorted waste to cement plants of TPI Polene Public Company Limited to be used as fuel in cement production, which reduced greenhouse gas emissions by approximately 5,037,957.14 tCO₂e (emission factor is calculated based on the above wastes left into landfill waste, will generate 2.32 tons of greenhouse gases per 1 ton of landfill waste).

As at September 30, 2024, the Company obtained carbon credit registration from Thailand Greenhouse Gas Management Organization (Public Organization), totaling 1,559,229 tCO₂e, and received a Renewable Energy Certificate (REC) from the Electricity Generating Authority of Thailand (EGAT) from renewable energy power generation (from waste fuel and waste heat recovery). The Company has registered and opened a REC volume trading account with the International REC Standard (I-REC) of 2,504,658.94 RECs (1 REC represents 1 MWh of electricity generated from renewable energy).

2. The Company reduced greenhouse gas emissions from power plants by 321,689.87 tons of CO₂e or decreased by 17.35%, from 1,853,619.87 tons of CO₂e in the first nine-month period of the year 2023 to 1,531,930.00 tons of CO₂ equivalents in the first nine-month period of the year 2024.
3. The Company was able to reuse the effluents from the electricity generation process to re-filter of 285,990 cubic meters, representing 4.60% of the total water consumption of 6,222,364 cubic meters.
4. The Company utilized industrial waste from the production process to be used as renewable fuel, renewable materials and recycled for total of 11,069.31 tons, representing 100% of total quantity of industrial wastes generated, to comply with the "Zero Waste" policy
5. TPI Polene Group supports the conservation of natural resources and environment by carrying out the following activities:-
 - 5.1 On June 14, 2024, the Company joined the activities of 2024 Muak Lek River Conservation Day with Muak Lek District, at Waterfall Chet Sao Noi National Park, Muak Lek district, Amphur Muak Lek, Saraburi Province.
 - 5.2 On June 27, 2024, the Company participated in "Forest Restoration Project" with Thap Kwang Research Station, Faculty of Forestry, Kasetsart University, aiming to increase CO₂ absorption and for community benefits, on the Auspicious Occasion of His Majesty the King's 6th Birthday Anniversary, by planting 1,000 trees within a total area of 25 Rai at the Thap Kwang Research Station, Thap Kwang district, Amphur Kaeng Khoi, Saraburi Province.
 - 5.3 On July 11, 2024, the Company participated in "Tree Planting Project" on the Auspicious Occasion of His Majesty the King's 6th Birthday Anniversary with Saraburi Provincial Office of Natural Resources and Environment by planting 1,100 trees (Bungor trees, Burmese rosewood trees, and Inthanin trees) within a total area of 50 Rai in Khaoman Community Forest area, BanThai, Moo 3, Thap

Kwang Subdistrict, Amphur Kaeng Khoi, Saraburi Province and supported the budget of Baht 250,000.

- 5.4 On August 5, 2024, the Company participated in “Nakarafa Joint Tree Planting Project to increase green areas” with the Nawamin Kasatiyathiraj Air Force Academy on the Auspicious Occasion of His Majesty the King's 6th Birthday Anniversary by planting 2,567 trees (golden shower trees, yellow star trees, Peepul trees, Bungor trees and other trees) within a total area of 25 Rai at Nawamin-Takasatiyathiraj Air Force Academy, Amphur Muak Lek, Saraburi Province and supported the budget of Baht 200,000.
- 5.5 On September 7, 2024, the Company participated in Tree Planting Project to increase green areas with the Environment for Life Foundation by planting 2,000 trees (golden teak trees, Siamese rosewood trees, and bamboo trees) within a total area of 25 Rai at Home & Hill, the Company's guest house in Thap Kwang Subdistrict, Amphur Kaeng Khoi, Saraburi Province, and supported the budget of Baht 300,000.

Social Performance and Human Rights

1. The Company has supported various projects and activities for public benefits in the first nine-month period of the year 2024, totaling Baht 29.47 million to communities, educational institutions, temples, hospitals and government authorities and contributed healthcare products and products of TPI Polene Group, such as cement, other construction materials, organic fertilizers, drinking water and healthcare products to prevent pathogens.
2. The Company provides equal opportunities for employment without discrimination in favor or against any person. In the first nine-month period of the year 2024, 79 additional new employees were employed, which comprises 73 general staff, 3 seniors and 3 employees with disabilities.
3. The Company has implemented human rights for stakeholders throughout the value chain by respecting human rights of employees, suppliers, customers, and local communities. In the first nine-month period of the year 2024, there were no complaints of human rights violations.
4. The Company has implemented occupational health and safety in the working environment with an objective to become a zero-accident organization. Performance in the first nine-month period of the year 2024 is summarized as follows:-
 - The number of Fatal Occupational Injuries of employees and contractors was 0.
 - Occupational injuries rate (associated with high-impact jobs) of employees and contractors was 0.
 - Occupational illnesses rate of employees and contractors was 0.
5. The Company disposed of 4,509.21 tons of non-hazardous industrial wastes to be used as fuel in the electricity production process.

Comply with Good Corporate Governance Policy

The Company continues to operate its business with an emphasis on sustainable development and growth while creating sustainable values in environmental and social importance under a good corporate governance policy, disclosing information and operating results transparently, managing risks in all aspects. The Company pays attention to the impacts that occur or are expected to arise from business operations. Therefore, the Company has the opportunity to generate increased revenue and profit from its business operations, driven by sustainable development that create growth potential and increase good quality of products and environmentally friendly output. As a result, investors and shareholders will receive sustainable returns from investment in the Company's business.

The Company is fully responsible and creates value and benefits for relevant stakeholders in an all-round manner. As a result, in the first nine-month period of the year 2024, the Company received awards and certifications from recognized organizations in terms of promoting sustainable development as follows:-

International Awards

1. The Company received “The Best ESG Energy Efficiency Initiative Company Thailand 2023 award” as Thailand's ESG Energy Efficiency Innovation Leader for the third consecutive year from International Finance Magazine (IFM), UK.
2. The Company received “The Best Innovations in Renewable Energy Industry in Thailand 2023 award” from The Global Economics magazine, a leading financial magazine in the United Kingdom.
3. On November 2, 2024, the Company received “The Best Sustainable Practices Energy Sector Thailand 2024 award” from World Business Outlook Magazine, Singapore.

National Awards

1. On March 25, 2024, the Company was certified ISO14064-1 (Carbon Footprint Verification or CFV), which is a standard for principles and requirements at corporate level for measuring and reporting greenhouse gas emissions and reductions, including requirements for design, development, management, reporting and verification of corporate greenhouse gas emissions and reductions from BSI Group (Thailand) Co., Ltd. ("BSI: British Standards Institution"), British Standards Institution
2. On July 12, 2024, Thaipat Institute announced that the Company has been ranked in the 2024 ESG100 list for the fifth year (in 2018, 2021, 2022, 2023 and 2024) with outstanding environmental performance in Environmental, Social and Governance (ESG) criteria in the Resource Sector.
3. The Company received Honorary Award from the Project “One Million Goodness Seedlings to return back to the Homeland” for the year 2024 by Thai Social Foundation, divided into two individual honorary awards as follows:-
 - Outstanding Organization Leader of the Year Award 2024 to Mr. Prachai Leophairatana, Chairman of the Board of Directors.
 - Outstanding Creativity and Innovation Award 2024 to Mr. Prachai Leophairatana, Chairman of the Board of Directors.and 4 honorary awards on behalf of the organization as follows:-
 - Goodness Returning Back to the Homeland Award 2024
 - Outstanding Creativity and Innovation Award 2024
 - Outstanding Service of the Year Award 2024
 - Outstanding Company of the Year Award 2024
4. On October 28, 2024, the Company achieved "Excellent CG Scoring, a 5-star corporate governance assessment” for two consecutive years in Corporate Governance Report of Thai Listed Companies (CGR) for the year 2024, operated by Thai Institute of Directors (IOD) in collaboration with the Stock Exchange of Thailand and the Office of Securities and Exchange Commission. This reflects the determined dedication of the companies' Board of Directors, top management and employees to the continuous development and enhancement of the good corporate governance practices of the companies.

Please be informed accordingly.

Sincerely Yours,



Mrs. Orapin Leophairatana
Vice Chairman