

eleng 010/2015

May 12, 2015

Subject Explanation of operating results for the quarter ended March 31, 2015

To Director and Manager
The Stock Exchange of Thailand

The explanation to the consolidated financial performance for three-month period ended March 31, 2015 ("Quarter 1/2015") of Asia Green Energy Public Company Limited and its subsidiaries ("the Company") is as follows:

In Quarter 1/2015, the revenue from sales and services was Baht 1,370.72 million, decreased by 26.64% from the corresponding period of last year, resulting from a decrease in export sale by Baht 615.89 million, equivalent to 61.80%, which impacted by the economic slowdown in the customer's country. However, domestic sale was higher by Baht 117.94 million or equivalent to 13.53%.

Cost of sales and service in Quarter 1/2015 was Baht 1,256.45 million, decreased by 28.67% from those of the same quarter in previous year because of decreasing in sales.

The Company had gross profit of Baht 114.28 million or equivalent to a margin ratio of 8.34%, compared to Baht 107.11 million or equivalent to a margin ratio of 5.73% of the corresponding period of previous year. An increase in gross profit and margin ratio were resulted from the Company's policy to maintain margin rather than sale volume, as well as cost of transportation has continuously declined. As a result, the Company was able to keep increasing in gross profit although total revenue was lower.

In conclusion, the Company had a net profit attributable to equity holders of the Company of Baht 6.55 million in Quarter 1/2015, equivalent to a net margin ratio of 0.48% of total revenue, compared with a net profit attributable to equity holders of the Company of Baht 25.32 million in the corresponding period of previous year. The net profit was lower in Quarter 1/2015 because of having a gain from exchange rate of Baht 30.32 million in the same quarter of previous year, but no such gain in this quarter. In addition, in Quarter 1/2015 the Company also had an incremental expense regarding to the preparation for investment in Biomass Power Plant projects which do not generate income yet.

Yours sincerely,

Mr.Panom Kuansataporn
Managing Director