

eleng 014/2016

November 9, 2016

Subject Explanation of operating results for the quarter ended September 30, 2016

To Director and Manager
The Stock Exchange of Thailand

The explanation to the consolidated financial performance for three-month period ended September 30, 2016 ("Quarter 3/2016") of Asia Green Energy Public Company Limited and its subsidiaries ("the Company") is as follows:

In Quarter 3/2016, the revenue from sales and services was Baht 1,134.19 million, decreased by Baht 82.20 million or equivalent to 6.76% from the corresponding period of last year, although coal sales quantity increased by 9.88%, because the average coal price was lower than the corresponding period of last year. The proportion of domestic sale was 74.99% and export sale was 25.01%

Cost of sales and service in Quarter 3/2016 was Baht 1,006.77 million, decreased by Baht 64.94 million or equivalent to 6.06% from the same quarter in previous year in accordance to the lower sales volume. As the coal market is still high competition, resulting in gross profit declining of Baht 17.25 million to be Baht 127.42 million or representing a gross margin ratio of 11.23%, comparing to a gross margin ratio of 11.89% in last year.

In Quarter 3/2016, selling and administrative expenses was Baht 94.12 million, decreasing by 8.24% from the previous year, whereas the financial cost was Baht 13.23 million, decreasing by 13.54% from the same period of last year. This Quarter, the company had exchange loss of 5.96 million, comparing with a gain from exchange rate of Baht 56.70 million in last year. As a result, the Company's net profit attributable to equity holders of the Company for Quarter 3/2016 stood at Baht 17.46 million, decreased by Baht 55.44 million from the same quarter in previous year.

Yours sincerely,

Mr.Panom Kuansataporn
Managing Director