

eleng 008/2016

May 13, 2016

Subject Explanation of operating results for the quarter ended March 31, 2016

To Director and Manager
The Stock Exchange of Thailand

The explanation to the consolidated financial performance for three-month period ended March 31, 2016 ("Quarter 1/2016") of Asia Green Energy Public Company Limited and its subsidiaries ("the Company") is as follows:

In Quarter 1/2016, the revenue from sales and services was Baht 930.55 million, decreased by 32.11% from the corresponding period of last year, resulting from decreasing in export sale, so the company has changed the sales strategy to emphasize on expanding the domestic market.

Cost of sales and service in Quarter 1/2016 was Baht 806.91 million, decreased by 35.78% from those of the same quarter in previous year because of decreasing in sales.

The Company had gross profit of Baht 123.64 million or equivalent to a margin ratio of 13.29%, compared to Baht 114.28 million or equivalent to a margin ratio of 8.34% of the corresponding period of previous year. As a result of the company's policy to improve efficiency and control the costs lower both in material procurement and logistic costs. 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 14.06 million in Quarter 1/2016, equivalent to a net margin ratio of 1.49% of total revenue, compared with a net profit attributable to equity holders of the Company of Baht 6.55 million in the corresponding period of previous year, increased by 114.84%.

Yours sincerely,

Mr.Panom Kuansataporn
Managing Director