

eleng 002/2018

February 26, 2018

Subject Explanation of operating results for the year ended December 31, 2017

To Director and Manager
The Stock Exchange of Thailand

The explanation to the consolidated financial performance as at December 31, 2017 of Asia Green Energy Public Company Limited and its subsidiaries ("the Company") is as follows:

In the year 2017, the revenue from sales and services was Baht 5,931.96 million, increased by Baht 1,287.02 million or equivalent to 27.71% from the corresponding period of last year, resulting from coal sales volume increased by 7.68% with the higher average selling price. Of which amount was contributed by increasing in domestic sale of Baht 1,244.51 million and service income of Baht 103.83 million, whereas retracted by decreasing in export sale of Baht 61.32 million. Domestic sale is still the main source of incomes representing to 87.02% of total revenue, export sale was 10.51%, and service incomes was 2.47%.

Cost of sales and services for the year 2017 was Baht 5,323.01 million, increased by 31.23% from the previous year because of increasing in sales.

The Company had gross profit of Baht 608.94 million, increased by 20.28 million from the previous year or equivalent to a gross margin ratio of 10.27%, compared to gross profit of Baht 588.66 million in last year or equivalent to a gross margin ratio of 12.67.

Selling and administrative expense for the year 2017 was Baht 392.39 million, and the financial cost was Baht 56.50 million. However, the Company had foreign exchange loss of Baht 37.20 million, compared to the previous year the company had gain from exchange rate of Baht 9.27 million. As a result, the Company's net profit attributable to equity holders of the Company for the year 2017 was Baht 120.51 million, decreased by Baht 33.16 million or equivalent to 21.58% from the previous year.

Yours sincerely,

Mr.Panom Kuansataporn
Managing Director