

August 13, 2020

Subject: The Explanation for the Change in Operating Results for the 3-Month Period Ended June 30, 2020 ("Q2'20") by More than 20% Compared to the Same Period of Previous Year

To: Directors and Managers
The Stock Exchange of Thailand

THAI CAPITAL CORPORATION PUBLIC COMPANY LIMITED and its subsidiaries ("TCC") would like to report our consolidated operating results for Q2'20 as follows:

TCC has 2 businesses; coal trading and wholesale agricultural market. TCC had net loss for Q2'20 of Baht 9.3 million or 9.3% of total revenues, compared to the previous year with net loss of Baht 1.3 million. The operating result is as follows:

TCC had revenue from sales of coal for Q2'20 amounting to Baht 99.0 million, decreasing from previous year by Baht 116.4 million or 54.0% largely due to high competition in domestic market. However, the gross margin of coal business for Q2'20 increased as compared to previous year (21.1% vs 12.2%). Selling expenses of coal business amounting to Baht 14.1 million, increasing from previous year by Baht 0.8 million or 6.0%. When compared to revenue from sales, selling expenses for Q2'20 were 14.2% which were higher as compared to 6.2% for Q2'19.

Administrative expenses amounted to Baht 16.9 million, increasing from previous year by Baht 4.5 million or 36.3%.

Company had tax revenue for Q2'20 of Baht 1.1 million.

Please be informed accordingly,

Yours Faithfully,

(Mr. Kamphol Patana-anukul)
Chief Financial Officer