



28 May 2025

Sub: Explanation on the Company's performance for the year ended 31 March 2025

To: President
The Stock Exchange of Thailand

Thai Rayon Public Company Limited ("the Company") would like to explain its financial statements for the year ended 31 March 2025 comparison with for the year ended 31 March 2024. The details of financial statements are set out in the attached note.

Income Statements (equity method) (Unit in Million Baht)	For the year ended 31 March			
	2025	2024	Increase/(Decrease)	
Revenue from sales of goods	10,176	9,311	865	9%
Interest income	2	10	(8)	(80%)
Gains on exchange rate	417	69	348	501%
Dividend income	25.6	24.8	0.8	3%
Gain on sale of other non-current financial assets	6	185	(179)	(97%)
Other income	18	28	(10)	(35%)
Cost of sales of goods	9,623	9,215	408	4%
Distribution expenses	753	478	275	57%
Administrative expenses	184	198	(14)	(7%)
Provisions expense	68	3,303	(3,235)	(98%)
Finance cost	25.5	1.5	24	1611%
Share of profit of investments in associates	54	1,702	(1,648)	(97%)
Tax income	42	14	28	194%
Profit (loss) for the year	89	(1,852)	1,940	105%
Basic earnings (loss) per share (Baht)	0.44	(9.18)		
Gross profit margin	5%	1%		
Net profit margin	1%	(19%)		

1. Income statements (In which the equity method is applied) for the year ended 31 March 2025 compared with for the year ended 31 March 2024

Net profit for the year ended 31 March 2025 was Baht 89 Million compared to net loss of Baht (1,852) Million of last year, an increase of Baht 1,940 Million or 105%. The significant changes are as follows:



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Sensitivity: General



- 1) Revenue from sales of goods increased by 9% or Baht 865 Million mainly due to higher sales volume and higher realization.
- 2) Interest income decreased by 80% or Baht 8 Million mainly due to higher surplus treasury invested in term deposits of last year.
- 3) The Company has gains on exchange rate of Baht 417 Million compared to Baht 69 Million in same period of last year due to foreign exchange gain on provision for investment in joint venture (AV Terrace Bay Inc.) for future obligations and currency fluctuation.
- 4) Gain on sale of other non-current financial assets decreased by 97% or Baht 179 Million due to no transaction for sale of Investment in the current year.
- 5) Other Income decreased by 35% or Baht 10 Million mainly due to income on rights issue and higher excess provision written back of last year.
- 6) Cost of sales of goods increased by 4% or Baht 408 Million due to increase in raw material prices and higher production during the period.
- 7) Distribution expenses increased by 57% or Baht 275 Million mainly due to higher sea freight and higher sales volume during the period.
- 8) Provisions expense decreased by 98% or Baht 3,235 Million mainly due to higher provision expense for the Company estimated probable exposure of the payment to be made on behalf of investment in joint venture of last year.
- 9) Finance cost increased by 1611% or Baht 24 Million due to higher short-term borrowing during the period.
- 10) Share of profit of associates accounted for using equity method decreased by 97% or Baht 1,648 Million due to foreign exchange fluctuation coupled with lower performance from associated companies.
- 11) Tax income increased by 194% or Baht 28 Million mainly due to higher DTA (taxable losses) during the period as compared to last year.
- 12) Exchange differences on translating financial statements through other comprehensive income decreased by 258% or Baht 1,111 Million due to fluctuation of Thai Baht against foreign currencies.
- 13) Gain (loss) on investment in equity instruments designated at fair value through other comprehensive income decreased by 89% or Baht 1,579 Million mainly due to change in market price and exchange rate.
- 14) Share of other comprehensive income (loss) of associates accounted for using equity method decreased by 432% or Baht 2,154 Million mainly due to fluctuation on foreign exchange rate.





- 15) Gross profit margin for the year ended 31 March 2025 was at 5% compared to 1% of last year mainly due to higher sales realization whereas net profit margin was 1% compared to negative (19%) of last year mainly due to higher provision expense for the Company estimated probable exposure of the payment to be made on behalf of investment in joint venture of last year partially offset by increased in input rates and lower performance of associated companies.

As per reasons mentioned above, basic earnings per share for the year ended 31 March 2025 is Baht 0.44 as compared to loss per share of Baht (9.18) of last year.

2. Statements of financial position as of 31 March 2025 in comparison with as of 31 March 2024

As of 31 March 2025, total assets decreased by 5% or Baht 1,700 Million, total liabilities increased by 6% or Baht 409 Million and shareholders' equity decreased by 7% or Baht 2,108 Million compared to 31 March 2024. The significant changes are as below:

A. ASSETS

- 1) Cash and cash equivalents decreased by 43% or Baht 5 Million mainly due to more cash use in working capital and investments.
- 2) Current financial assets increased by 41% or Baht 30 Million due to higher deposits compared to last period.
- 3) Inventories increased by 24% or Baht 511 Million due to higher raw material inventories including MIT, compared to previous year.
- 4) Other current assets increased by 66% or Baht 133 Million due to increase in VAT receivable, higher advances to raw material suppliers and prepaid insurance.

B. LIABILITIES AND SHAREHOLDERS' EQUITY

- 1) Trade and other current payables increased by 41% or Baht 907 Million mainly due to higher purchased of raw material in transit.
- 2) Short term loans from financial institutions increased by 4608% of Baht 1,383 Million mainly due to additional borrowing during the period.
- 3) Other current provisions decreased by 57% or Baht 1,892 Million mainly due to amount transfer for acquisition of investments in joint venture.

Please be informed accordingly.

Yours faithfully,

Rajesh Kumar Jha

Vice President (Finance and Commercial)



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