

14 November 2025

Sub: Explanation on the Company's performance for the quarter ended 30 September 2025

To: President
The Stock Exchange of Thailand

Thai Rayon Public Company Limited ("the Company") would like to explain its financial statements for the quarter ended 30 September 2025 comparison with for the quarter ended 30 September 2024. The details of financial statements are set out in the attached note.

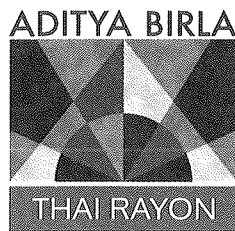
Income Statements (equity method) (Unit in Million Baht)	For the quarter ended 30 September			
	2025	2024	Increase/(Decrease)	
Revenue from sales of goods	2,119	2,529	(410)	(16%)
Interest income	0.18	0.38	(0.20)	(52%)
Gains on exchange rate	82	280	(198)	(71%)
Other Income	3.6	2.5	1.1	43%
Dividend income	24	26	(2)	(8%)
Cost of sales of goods	2,182	2,376	(194)	(8%)
Distribution expenses	119	220	(101)	(46%)
Administrative expenses	50	49	1	2%
Provision expense	-	33	(33)	(100%)
Profit (loss) from operation	(123)	160	(283)	(177%)
Finance cost	(13)	(4)	9	195%
Share of profit (loss) of associates accounted for using equity method	13	(1,540)	1,554	101%
Tax (expense) income	(14)	8	22	287%
Profit (loss) for the quarter	(137)	(1,377)	(1,240)	(90%)
Basic earnings (loss) per share (Baht)	(0.68)	(6.83)		
Gross profit margin	(3%)	6%		
Net profit margin	(6%)	(49%)		

1. Income statements (In which the equity method is applied) for the quarter ended 30 September 2025 compared with for the quarter ended 30 September 2024

Net loss for the quarter ended 30 September 2025 was Baht (137) Million compared to net loss of Baht (1,377) Million of last year, a decrease of Baht 1,240 Million or 90%. The significant changes are as follows:



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- 1) Revenue from sales of goods decreased by 16% or Baht 410 Million mainly due to lower market demand and lower realization.
- 2) Interest income decreased by 52% or Baht 0.2 Million mainly due to lower surplus treasury invested in term deposits in this quarter.
- 3) The Company has gains on exchange rate of Baht 82 Million compared to Baht 280 Million in same period of last year due to lower foreign exchange gain on provision for future obligations in joint venture (AV Terrace Bay Inc.) and currency fluctuation.
- 4) Cost of sales of goods decreased by 8% or Baht 194 Million due to reduction in the raw material prices.
- 5) Distribution expenses decreased by 46% or Baht 101 Million mainly due to lower sea freight and lower sales volume during the period.
- 6) Provision expense decreased by 100% or Baht 33 Million mainly due to no provision expense during the period.
- 7) Finance cost increased by 195% or Baht 9 Million due to higher short-term borrowing during the period.
- 8) Share of profit (loss) of associates accounted for using equity method increased by 101% or Baht 1,554 Million due to better performance and currency fluctuations in associated companies.
- 9) Tax expense increased by 287% or Baht 22 Million mainly due to tax paid for the earlier years in the current period.
- 10) Exchange differences on translating financial statements through other comprehensive income decreased by 97% or Baht 882 Million due to fluctuation of Thai Baht against foreign currencies.
- 11) Loss on investment in equity instruments designated at fair value through other comprehensive income decreased by 39% or Baht 258 Million mainly due to change in market price and exchange rate.
- 12) Share of other comprehensive income (loss) of associates accounted for using equity method increased by 105% or Baht 1,258 Million mainly due to fluctuation on foreign exchange rate.
- 13) Gross profit margin for the quarter ended 30 September 2025 was negative at (3%) compared to 6% of last year mainly due to lower sales realization whereas net profit margin was negative at (6%) compared to (49%) of last year mainly due to decreased in input rates, no additional provision expense for the Company estimated probable exposure of the payment to be made on behalf of investment in joint venture and better performance of associated companies during the period.



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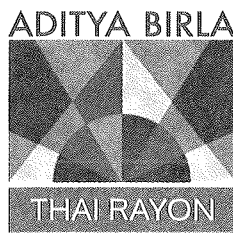
Thai Rayon Public Company Limited

Office : 16th Floor, Mahatun Plaza Building, 888/160-1 Ploenchit Road, Lumpini, Pathumwan, Bangkok 10330 Thailand.

T: +66 2 2536745-54 | F: +66 2 2543181

Factory : 36 Moo 2, Ayuthaya-Angthong Highway, Tambol Posa, Amphur Muang Angthong, Angthong 14000 Thailand.

T: +66 35 611227-9 | F: +66 35 611908 | W: www.thairayon.com



As per reasons mentioned above, basic loss per share for the quarter ended 30 September 2025 is Baht (0.68) as compared to loss per share of Baht (6.83) of last year.

2. Statements of financial position as of 30 September 2025 in comparison with as of 31 March 2025

As of 30 September 2025, total assets decreased by 3% or Baht 1,112 Million, total liabilities decreased by 7% or Baht 515 Million and shareholders' equity decreased by 2% or Baht 598 Million compared to 31 March 2025. The significant changes are as below:

A. ASSETS

- Current financial assets decreased by 50% or Baht 51 Million due to lower deposits compared to same period of last period.

B. LIABILITIES AND SHAREHOLDERS' EQUITY

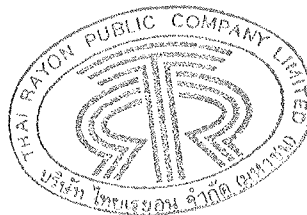
- Trade and other current payables decreased by 21% or Baht 666 Million mainly due to higher raw material inventory (MIT) as at 31 March 2025.

Please be informed accordingly.

Yours faithfully,

Mr. Rajesh Kumar Jha

Vice President (Finance and Commercial)



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