

Business Overview

EGCO Group operates as a holding company that mainly focuses on investment in power business in Thailand and oversea.

As of September 30, 2023, EGCO Group has total equity contracted capacity of 7,023 MWe, including other related power businesses e.g., Power Service Provision, Coal Mine and Oil Pipeline.

Financial Statement

	9M23	9M22	2022	2021
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Income Statement (MB)

Revenues	41,639.47	44,200.77	61,725.28	38,136.94
Expenses	35,024.16	37,719.47	55,584.68	31,213.12
Net Profit (Loss)	5,854.65	2,946.45	2,683.10	4,103.84

Balance Sheet (MB)

Assets	270,416.64	273,054.45	254,043.13	241,932.00
Liabilities	142,217.03	142,490.59	133,245.75	127,895.31
Shareholders' Equity	127,886.13	130,223.78	120,494.07	113,440.87

Cash Flow (MB)

Operating	8,245.25	5,315.89	7,857.89	10,453.28
Investing	-10,507.02	531.35	15,213.93	-14,191.10
Financing	-1,283.83	-3,733.12	-3,143.43	3,440.06

Financial Ratio

EPS (Baht)	11.12	5.60	5.10	7.80
GP Margin (%)	16.52	15.75	15.29	23.24
NP Margin (%)	14.06	6.60	4.25	10.80
D/E Ratio (x)	1.11	1.09	1.10	1.12
ROE (%)	4.33	3.19	2.29	3.81
ROA (%)	3.05	6.42	3.74	5.71

Business Plan

- Strengthen core business in power generation through Merger and Acquisition (M&A) and development of new power plants in targeted countries, focusing on High Efficiency Low Emission Energy (HELE) and renewable energy to serve countries' demand and align with carbon neutral goal.
- Ensure maximum efficiency of existing power plants to achieve its highest performance.
- Manage projects under construction to be completed as scheduled and within the planned budget
- Seek opportunities to expand into energy-related businesses :
 - Low carbon Fuel and Other Infrastructure: EGCO started investing in fuel infrastructure, an upstream business to extend value-added in core business along with seeking investment opportunity in new energy technology such as Hydrogen, Ammonia and Carbon Capture Utilization and Storage (CCUS) in order to decarbonize the power business and create long-term growth for the company.
 - Customer Solution and Startups: capitalize on opportunities in the new S-curve in energy and startups to cope with disruptive change in industry landscape.
- EGCO drives the business through corporate strategies based on Balanced Scorecard concept in 4 strategic perspectives:
 - Financial Perspective
 - Customer Perspective
 - Internal Business Process Perspective
 - Learning and Growth Perspective

Sustainable Development Plan

- The short term goal** - to reduce carbon emission intensity by 10% and increase the renewable portfolio to 30% by 2030.
- The medium term goal** - to achieve corporate carbon neutral by 2040
- The long term goal** - to achieve net zero in 2050

Business Highlight

- 5- Year Investment Budget (2021 - 2025) 150,000 million baht
- Additional 1,000 MWe of power business in 2024
- New revenue recognition from additional turbines COD on Yunlin power plant
- TPN , the oil pipeline start commercial operation on 4 October 2023
- APEX- 7 projects under construction totaling 968 MW
- As of September 8, 2023 , acquiring of 50% Interest in Compass Portfolio - 3 operating Natural Gas Combined Cycle Power Facilities in the USA total of 1,304 MW
- Targeting of commercial operation date on EGCO Cogeneration power plant (SPP replacement) on Quarter 1/2024

Performance and Analysis
Business Performance Summary

9M/2023, EGCO Group has an operating profit of 7,526 million baht, decreased by 27% YoY mainly due to lower electricity revenue from KEGCO, along with lower electricity sales from NT1PC, NTPC and XPCL due to delayed water volume. Additionally, MME was lower coal unit price, together with the disposal of investments in SEG and SEGSD. 9M/2023 Net profit was 5,855 million baht, increased by 99% YoY mainly due to recognized a lower unrealized foreign exchange loss as a result of the lower Baht depreciation along with recognized a lower unrealized net loss from the change in the fair value of financial instruments.

Key Milestones

Compass Portfolio - On September 8, 2023, EGCO Compass II, LLC, a wholly owned subsidiary of EGCO entered into a purchase and sale agreement with affiliates of Lotus Infrastructure Partners to acquire the 50% ownership interest in a portfolio of three operating natural gas-fired combined cycle power facilities (CCGT) comprising 1,304 MW of capacity which are situated in the Northeast of the U.S. and the acquisition is expected to complete subject to the successful completion of all closing conditions.

Operation Commencement Date of Extension of Petroleum Pipeline system to Northeastern Region Project - On October 4, 2023, the extension of petroleum pipeline system to northeastern region project managed by TPN, fully commenced its operation. The pipeline system covers a total distance of 342 kilometers and boasts an annual transport capacity of up to 5,443 million liters.

Risk Management Policy

Investment Expansion Risk Investment in new projects has risks from various environmental factors.. Thus, potential projects are listed in annual investment plan and a sensitivity analysis shall be conducted also.

Construction Project Management Risk EGCO has set measures to lower the risks e.g. contractors selection with binding contracts.

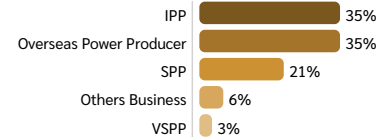
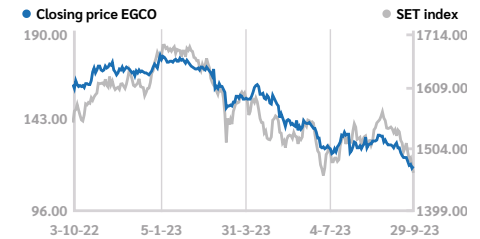
Operating Risks EGCO Group has monitored the performance by analysis and comparison the actual and planned performance. Targets maintenance is carried out continuously.

Financial Risks and Corporate Tax Legislation Risk EGCO mitigates the fluctuation of currencies by matching loan and revenue. Also, has interest rate exposure mitigation and thoroughly plan its tax compliance strategies.

Government Policy, Legislative Change and Compliance Risk Due to Climate Change EGCO will not invest in additional coal projects while increasing renewable and smart energy portfolio to 30% by 2030

Recent Awards and Recognitions

- EGCO were rated AA+ by TRIS Rating for 3rd consecutive years
- CAC Renewal Certificate for 2nd consecutive years
- Member of the DJSI for 3rd consecutive years
- "AA" in SET ESG Ratings 2023

Revenue Structure

Stock Information
SET / RESOURC / ENER


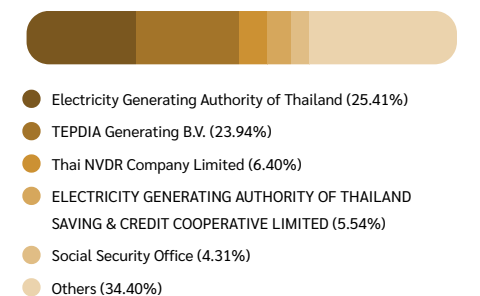
as of 29/09/23	EGCO	ENERG	SET
P/E (X)	22.54	15.73	20.33
P/BV (X)	0.51	1.18	1.44
Dividend yield (%)	5.37	4.44	3.18

	29/09/23	30/12/22	30/12/21
Market Cap (MB)	63,702.27	90,815.21	92,394.61
Price (B/Share)	121.00	172.50	175.50
P/E (X)	22.54	23.40	18.58
P/BV (X)	0.51	0.70	0.82

CG Report:



Company Rating: TRIS AA+

Major Shareholders
as of 15/09/2023

Company Information and Contact

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Other Trading Info. :

https://www.settrade.com/C04_01_stock_quote_p1.jsp?txtSymbol=EGCO