

August 13, 2025

Subject: Clarification of operating results for the second quarter of 2025, ending on June 30, 2025

To: President

The Stock Exchange of Thailand

President Bakery Public Company Limited would like to submit Clarification of operating results for the second quarter of 2025, ending on June 30, 2025 which has been reviewed by the auditor. The financial statement of the Company, as shown by Consolidated financial statements. The Company would like to clarify such significant changes as below,

Performance of the Company

(Unit: million Baht)

	Q2/2025	%	Q2/2024	%	Increase (Decrease)	
					Amount	%
Sales	1,694.73	99.47	1,849.59	99.52	(154.86)	(8.37)
Total revenues	1,703.72	100	1,858.56	100	(154.84)	(8.33)
Cost of Sales	940.57	55.50	1,010.86	54.65	(70.29)	(6.95)
Gross Profit	754.16	44.50	838.73	45.35	(84.57)	(10.08)
Selling and Administrative expenses	469.67	27.57	455.70	24.52	13.97	3.07
Profit for the period	287.05	16.85	372.50	20.04	(85.45)	(22.94)
Profit for the period (Baht)	0.64		0.83		(0.19)	(22.89)

	For the 6 month period ended 30 June 2025	%	For the 6 month period ended 30 June 2024	%	Increase (Decrease)	
					Amount	%
Sales	3,382.72	98.90	3,655.32	99.22	(272.60)	(7.46)
Total revenues	3,420.18	100	3,684.13	100	(263.95)	(7.16)
Cost of Sales	1,862.02	55.05	1,962.31	53.68	(100.29)	(5.11)
Gross Profit	1,520.70	44.95	1,693.01	46.32	(172.31)	(10.18)
Selling and Administrative expenses	913.50	26.71	885.12	24.03	28.38	3.21
Profit for the period	628.56	18.38	788.68	21.41	(160.12)	(20.30)
Profit for the period (Baht)	1.40		1.75		(0.35)	(20.00)

Remark: Percentage in Statement of comprehensive income derived from total revenues, while percentage of cost of sales and gross profit from sales

Operating Results

Sales revenue and total revenue

The Company had sales revenue in Q2/2025 of 1,694.73 million baht, decrease of 154.86 million baht or 8.37% compared to the quarter of 2024. For the first half of the year 2025 ended on June 30, total sale revenue stood at 3,382.72 million baht, or decreasing by 7.46% from the same period last year, due to the economic slowdown, increased competition and price reductions in line with the decrease in the price of main raw materials.

For the first half of the year 2025 ended on June 30, other income amounted to 3,420.18 million baht, or decreasing by 263.95 million baht, or 7.16% from the same period last year.

Cost of Sales

The cost of sales of the Company in Q2/2025 stood at 940.57 million baht, decrease of 70.29 million baht or 6.95% from the same quarter of 2024. As a result, the gross profit margin of the Company stood at 45.41% decreasing from 47.31% in the same quarter last year.

For the first half of the year 2025 ended on June 30, the cost of sales stood at Baht 1,862.02 million, decreasing by 100.29 million baht or 5.11% from the same period last year, Due to a decrease in sales and a decrease in the price of main raw materials, some of which increased due to the cost of machinery maintenance and depreciation of new production line machinery. As a result, the gross profit margin decreased to 44.95% from 46.32% in the same period last year.

Selling and Administrative Expenses

The selling and administrative expenses in Q2/2025 amounted to 469.67 million baht, increasing by 13.97 million baht accounting for 22.57% of total revenue, or 3.36% from the same quarter of 2024 and half-year ended on June 30, 2025 and 2024 the selling and administrative expenses were accounted for 26.71% and 24.03% respectively, increasing by 3.21% from the same period last year, mainly due to depreciation of newly purchased transportation vehicles to replace the old ones that had a long service life, and the increase in promotional advertising costs to stimulate sales.

Profit for the period

The Company had the profit for the period of 287.05 million baht for the three month period ended 30 June 2025, or decreasing by 22.94% from the same period last year and recorded net profit of 628.56 million baht in the first half of 2025, or decreasing by 20.30% from the same period last year. Moreover, the Company has recognized the share of profit from investment in joint venture for the 6 month period ended 30 June 2025 in the amount of 0.41 million baht.

Financial Position of the Company

(Unit: million Baht)

	June 30, 2025	%	December 31, 2024	%	Increase (Decrease)	
					Amount	%
Total Assets	13,821.07	100.00	13,871.43	100.00	(50.36)	(0.36)
Total Liabilities	1,232.19	8.92	1,428.10	10.30	(195.91)	(13.72)
Shareholders' Equity	12,588.88	91.08	12,443.33	89.70	145.55	1.17
Total Liabilities and Shareholders' Equity	13,821.07	100.00	13,871.43	100.00	(50.36)	(0.36)

Financial Position

Assets

The total assets of the Company as of June 30, 2025 amounted to 13,821.07 million baht, decreasing by 50.36 million baht, or 0.36% from December 31, 2024. The main reason for this decrease was due to trade receivables and other current receivables decreasing by 385.18 million baht from December 31, 2024, or 4.06% of total assets.

The increase from other current financial assets increased by 152.33 million baht, land, buildings and equipment increased by 313.68 million baht from the purchase of land for the construction of one distribution center, 6 distribution center buildings have been completed and are ready for use, bringing the total number of distribution centers owned by the company to 32, including 18 leased locations, for a total of 50 distribution center.

Liabilities

The liabilities of the Company as of June 30, 2025 totaled to 1,232.19 million baht, accounting for 8.92% of total Liabilities and Shareholders' Equity and decreasing by 195.91 million baht or 13.72% from December 31, 2024. The main reason is a decrease in trade and other current payables due to purchasing less raw materials in line with sales, due to the decrease in the price of main raw materials and payment of machinery, corporate income tax for 2024 was paid in the amount of 129.54 million baht. As a result, the average days of debt repayment was at 72 days, the debt to equity ratio of the Company was at 0.10 times.

Shareholders' Equity

The Shareholders' Equity of the Company as of June 30, 2025 amounted to 12,588.88 million baht, accounting for 91.08% of Liabilities and Shareholders' Equity and increasing by 145.55 million baht from December 31, 2024. As a result, the book value of the Company stood at 27.98 Baht per share, increasing from 27.65 Baht per share in 2024.

Liquidity and suitability of investment structure

Liquidity

The net cash from operating activities of the Company in half-year ended on June 30, 2025 amounted to Baht 981.41 million, increasing by Baht 103.21 million or by 11.75% from the previous year.

The net cash used for investing activities totaled to Baht 483.02 million, increasing by 259.45 million baht. Due to the increase in the purchase of other current financial assets compared to the same period of the previous year, the increase included purchasing land for construction of 1 distribution center, 6 distribution center buildings completed and ready for use, and the cost of new production line machinery.

The cash flow used in financing activities amounted to 462.04 million baht, due to the dividend payment of 454.50 million baht and the payment of lease liabilities of 6.8 million baht.

As a result, the Company recorded cash and cash equivalents of 908.11 million baht as of June 30, 2025, increasing by 36.35 million baht.

As of June 30, 2025, the Company maintained the current ratio at 7.25 times, and the average days sales at 1 day. Meanwhile, the average days of debt collection of the Company stood at 40 days, and the average days of debt repayment was at 72 days. As a result, the cash cycle of the Company was at 31 days.

Suitability of Capital Structure

As of 30 June 2025, the Company had a debt-to-equity ratio of 0.10 times, which remained low, along with an interest coverage ratio of 1,036.20 times, reflecting stable financial strength and a suitable capital structure. and Debt service coverage.

This is to be informed for your acknowledgement

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(Miss Petcharat Anantawichai)

Director and Senior Management Accounting Department
and Finance Department Manager

Company Secretary