

Subject Profit and loss reporting for the first half of 2022 and explanation of more than 20 percent fluctuation in profit and loss compared to that of last year

To Dear Directors and Managers  
Stock Exchange of Thailand

Eureka Design Public Company Limited and its subsidiaries (“UREKA” have) would like to inform the operating results for the first half of 2022 ending on June 30, 2022, details as follows:

Summary of UREKA's performance	Total Revenue	COGS	Gross Margin	EBIT	Net profit	Net profit margin
	137.91 MB.	45.08 MB.	53%	60.54 a.u.	52.94 a.u.	38%
Income Statement	Quarter 2*	Quarter 2*	Change	Year**	Year**	Change
Unit : thousand baht	2022	2021	(% qoq)	2022	2021	(% yoy)
<b>Revenues</b>						
Revenue from sales and services	57,898	2,682	2059%	95,013	4,318	2100%
Interest income	2,832	1	283100%	3,096	5	61820%
Other income	15,498	2,331	565%	39,800	4,698	747%
<b>Total revenue</b>	<b>76,228</b>	<b>5,014</b>	<b>1420% ▲</b>	<b>137,909</b>	<b>9,021</b>	<b>1429% ▲</b>
<b>Expenses</b>						
Cost of good sold	27,634	2,222	1144%	45,076	2,868	1472%
Selling costs	3,566	48	7329%	5,093	210	2325%
Administrative expenses	14,547	17,668	-18%	27,200	37,069	-27%
Interest expense	4,761	2,809	69%	7,263	5,110	42%
<b>Total expenses</b>	<b>50,508</b>	<b>22,747</b>	<b>122%</b>	<b>84,632</b>	<b>45,257</b>	<b>87%</b>
<b>Profit (loss) before income tax</b>	<b>25,720</b>	<b>-17,733</b>	<b>245% ▲</b>	<b>53,277</b>	<b>-36,236</b>	<b>247% ▲</b>
Income (expenses) income tax	23	2,193	99%	-344	4,468	108%
<b>Net profit (loss)</b>	<b>25,743</b>	<b>-15,540</b>	<b>266% ▲</b>	<b>52,933</b>	<b>-31,768</b>	<b>267% ▲</b>

Balance Sheet	Year	Year	Change	Key financial ratios	2022**	2021**
Unit : thousand baht	2022	2021	(% yoy)			
Current assets	274,088	257,005	7%	Leverage Ratio		
Non-current assets	1,012,780	835,828	21%	D/E	0.56	0.43
<b>Total assets</b>	<b>1,286,868</b>	<b>1,092,833</b>	<b>18%</b>	Liquidity Ratio		
Liability	463,291	330,132	40%	Current Ratio	0.77	1.02
Equity	823,577	762,701	8%	Profitability Ratios		
<b>Liability and Equity</b>	<b>1,286,868</b>	<b>1,092,833</b>	<b>18%</b>	Net Profit Margin	38%	-352%
				ROE	6%	-4%

\* For the three-month period ended June 30

\*\* For the six-month period ended June 30

## Business Overview for 2022

The overview of UREKA's consolidated profit and loss statement are as follows:

1. UREKA has total revenue for the six-month period of the year 2022 ending June 30, 2022 with total revenue of 137.91 million baht, an increase of 128.89 million baht or an increase of 1,428.94 percent from the same period of the previous year

UREKA has developed a sales strategy in order to better reach its target customers and conducted a diversified investment strategy to strengthen the Group, which contribute UREKA to gain additional sources of income from production and distribution of recycled plastic pellets amounted to 47.52 million baht and from water supply business of 32.11 million baht. The company would like to summarize the sources of income in 4 segments as follows:

Segment	UREKA	Source of income
1) Sales, installation and maintenance of machines	Eureka Design Public Company Limited	the sale of agricultural machinery such as longan seed boring machine and soybean crackers
2) electronic products and CCTV sales	Eureka Design Public Company Limited	the sale of electronic products and CCTV cameras
3) Production and distribution of drinking water, raw water	Joint Venture Eureka U U Co., Ltd. (Name changed to Modern Sysnergy Co.,Ltd.)	a partial revenue recognition because some of the income is in the process of finalizing the approval of the disbursement documents The Company therefore deems it appropriate to not yet record revenues from the production and distribution of drinking water and raw water that have not yet been concluded from the PWA
4) Production and distribution of recycled plastic pellets	A.P.W Company International Co., Ltd.	the production and distribution of recycled plastic pellets

2. UREKA has net profit for the six-month period of the year 2022 ending June 30, 2022 amounting to 52.93 million baht, an increase of 84.70 million baht or an increase of 266.60% compared to the same period of the previous year. With a loss of 31.77 million baht, the reason for the better performance was due to the increase in sales growth. while the development of cost control and expenses more efficient
3. UREKA has distribution costs and administrative expenses for the six-month period for the year 2022 ending June 30, 2022 in the amount of 32.29 million baht, a decrease of 4.99 million baht or a 13.39 percent reduction when compared to same period last year The cost of distribution and administrative

expenses amounted to 37.29 million baht due to the efficient control of expenses and meeting the goals set.

4. UREKA has financial costs for the six-month period of the year 2022 ending June 30, 2022 in the amount of 7.26 million baht, an increase of 2.15 million baht or an increase of 42.07% compared to the same period of the previous year. with financial cost of 5.11 million baht due to increased investment in the business, thus requiring more investment capital, thus increasing the financial cost

**The overview of UREKA's consolidated financial statement are as follows:**

1. UREKA has total assets as of June 30, 2022 of 1,286.87 million baht, divided into current assets of 274.09 million baht, which are cash and cash equivalents of 119.44 million baht. The company holds this amount of cash and cash equivalents. Due to the issuance and offering of convertible debentures And the company still has accrued receivables and accrued income totaling 129.09 million baht and non-current assets of 1,012.78 million baht, namely land, buildings and equipment, amounting to 670.60 million baht, an increase of 17.76% compared to total assets as of December 31, 2021.
2. Shareholders' equity increased from 2 main reasons: 1) The Company entered into a convertible bond issuance contract. "Convertible debentures granting the right to convert into ordinary shares of Eureka Design Public Company Limited No. 1/2022, maturing year 2025, unsubordinated type. and uninsured" amounting to 45 million baht to AO Fund of 15 million baht and AO Fund 1 of 30 million baht. 2) The Company's operating performance has improved by causing the accumulated loss as of June 30, 2022 amounting to 10.24 million baht, a decrease of 53.77 million baht when compared to the accumulated loss as of December 31, 2021 with a cumulative loss of 64.01 million baht.

Please be informed accordingly and publish to investors.

Best regards

(Sunisa Jirawuttikul)  
Chief Executive Officer and Director