

No TTW/148/13

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Subject Explanation of the operating result of the 2013 first quarter as compared with that of 2012

To The President
The Stock Exchange of Thailand

The operating results of Thai Tap Water Supply Public Company Limited (“the Company”) and its subsidiaries for the 2013 and 2012 first quarter are Baht 873.8 million and Baht 591.3 million, respectively. As compared with the operating results for the 2012 first quarter, the operating results of the company and its subsidiaries increased by 47.8%. The Company hereby clarifies the significant changes as follows:

1. Revenue for selling tap water increased by Baht 66.8 million or representing an increase of 5.7% because

a. The water sales of the Company increased by Baht 43.1 million or representing an increase of 5.5% due mainly to the rise in sell volume by 1.2 million cubic meters or representing an increase in 3.8% along with the increasing sell price from the previous year.

b. The water sales of Phatum Thani Water Company Limited (“PTW”) increased by Baht 23.7 million or representing an increase of 6.0% because its sale volume increased by 1.1 million cubic meters or representing an increase of 3.3% and its selling price increased from the previous year.

2. Other incomes increased by Baht 244.7 million or representing a rise of 202.1% because PTW received the refund of corporate income tax for 2009 and 2010 by Baht 143.1 million and by Baht 181.5 million, respectively, PTW recorded this transaction in other incomes of the current period.

3. The Cost of sales and services increased by Baht 11.1 million or representing an increase of 3.0% because the company main production cost such as electricity cost increased by Baht 24.8 million because of the rise in sale volume and the increase in electricity charge rate (Ft.). Chemical cost decreased by Baht 18 million because of high quality of raw water. During first quarter of year 2012, the Company and PTW were affected by mega flooding situation which caused raw water worse as compared with first quarter of this year.

4. Selling and administrative expenses increased by Baht 4.6 million or representing an increase of 6.3% due to the increase in employee and director expenses by Baht 2.7 million and increase in advertising and public relation by Baht 2.9 million.

5. Sharing of profit from investment in associated company is Baht 16.8 million because CKP has the net profit increased by Baht 56.1 million. Net profit of CKP increased mainly due to investment in many power companies such as SouthEast Asia Energy Ltd., Bangkhenchai Co., Ltd. Nakhonratchasima Solar Co., Ltd., Chiangrai Solar Co., Ltd. and Bangpa-in Cogeneration Ltd. (the first quarter of year 2012: CKP only invest in SouthEast Asia Energy Ltd.).

6. Financial expenses increased by Baht 20.7 million or representing an increase of 15.3% because the Company obtained long-term loan of Baht 2,760 million from bank to invest in shares in CKP. As the result, the Company has more financial expenses.

7. The corporate income tax increased by Baht 16.8 million or 14.5% due to increase in operating results of the Company and its subsidiaries.

Please be informed accordingly.

Yours Faithfully

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