Headline : Financial Transaction with Risk to the Financial Position and Operating Performance.

Security Symbol : PPP

Financial Transaction with Risk to the Financial Position and Operating Performance

Item No. : 1

Quarter / Year : Quarter 2/2026

Name of Transaction : The impairment of solar panels

Type of Transaction : Asset Impairment

Details of Transaction

Source of Transaction

For the three-month and six-month periods ended June 30, 2026, its subsidiary recognized loss on impairment of solar panels in amount of THB 68.20 million and THB 70.68 million, respectively, in the consolidated statement of profit or loss and other comprehensive income since its subsidiary has a plan to replace partially solar panels of the Saraburi power plant No.1 in order to increase the efficiency of electricity production.

Additional Detail of Source of Transaction (if any)

The subsidiary (Infinite Green Co., Ltd.) operates a solar power generation business with three power plants in Saraburi province. The first power plant was built in 2011, while the second and third were constructed in 2013. It has established a policy requiring regular monitoring of the solar panel efficiency using modern testing equipment for the power plants.

When solar panels were found to be deteriorating below the expected standard, replacement is necessary. In 2022, the subsidiary assessed the performance of the solar panels at the Power Plant No.1 and found that their electricity generation efficiency being below the expected standard, in which declining along the products' lifespan, leading to the replacement of solar panels. At that time, the subsidiary replaced some of the panels at the Power Plant No.1 and recorded an impairment of solar panels in the amount of THB 134 million in 2022. In 2023, it replaced almost of the solar panels at the Power Plant No.2, regarding its regular efficiency measurements.

This resulted in an impairment from the removal of solar panels for the upgrading of the Power Plant No.2 of THB 91 million. This was because, at the time of the project's initial implementation, the cost of the solar panels was twice their current price, and the company had projected a lifespan of 25 years. Replacing the solar panels prematurely, therefore, resulted in a significant impairment on the replaced panels. Conversely, the replacement of solar panels in both power plants led to increased electricity production in 2024 and 2025, and significantly boosting cash flow.

However, the IGC's operations require regular monitoring of the solar panels' efficiency. Thus, in 2026, the solar panels of the Power Plant No. 1 were replaced again, as previous replacements were only partial. This resulted in an impairment on the removed solar panels of THB 7.68 million, as aforementioned. Accordingly, the improvement of power plants' efficiency will lead to higher electricity production, and the new panel technology allows more efficient maintenance management. This accounting impairment does not affect cash flow; on the contrary, it increases revenue, as previously stated. The return on investment is projected over a 10-year period.

Cause of transaction

The subsidiary company implemented improvements to the production efficiency of the Power Plant No.1.

Additional details of cause of transaction (if any)

As the removed solar panels from the first power plant were classified as non-operating assets for accounting purposes, impairment loss amounts equal to its net book value have been recognized.

Details of Loss Amounts

Loss Amounts (Thousand Baht) : 70,680

Quarter / Year : Quarter 2/2026

Table of Proportion of Loss Amount Compared with the Latest Financial Statements				
(Unit : Thousand Baht)	**Quarter 2 30 June 2026**	**% Loss Amounts Quarter 2 30 June 2026**	**Period 6 Months 30 June 2026**	**% Loss Amounts Period 6 Months 30 June 2026**
Operating Income	133,497.00	51.09%	301,683.00	23.43%
Net Profit (Loss) Attributable to Owners of the Parent	(67,128.00)	101.59%	(98,282.00)	71.92%
The Relevant Transaction Value	68,198.00	100.00%	70,680.00	100.00%
Shareholders' Equity Attributable to Owners of the Parent	625,956.00	10.90%	625,956.00	11.29%

Impact Analysis

Impact Analysis on Business Operation / Financial Position / Liquidity / Operating Performance

Regarding the impact of the aforementioned transaction on the subsidiary's operating results, the subsidiary has recognized accumulated losses of THB 56.80 million as of 30 June 2026; while the total shareholders' equity remains at THB 506.95 million.

Assessment of Impact on Internal Control System

None

Corrective and Preventive Measures

Corrective and Preventive Measures to Avoid Recurrence of Similar Event

The subsidiary regularly monitors power generation efficiency in accordance with the company’s operational policy. Currently, the newly installed solar panels have a designated service life of 15 years, regarding the efficiency monitoring that the service life of panels currently in use having reviewed, and efficiency being maintained through the gradual replacement of solar panels as necessary. In this regard, the implementation will be carried out in accordance with the work plan and budget approved by the Boards of the subsidiary and the Company, with due regard for long-term best interests.

Board of Directors’ Opinion

Board of Directors’ and Audit Committee’s Opinion on the Reasonableness of Past Transactions

The Board of Directors and the Audit Committee considered the rationale and necessity for the project to improve the electricity generation efficiency of the Power Plant No. 1 and concluded that it was reasonable. This transaction is similar to the efficiency improvement project of the Power Plant No. 2, which was undertaken previously.

Board of Directors’ and Audit Committee’s Opinion on the Appropriateness of Current Measures

The Board of Directors and the Audit Committee have considered the appropriateness of the current measures-including the review of the useful life of assets and the determination of a 15-year useful life for new assets-and have concluded that they are appropriate.

Transaction Status

Current Progress Status : Rectification Completed (End of Progress Reporting)

Summary of completed actions.

Impairment loss resulting from the efficiency improvement of the Power Plant No.1 has been fully recognized.