

No. 0238-2024

August 13, 2024

Subject : Clarification regarding the auditor's disclaimer of conclusion on the Financial Statement in Q2/2024 ended June 30, 2024

To : The President  
The Stock Exchange of Thailand

Reference is made to the auditor's disclaimer of conclusion on the Financial Statement in Q2/2024 ended June 30, 2024 of CMO Public Company Limited (the "Company") and its subsidiaries. The basis for disclaimer of conclusion is specified as follows:

1. The Group has experienced operating losses for several years, and as of June 30, 2024, the Group's current liabilities exceeded its current assets by THB 167.09 million.
2. The uncertainty regarding the potential outcome of the legal cases filed against the Group, as described in Note 25.1 to the financial statements, represents a significant uncertainty that could further impact the Group's financial statements.

The Company would like to clarify that the auditor does not express conclusion on the Company's Financial Statements in Q2/2024 ended June 30, 2024 **was not due to the limited scope by the management** but due to the uncertainty of the ability to continue as a going concern of the Company's operation according to circumstances mentioned.

### **Guidelines for Resolving Operational Issues**

Based on the Company's performance in Q2/2024, ending June 30, 2024, the Company showed improved results, with operating cash flow totaling THB 125.43 million, which remains sufficient to sustain the planned business operations. However, the Company has implemented measures to maintain cash flow levels for debt repayment and operational needs. If necessary, the Company can raise funds by issuing additional common shares or convertible debentures, as the Board of Directors meeting No. 7/2024

resolved to have the management study the feasibility of securing funding from a fund of up to THB 500 million to serve as a reserve fund for the Company.

### **Guidelines for Resolving Legal Issues**

For significant disputes and legal cases, the Group has filed objections with the court to contest these cases. Currently, the cases are in the stage of evidence examination as ordered by the court. The Company's management and legal advisors are confident that for cases where no legal provisions have been recorded, the Group has a strong defense, and there is a likelihood that the court will dismiss the plaintiff's claims after reviewing all the facts. However, the outcomes of these legal proceedings are not final and are subject to the future judicial process.

Please be informed accordingly

Sincerely Yours,

(Mr. Kitisak Jampathipphong)

Chief Executive Officer

CMO Public Company Limited