



บริษัท โปรเฟสชันแนล เวสต์ เทคโนโลยี (1999) จำกัด (มหาชน)
PROFESSIONAL WASTE TECHNOLOGY (1999) PUBLIC COMPANY LIMITED

Translation

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Subject Progress report on the process for the repossession of qualifications in order to resume trading (Resume Stage)

To President
The Stock Exchange of Thailand

In regards to the Professional Waste Technology (1999) Public Company Limited (the "Company") which has passed the elimination of the grounds for delisting and has been entered the resume stage, the Company therefore would like to report the progress of the operation in order to be in line and to comply with the resume stage guidelines as follows:

1) Business type and operations

The Company has a core business of providing hazardous and non-hazardous industrial waste treatment, disposal, and transport services. The Company's plant for waste management and disposal operations is located in Sa Kaeo province. The plant consists of the areas for 4 Hazardous Landfills (L1 – L4), and another 4 non-hazardous landfills (L5 – L8). The total area by the Environmental Impact Assessment (EIA) is 650 rai and the landfill area is 233 rai (Detail by attached file), the capacity of hazardous industrial waste by EIA is 1,868,766 tons, which is used in 864,808.49 tons or 46.28%, and the remaining 1,003,957.51 tons or 53.72%. The capacity of non-hazardous industrial waste by EIA is 4,110,060 tons, which is used in 993,220.11 tons or 24.17%, the remaining 3,116,839.89 tons or 75.83% according to the attached table, there is an area of the buffer zone between the factory and the community of 1,023 rai, which is a buffer zone of approximately 417 rai and is a general area, roads, wells, approximately 606 rai, totaling 1,256 rai of the factory area.

From the table showing the landfill area and the amount of hazardous and non-hazardous industrial waste intake It can be seen that the Company is still able to provide services for receiving a large amount of waste and can continue to operate the landfill business for at least 10 years. In addition, the Company's Hazardous and Non-Hazardous Industrial Waste Landfill Business, Code 073, has also expanded its business in many core businesses such as the service of fuel blending for use as alternative fuels Code 042, mixed industrial waste to be used as substitute materials in cement incineration plant” (Solid Blending) code 044, contracting to repair and washing chemical tanks with solvent code 049, as well as receiving a license to separate waste for reuse (Recycle), which is in the group Code 101

The Company currently has a subsidiary:

JTS Aluminum and Metal Company Limited, which the Company holds 100% of the issued and paid-up capital engages in the business of melting aluminum from aluminum scrap (AL Scrap), aluminum ash (AL Dross) for reuse (Recycle).

Revenue of the Group from 2019 to March 31, 2022 (Present)

Revenue	2019		2020		2021		3M/2021		3M/2022	
	mL Baht	%	mL Baht	%	mL Baht	%	mL Baht	%	mL Baht	%
Industrial waste – Hazardous	154.41	48.74	115.77	53.96	115.39	37.86	27.14	45.26	39.04	40.33
Industrial waste – NonHazardous	49.97	15.77	16.63	7.75	15.60	5.11	2.85	4.76	5.76	5.96
Revenue from Industrial waste transportation	54.67	17.26	36.90	17.20	42.88	14.06	8.38	13.98	11.32	11.70
Revenue from aluminium sales	51.20	16.16	40.00	18.64	108.60	35.62	20.82	34.27	38.15	39.41
Revenues from sale of separated scrap materials	4.75	1.50	3.47	1.62	8.90	2.92	0.53	0.88	1.64	1.69
Other revenue	1.79	0.57	1.78	0.83	13.51	4.43	0.25	0.42	0.89	0.92
Total	316.79	100.00	214.55	100.00	304.88	100.00	59.98	100.00	96.80	100.00
Cost of Goods Sold	202.39	63.89	155.71	72.58	175.43	57.54	35.21	58.71	48.82	50.44
Net Income	115.10	36.33	-0.90	-0.42	113.85	37.34	9.05	15.08	38.17	39.43

Since 2015, the Company has set out firm's strategies to increase the efficiency and effectiveness of the company's core business as follows;

1. Increase and expand services further from industrial waste management services to sorting waste and blend and reform them to be used as fuel blending, fuel substitute mixture, or other form of recyclable waste materials that can be reuse/recycled.
2. Address the Company's marketing strategies to draw in new customers.
3. Maintain good relations and services standards with existing customers.
4. Streamline the overall company's operations.
5. Focus on maintaining the standard of waste operation, and address the environmental concerns regarding the waste management.
6. Develop employees' operational handbooks.
7. Expand the company's business to be an environmentally friendly tourist attraction and a learning center on industrial waste and waste treatment, as well as growing medicinal plants for education and to increase income for the company and the community. etc.
8. Operate the Company's landfills with good standards for the safety and well-being of near-by neighbourhoods and communities.
9. Cooperate with the Faculty of Environment, various educational institutions in waste disposal and environmental stewardship in various suitable ways to increase income and maintain a good environment in Thailand as well as planting trees to offset carbon credits. and selling carbon credit.

Considering the performance of the Company from the consolidated financial statement, the Company's revenues over the first 3 months of the year (3M2022) was 96.80 million baht, increased 61.38% year over year. The increase of revenues for 3M2022 was mainly from Aluminium sales revenue of JTS Aluminium & Metal Co., Ltd. (subsidiary), which was 38.15 million baht, increased 83.24% year over year. An increase of the revenue was mainly due to increases on both volume demand and unit price and income from industrial waste disposal services, which has increased revenue as well.

Cost of goods sold over the first 3 months of the year (3M2022) was 48.82 million baht, increased 38.65% year over year. All aforementioned items reflected the net Income of 38.17 million baht, from a net profit of 9.05 million baht over the same period of a year prior.

The financial position of the Company over the years are exhibited as follow. The Company had total assets at the end of 2019 to the end of 2021 at 643.77 million baht,

642.87 million baht, and 763.40 million baht respectively. The total assets as at March 31, 2022 was 800.67 million baht.

Total shareholders' equity at the end of 2019 to 2021 and as at March 31, 2022 were 452.96 million baht, 450.50 million baht, 565.04 million baht, and 603.77 million baht respectively. Total liabilities at the end of 2019 to 2021 and as at March 31, 2022 were 190.82 million baht, 192.37 million baht, 198.35 million baht, and 196.90 million baht respectively. Total shareholders' equity and total liabilities reflected debt-to-equity ratios at the end of 2019 to 2021 and as at March 31, 2022 of 0.42 times, 0.43 times, 0.35 times, and 0.33 times respectively.

Events that have significant impacts on the Company's Business in 2021

1. COVID-19 Pandemic has reflected the declining production of the Company's customers whom their main cores are industrial manufacturing and production. The customers' revenue has declined and accordingly reflected on the Company's waste management services. However, the company's processed aluminium business is soaring. Over the the year 2021, the overall demand for processed aluminium increased rather significantly, and reflected on a 301% increase of the Company's processed aluminium sales. The increases are mainly from both sales volume and unit price.
2. March 2021 : The Company has completed the improvement of the soil embankment on the north-eastern side near L5 landfill in according to the order of the Sa Kaeo Provincial Industrial Office.
3. May 2021: The Board of Directors' meeting approved:
 - 3.1. The purchase of land approximately 40 rai
 - 3.2. Dissolution subsidiary Begemann Mercury Tech (BMT-Asia) Company Limited
 - 3.3 Develop industrial waste separation yard within the approved budget of 10 million baht.
4. May 2021: The Annual General Meeting of Shareholders was reached to a disapproval resolution regarding the Common Capital Restructuring Plan to Write-Off Discounted Paid in Capital and Deficit Retained Earnings. The plan was to reduce the Paid-Up registered capital of 981.39 million baht from the current Paid-Up registered capital of 1,417.56 million baht. The new common paid-up capital would be 436.17 million baht, and the accumulated loss on retained earnings would be decreased to -90 million baht (approximately) from -800 million baht (approximately).

5. Further, the revenue from sale of separated scrap materials during 2021 has noticeably increased and likely to continue in a way that the Company could have a much clearer view on further growth of income from this activity. Hence, the movement of this particular revenue over the years has then been exhibited as another revenue item separated from the “Other Revenue” as seen in the table of revenue structure above.
6. October 2021: The Board of Directors' meeting approved:
 - 6.1. Purchase of 3 pieces of land approximately 114 rai totalling to amount not over 19.13 million baht
 - 6.2. Sale of 4 pieces of land approximately 220 rai totaling to amount not over 39.63 million baht

2. The Company's Internal Control System

To reassure the Company's shareholders of our practices and to recognize the importance of internal control system and information reporting system. Since 2016, the Company has continuously improved the internal control system to suit business operations and to maintain assets and utilize resources efficiently. The Progress is the following:

In 2020, the Company has appointed Bunchikij P&S Consolidation Co.,Ltd (“Internal Auditor”) to conduct a preliminary assessment of the adequacy of the existing internal control system, by COSO (The Committee of Sponsoring Organization), check the performance of various matters and related control activities and assess the critical risks of the Company's operating system.

In 2021, Regarding the progress of internal audit assessment, Internal Auditor reported the result of internal audit assessment all issues were clear except a renew of License that operations are harmful to the health. The Company is following up the status. It is in the process of being reviewed by the relevant departments:

On March 8, 2022, the company received a letter from the Non-Mak Keng Subdistrict Administrative Organization (“Sub-district Administrative Organization”) that it has no power to renew a license to the company. By the way, the Sub-district Administrative Organization has written a letter to discuss with the Department of Health Ministry of Health

On March 21, 2022, the Company submitted information and documents about license internal auditor. The internal auditor has considered and expressed an opinion that it is not an important issue from audit finding. The Internal Control Sufficiency Evaluation Form

being issued by the corporation of the Company and Internal Auditor. It would address the sufficient and proper internal control scheme the company has adopted and implemented throughout in order to meet with the company's sustainability plan and other rules and regulations related to operate the business such as fraud detect, and prevention scheme and the reliable accounting system, and workflows.

On April 27, 2022, the company received a letter from The Department of Health that The Company's hazardous waste management business under the laws of to the factory law. Therefore, there is no need for a license under Section 19 of the Public Health Act B.E. 2535 but the company must notify to the Sub-District Administrative Organization, there is need for a license under section 18 paragraph 4 of the same Act. Therefore, the company does not need to apply for a license from Sub-District Administrative Organization and the Internal Audit Department has reviewed the issue that it is not important.

The Company would like to continue improving the internal control system to ensure that an ample internal control outline has been set out for the operational efficiency and transparency and to be a good foundation to support the company to create sustainable earnings for a long-term viability, and lastly to meet with the SET standard of a company's internal management, and be ready for the resume stage.

The Company would like to report the progress of the process for the repossession of qualifications in order to resume trading and the operating performance over the first 3 months of the year (3M2022) as mentioned above, and has submitted application for resume trading by March, 2022. The Company also will take this occasion to inform of such continuing practice of updating and reporting the progress for further "Resume Stage" considerations.

Yours sincerely

(Assoc.Prof. Dr. Vilailuck Skulpakdee)

Chief Executive Officer

บริษัท โปรเฟสชันแนล เวสต์ เทคโนโลยี(1999) จำกัด (มหาชน)

รายละเอียดพื้นที่ทำหลุมฝังกลบอันตราย และไม่อันตรายตาม EIA

รายละเอียดปริมาณการรับกากอุตสาหกรรมที่อันตรายและไม่อันตราย เปรียบเทียบกับปริมาณที่เปิดหลุมแล้ว
และที่ปิดหลุมไปแล้ว

ข้อมูลตาม EIA ระยะเวลาการใช้งาน	หมายเหตุ	พื้นที่ให้บริการ (ไร่)	ปริมาณกากที่ รับได้ตาม EIA (ตัน)	รวมปริมาณ ที่ใช้ไปทั้งหมด (ตัน)	ปริมาณคงเหลือ (ตัน)	
หลุมฝังกลบอันตราย HazarDous Waste						
L1	ระยะเวลาสูงสุด 11 ปี	B	17.2	384,181.00	360,226.19	23,954.81
L2	คิดจากการให้บริการเต็มกำลัง	A	20.72	497,990.00	294,507.43	203,482.57
L3	การผลิต 500 ตันต่อวัน	A	18.1	383,188.00	210,074.88	173,113.13
L4		D	24.51	603,407.00	0.00	603,407.00
	รวม		80.53	1,868,766.00	864,808.49	1,003,957.51
อัตรา %				100.00	46.28	53.72
หลุมฝังกลบไม่อันตราย Non Hazardous Waste						
L5	ระยะเวลาสูงสุด 11 ปี	B	25.08	630,427.00	562,283.64	68,143.36
L6	คิดจากการให้บริการเต็มกำลัง	A	46.81	1,258,366.00	394,815.14	863,550.86
L7	การผลิต 1,000 ตันต่อวัน	C	20.93	493,772.00	0.00	493,772.00
L8		A	59.47	1,727,495.00	36,121.33	1,691,373.67
	รวม		152.29	4,110,060.00	993,220.11	3,116,839.89
อัตรา %				100.00	24.17	75.83
รวมทั้งสิ้น			232.82	5,978,826.00	1,858,028.61	4,120,797.40
หมายเหตุ						
A อยู่ระหว่างการให้บริการ						
B ไม่สามารถรับกากได้แล้ว รอปิดคลุมถาวร						
C หลุมในอนาคตยังไม่ได้เปิดดำเนินการ						
D อยู่ระหว่างก่อสร้าง						