



Ref. SAAM 13/2020

20 May 2020

Subject: Disclosure of the Impact of Coronavirus 2019 (COVID-19) Pandemic

To: The President
The Stock Exchange of Thailand

SAAM Energy Development Public Company Limited (the "Company" or "SAAM") would like to inform the impact of the Coronavirus 2019 (COVID-19) pandemic with details as follows:

1. Risks and Impact on Business Operations

- The Company and 3 other subsidiaries, which the Company holds 100% stake in, namely SAAM One Company Limited ("SAAM-1"), SAAM Two Company Limited ("SAAM-2"), and SAAM Three Company Limited ("SAAM-3"), recognizes constant revenue for the duration of the agreement of 20 - 25 years from procurement of project site location and provision of related services within solar power projects in Thailand as reflected in 17 long-term contracts, and thus are not affected by the COVID-19 pandemic.
- SAAM Solar Power One Company Limited ("SAAM-SP1"), which the Company holds 100% stake in, recognizes revenue from the production and sale of electricity from a 2-MW solar power project, which is mainly affected by density of irradiation and weather conditions, and therefore not affected by the COVID-19 pandemic.
- SAAM International Limited ("SAAM-INTER") and SAAM Japan Energy GK ("SAAM-JAPAN"), which the Company holds 100% stake in, develop renewable energy projects for sale, and are currently developing biomass power projects in Japan for project delivery to investors as well as conducting studies on developing additional renewable energy projects in other countries. The effect from the COVID-19 pandemic on this particular business is in terms of difficulty in contacting and coordinating with government agencies in Japan resulting in lengthened period of time in discussing and negotiating on matters, as well as inability to commute to meet with such government agencies and investors and increased reliance on conference calls and discussions through other electronic means.
- The Company has measures to prevent the spread of COVID-19 as well as Business Continuity Plan: BCP, and supports personnel at the Company's headquarter to work at home as opposed to commuting to the office to reduce transport and interaction, as well as promote physical distancing. In addition, the Company has implemented measures to prevent the spread of COVID-19 at solar power project site locations such as the hosting of health briefings and constant temperature scanning, placing key importance on personnel safety and hygiene.



2. Impact on Source of Fund and Operational Liquidity

- The Company is not adversely affected by the COVID-19 pandemic with regards to the sourcing of loans or liquidity status. SAAM-3 and SAAM-SP1 have entered into loan agreements with a commercial bank in Thailand since 2015. However, the aforementioned 2 companies were not affected by the COVID-19 pandemic and are able to make loan repayments and interest payments as scheduled.
- The Group of Companies has continuously evaluated the situation and performed financial planning at least 3 months in advance to prepare and be ready for any emergency situation.

3. Impact on Financial Statements

- The COVID-19 pandemic situation does not significantly affect the value of assets, as from analysis of account receivable aging from the outstanding amount of THB 9.7 million as at 31 March 2020 according to consolidated financial statements, no account receivable transaction meets the criteria calling for the record of allowance for doubtful accounts in accordance with the Company's accounting policies, and no other asset is deemed deteriorated.
- The Group of Companies expects no increase in contingent liability from such situation.
- The Company's management will continuously monitor ongoing developments with regards to such situation and assess financial impacts to the value of asset, liability estimates, and contingent liability.

Please be informed accordingly.

Yours Sincerely,

(Mr. Podduang Kongkamee)
Chief Executive Officer