

(Translation)

TG. 07/007

February 24, 2021

Subject Submission of financial statements for the year ended December 31, 2020

To President of the Stock Exchange of Thailand

- Enclosed**
1. Thai Airways International Public Company Limited and its subsidiaries' financial statements for the year ended December 31, 2020
 2. Management's Discussion and Analysis (MD&A) for the year ended December 31, 2020 for Thai Airways International Public Company Limited and its subsidiaries
 3. Report Summarizing Operating Results of the Company (F45-3)

Thai Airways International Public Company Limited is pleased to submit the Company's consolidated financial statements and its subsidiaries for the year ended December 31, 2020 which has been reviewed by the Auditor and also Management's Discussion and Analysis (MD&A) for the same period. Details have been enclosed and can be summarized as follow:

The world's aviation industry in 2020 has suffered an unprecedented level of impact from the control measures to contain travel of various countries causing all airlines to stop operating their normal operation. Thai Airways International Public Company Limited (THAI) gradually reduced its flights to match the declining traffic demand since late February 2020 until temporary extract all flights in April 2020 to comply with the epidemic control measures of each country by providing cargo services in certain routes including special flights to bring Thais home only causing the enormous impacts of total revenue. In the Board of Directors meeting on May 20, 2020 and May 25, 2020 had resolved to approve to file for rehabilitation to the Central Bankruptcy Court with the objective to reach its objectives of rehabilitation plans even more effective step by step supported by laws which provided equitable protection to relevant parties. Moreover, THAI would still be able to conduct its normal business operations whether both passenger and cargo transportation of which would be carried out simultaneously with the rehabilitation in order to enhance operational efficiently and further improve the quality of products and services.

In 2020, THAI and its subsidiaries recounted passenger production (ASK) decreased by 73.7% while passenger traffic (RPK) decreased by 78.5%. Average cabin factor was 64.7% lower than last year which averaged 79.1%. Passengers carried were 5.87 million people, a decrease of 76.1% from the previous year. For cargo transportation, freight production (ADTK) was 74.3% lower than the previous year, while freight traffic (RFTK) was 72.0% lower than the previous year. Average Freight load Factor was 58.6% higher than the previous year at 53.8%.

THAI implemented various measures to reduce costs and mitigate the impact of the COVID 19 situation while in 2020, total revenues of THAI and its Subsidiaries were THB 48,311 million, lower than last year by THB 135,735 million or 73.8%. The main reason was because both revenue from passenger and cargo transportation decreased by THB 125,772 million (75.4%). Revenue from other activities decreased by THB 7,554 million (53.1%) due to the measure to restrict international travel, both of Thailand and other countries that still exist. Total expenses were of THB 96,430 million, THB 100,040 million or 50.9% lower than last year, mainly due to operating expenses

that varied with traffic production, traffic demand and number of passengers decreased in line with production and traffic demand. Moreover, fixed expense was still high while reducing revenue decreased greater than reducing expenses which was inadequate to compensate resulting in operating loss of THB 48,119 million, higher loss of THB 35,695 million (287.3%) from last year

In 2020, THAI and its subsidiaries One-time expenses totaled THB 91,978 million consisting of

- Reserve employee compensation in the Mutual Separation Plan A, the amount of THB 3,098 million
- Impairment loss on aircraft, right-of-use assets and aircraft spare parts, amount of THB 82,703 million
- Impairment losses in accordance with TFRS 9 amount of THB 261 million
- Gain from changes in ownership interest in NOK Airline PCL., amounting to THB 206 million.
- Loss on foreign exchange, amount of THB 895 million.
- Losses for hedge of group of items with offsetting risk positions in the amount of THB 5,227 million.

THAI and its Subsidiaries had net loss of THB 141,180 million, greater loss of THB 129,163 million from the previous year. Loss attributable to owners of the parent company was THB 141,171 million, representing a loss of THB 64.68 per share while last year had a loss of 5.51 baht per share. EBITDA was negative of THB 11,319 million, while the previous year was positive THB 9,345 million. EBITDA margin equal to -23.4% compared to previous year's 5.1%.

As of December 31, 2020, total assets totaled THB 208,791 million, a decrease of THB 46,017 million (18.1%) from December 31, 2019. Total liabilities as of December 31, 2020 were THB 337,456 million increased by THB 94,414 million (38.8%) from December 31, 2019. As of December 31, 2020, shareholders' equity totaled THB -128,665 million, a decrease of THB 140,431 million from December 31, 2019.

On September 14, 2020, the Central Bankruptcy Court granted the Company's business rehabilitation petition and appointed the Planners as nominated by the Company. Subsequently, the Official Receiver has announced the Court Order of the Company's business rehabilitation petition and appointed the Planners in the Royal Gazette on October 2, 2020. Currently, the Planners is in process of preparing the rehabilitation plan which expects to propose the rehabilitation plan to the Official Receiver within March 2, 2021. Then, the Official Receiver will call a creditors' meeting to consider the Company's rehabilitation plan and further submit to the Central Bankruptcy Court to approve the rehabilitation plan.

Please be informed accordingly.

Yours faithfully,

Mr. Chai Eamsiri
Executive Vice President Finance and Accounting Department

Management Accounting and MIS Department
0-2545-2499