



EDL-Generation Public Company

The Third Quarter Report

30 SEP 2024



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1. Overview of the Company's business.

❖ Vision

1. A leading company in Lao PDR in generating the stable electric power, to fulfil the demand of socio-economic development of Lao PDR and the region in line with the green and sustainable direction.
2. A leading company in providing the operation and maintenance services to power producers in Lao PDR and the region.
3. A leading company that creates the added values for Shareholders.

❖ Mission

1. To supply electric power from clean and renewable energy sources by taking the environment into account, ensuring the energy security and sustainability for Lao PDR and the region.
2. To comprise the clear, transparent and auditable decision-making process.
3. To collaborate closely with strategic partners and power distributors to supply electricity for domestic and regional socio-economic development.
4. To enhance the effectiveness and improve the company in all aspects, in order to become the producer and provider of the operation-maintenance service for power producers in Lao PDR and the region.
5. To invest in businesses which emphasis the creating of added values both short term and long term with highest returns continuously for Shareholders.

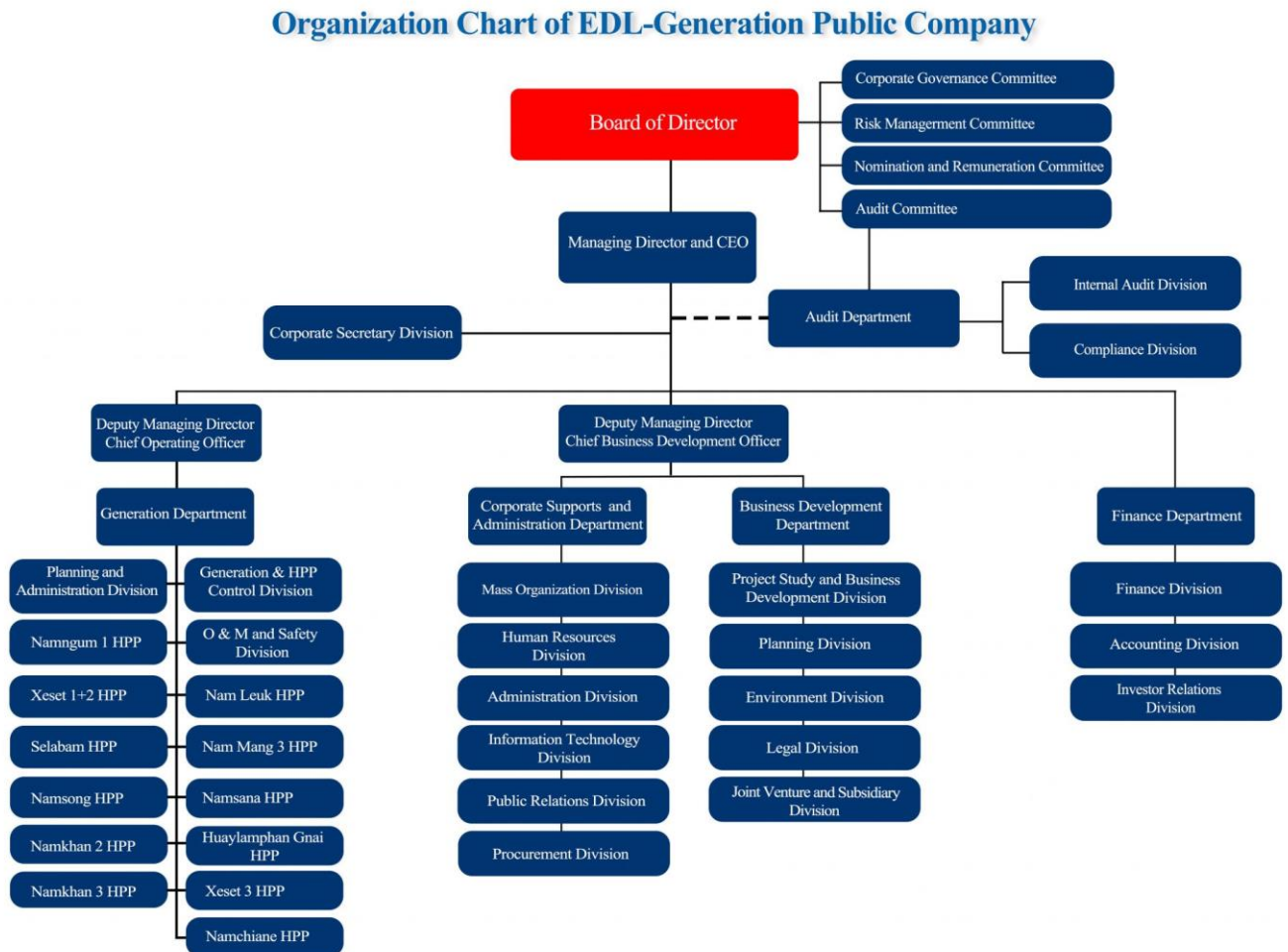
❖ Core Business Operations

1. To generate and sell (wholesale) electricity to EDL as well as to construct transmission lines and substations as necessary.
2. To invest in power generation assets constructed and planned by EDL, or to invest in or acquire shares wholly owned or partially owned by EDL in IPPs.
3. To provide operation and maintenance services to power generation projects in Lao PDR.

2. Organization Structure

2.1 Organization Chart

The organization chart of EDL-Gen consists of the board of directors with 09 members, 3 of whom are independent directors; 2 members of executive management team, 5 departments, 20 divisions, and 13 hydropower plants. EDL-Gen and its subsidiaries have 782 staff, 137 of whom are female members.



Board of Directors

- * Date of Birth: 30/10/1977
- * Nationality: Lao
- * Position : Deputy Governor, Bank of Lao PDR.
- * Education: Master of International Relations in Economics and Politics, University of Lodz, Lodz, Poland.



Mr. Soulivath SOUVANNACHOUMKHAM
Chairman

- * Date of Birth: 05/10/1964
- * Nationality: Lao
- * Position: Managing Director of ELECTRICITE DU LAOS and EDL-Generation Public Company.
- * Education: Master of Hydropower and Operating Systems, University of Mechanical Engineering, Soviet Union.



Mr. Vongsakoun YINGYONG
Vice Chairman

- * Date of Birth: 01/05/1968
- * Nationality: Lao
- * Positon: Director General of Energy Business Department, Ministry of Energy and Mines
- * Education: Bachelor of Mechanical Engineering, National University of Laos



Mr. Somphith KEOVICHITH
Director

- * Date of Birth: 25/05/1970
- * Nationality: Lao
- * Position: Deputy Director General of State-Owned Enterprises Reform and Insurance Department, Ministry of Finance.
- * Education: Master of Economics and Business, Kyung Hee University, the Republic of Korea.



Mr. Pasomphet KHAMTANH
Director

- * Date of Birth: 09/06/1972
- * Nationality: Lao
- * Position: Deputy Managing Director of Eletricite Du Laos (EDL).
- * Education: Ph.D in Electrical Engineering, Hanoi University of Science and Technology, Hanoi, Vietnam.



Ph.D Bounthene CHANSAMAY
Director

- * Date of Birth: 12/03/1978
- * Nationality: Thai
- * Position: Board of Director, Hongsa Power Co., Ltd and Phufai Mining Company Limited
Managing Director of Ratch-Lao Service Co., Ltd
Managing Director of Asia Water Company Limited
CEO of Foreast Renewable Development
- * Education:
 - Master of Science (Banking and Finance), (English Program), Chulalongkorn University, Thailand
 - Master of Engineering (Electrical Engineering), Chulalongkorn University, Thailand



Mr. Chollawit WINITCHAI
Director

- * Date of Birth: 13/02/1958
- * Nationality: Lao
- * Position: Former Vice Minister of Home Affairs .
- * Education: Master of Law and Public Administration.



Mr. Khammoune VIPHONGXAY
Independent Director

- * Date of Birth: 29/12/1975
- * Nationality: Lao
- * Position: Director General of Banking Operation Department, Bank of Lao PDR.
- * Education: Master of Economics, Australia



Mr. Khamkeo VISISOMBATH
Independent Director

- * Date of Birth: 22/08/1979
- * Nationality: Lao
- * Position: Deputy Director General of Research and General Affairs Department, Office of the Party Central Committee.
- * Education: PhD in Economics, Kobe University, Japan.



Dr. Phanhpakit ONPHANDALA
Independent Director

Managing Directors of EDL-Gen



Vongsakoun YINGYONG
Managing Director



Daovieng SOUNANTHALATH
Deputy Managing Director

3. Committees

In order to secure the quality and the regulations of the company, the board of directors appointed a number of committees, consisting of committees under Board of Directors and under the Managing Directors.

3.1 Committees under Board of Directors

The Board of Directors is supported by 4 committees, each comprising members. The details are as follows:

Audit Committee

1. Mr. Khammoune VIPHONGXAY	Independent Director	Chairman
2. Mr. Khamkeo VISISOMBATH	Independent Director	Vice Chairman
3. Mr. Pasomphet KHAMTANH	Director	Member

Risk Management Committee

1. Mr. Somphith KEOVICHITH	Director	Chairman
2. Dr. Phanhpakit ONPHANDALA	Independent Director	Vice Chairman
3. Mr. Pasomphet KHAMTANH	Director	Member
4. Dr. Bounthene CHANSAMAY	Director	Member

Nomination and Remuneration Committee

1. Mr. Vongsakoun YINGYONG	Director	Chairman
2. Mr. Soulivath SOUVANNACHOUMKHAM	Chairman	Vice Chairman
3. Mr. Chollawit WINITCHAI	Director	Member

Corporate Governance Committee

1. Mr. Vongsakoun YINGYONG	Director	Chairman
2. Mr. Somphith KEOVICHITH	Director	Vice Chairman
3. Dr. Phanhpakit ONPHANDALA	Independent Director	Member

3.2 Board of Directors Meeting

In the third quarter report of 2024, the Board of Directors of EDL-Generation Public Company organized 1 meeting; the detail is as follows:

The Ordinary Board of Director's Meeting No 3/2024, dated August 26, 2024:

- ❖ Approved the Company's business performance report including the Company's financial statements for six-month period of 2024. And this matter shall be proposed to the Company's meeting of Shareholders for further consideration and approval.
- ❖ Approved no dividend payment from the Company's business performance for six-month period of 2024 as the company still has obligations to repay maturing debentures and loans in quarter 3 and quarter 4 of 2024. This matter shall be proposed to the Company's meeting of Shareholders for further consideration and approval.
- ❖ Adopted the appointment of new Director of the Board of Directors in replacement of a former Director who was assigned to a new position, the Director's term of office and the amendment to the Company's Articles of Association in Article 9: Directors as follows:
 1. Appointed Ph.D Bounthene CHANSAMAY Deputy Managing Director of Electricite Du Laos (EDL), as a new Director of Board of Directors in replacement of a former Director who was assigned to a new position, and the new Director shall serve the term of no more than two (2) years from the date of the Company's meeting of Shareholders onwards.

2. Approved the amendment to the Company's Articles of Association in Article 9: Directors to add and change name and address of the new Director. This matter shall be proposed to the Shareholder's meeting of the company for further consideration and approval.

1. Audit Committee (AC)

The Audit Committee conducted its work for the third quarter of 2024 as follows:

- ❖ Convened the third ordinary session on September 19, 2024, with the agenda focused on:
 - Reviewed the Management letter for the first half of 2024, as provided by the External Auditing firm, Ernst & Young Laos.
 - Reviewed the financial report for the first half of 2024, which had been audited by E&Y Laos, and addressing the auditor's opinion on the financial report.

3.3 Committees under Managing Directors

1. Procurement and Equipment's Supply Committee (PESC).

In the third quarter report of 2024, the PESC held meetings on procurement to negotiate and consult with suppliers/contractors, divided into 3 sections as follows:

- | | |
|------------------------------|--------------|
| 1. Work contracts in | 02 projects. |
| 2. Goods supply contracts in | 15 projects. |
| 3. Service contracts in | 01 project. |

2. Honor Policy and Discipline Committee (HPDC)

In the third quarter report of 2024, The HPDC held meeting, and researched and considered to improve the business operations within EDL-Gen as follows:

- Regulations on technical proficiency level (3rd revision).
- Regulations on the management of the Namyuaeng Company Limited.
- Regulations on treasury management (4th revision).

4. The Environmental and Social Activities.

4.1 Environmental Conservation

- Had carried out the monitoring and organizing the meeting with local authorities to discuss and evaluate the implementation of environmental work as well as the livelihood development plan for the resettlement villages of HLPG HPP and NK2 HPP
- Provided the monitoring budget for Department of Energy Business, MEM to be used on organized the meeting to discuss on prioritize projects for year 2024
- Provided the budget for surveying a land use area measurement in the catchment area of Nam Chiane HPP which located Khoun District, Xiengkhuang Province
- Participated in the discussion with JAICA Project Teams in the topic of: Integrated Energy Master Plan towards Sustainable Carbon Neutral Society.
- Provided the budget for 7 land use and service fees that were compensated from Nam Ngam-1 Unit 6 extension with the total amount of 27,674,000 LAK.
- Delivered Environmental and Social Development Plan of 2023-2024 to Internal Audit Department.
- Had carried out organizing the Carbon credit trading meeting with SCI VENTURE COMPANY LIMITED.

- Implemented the reforestation for year 2024 in replace of the impoundment area of Namkhan 2 and HLPG hydropower plants, in the total area of 1 Ha per year in order to rehabilitate the protected area of the watershed of the HPPs.
- Participated in Guideline for ISO 14001:2015 Documentation preparation Training during June 27th 2024 at Grand Mercure Bangkok Atrium, Thailand.
- Actively participated in the Implementing on drafting Livelihood Restoration Plan for Namkhan 2 and HLPG hydropower plants according to Standard Environmental and Social Obligations.
- Completed a field visit and report to Nam Mang 3 hydropower plants to inspect the encroached area and pumped water from the reservoir to use in the coffee plantation, as well as find a solution together with the stakeholder around the Nam Mang 3 hydropower plants.
- Participated in Overview and Implementation of REC Market Framework for Laos during 08-09/05/2024 at Lao Plaza Hotel, Vientiane Lao PDR.
- Participated in Materials for the Stakeholder Consultation on the Draft of Decree on Carbon Credits, Ministry of Natural Resources and Environment.
- Have held forest boundary encroachment Protection Meeting of all EDL-Gen owned hydropower plants on 23 May 2024.
- Participated in the meeting of environmental-social management and monitoring plan for all EDL-Gen owned hydropower plants with the Department of Natural Resources and Environment, Ministry of Natural Resources and Environment on 04 June 2024.
- Participated in meeting to exchange lessons on the implementation of the concession agreement and the fulfillment of various obligations with Lao Mining Development, state enterprise on 04 June 2024.
- Participated in CDM meeting with BB Energy, ESL, EDL and EDL-Gen Xeset 2 HPP.
- Provided budget on National Day for Wildlife and Aquatic Animal Conservation 35 million kip was set for Xeset-1 and Xeset-2 HPPs.
- Provided budget on National Day for Wildlife and Aquatic Animal Conservation 35.5 million kip was set for Nam Leuk HPP.
- Participated in a Capacity Building Seminar on Carbon Markets and Article 6 for the Energy Sector in Lao PDR on July 4-5, 2024 by GGGI.
- Provide the budget of 3,590,000 LAK, to the authority of Xiengkhuang province; which to be used in environmental monitoring and inspection of social-environmental implementation of NamChiane hydropower plant.
- Participated in The World Bank Environmental and Social Framework (ESF) and Overview Assessment for Laos Interactive Workshop, June 4, 2024.
- Completed a field visit to order monitor the water quality, survey and collect basic village information, survey the living conditions of the villages around the dam.
- Participated in National Forum for the dissemination of transboundary impact assessment of Sekong Downstream (site A) on 05 July 2024, Lao Plaza, Vientiane Capital.
- Provide the budget to the implementation of the Environmental Management and Monitoring Plan (EMMP) for 2024 at the Nam Sana Hydropower Plant of 24,897,000 LAK
- Provide the budget to the management and protection of forests within the boundaries of the Xeset 3 Hydropower Plant amounts to 55,480,000 Lak
- Completed a field visit and report to order to monitor the water Quality, survey and collection basic village information, survey the living conditions of the villages around the dam

- All EDL-Gen owned hydro power plants has submitted the environmental-social monitoring report monthly to report its E&S implementation.
- EDL-Gen has monitored the water level, especially the upstream and downstream reach, examine the water qualities, monitoring the emergency warning system and implement the reservoir's surface clearance regularly, meantime surveying reservoir area, the surrounded forest conditions, as well as the abundance of the biodiversity surrounded its HPPs.

4.2 Environmental Conservation

- Participated in Alumni of The Asia Pacific Enterprise Award (APEA) on 28/03/2024 in Shanghai, China.
- Participated in the preparation meeting with Department of Energy Business, MEM about the 24th ASEAN Energy Business Forum (AEBF-24) set to convene in Vientiane, Lao PDR, from 25 to 27 September 2024.
- Provide the budget for Child Rights and Protection Learning Center the total amount of 3,000,000 LAK.
- Provide the budget to the authority of Xaysomboun province; which to be used in Improve the infrastructure. the total amount of 15,000,000 LAK.
- Participated in the Request for a consultation meeting on the project Acceleration corporate thematic Bond issuance in Lao PDR with Lao Securities commission office.
- EDL-Gen has implemented the biodiversity conservation activities every year, by planting trees and releasing fingerlings to its HPPs' surrounding. On the occasion of National Labor's Day on 1st June 2024, EDL-Gen has held official ceremony at Nam Khan 3 HPP which located in Xieng ngern district, Luangprabang Province. Meanwhile, the unofficial event was also held at all EDL-Gen' HPPs.
- EDL-Gen has prioritized the CSR works and contributing to its community in all possible sectors, especially in promoting local livelihood and education of unfortunate young generations, as well as providing and maintenance the infrastructures to the local communities.
- Provide the budget for social activities in 2024 for the Xeset 3 Hydropower Plant, amount of 54,060,000 LAK
- The completion of environmental awareness activities for the communities around the Namleuk Hydropower Plant has been achieved
- The report on the completion and handover of the construction of the electrical grid and transformers to provide to the people in the new resettlement village, consisting of 142 families affected by the 2019 natural disaster, who relocated from Phukaikhai village, Sanasomboun district, Champasak province, has been submitted to the Department of Energy Business. And Electricité du Laos (EDL) for management and maintenance
- Provided the budget for repair and inspection for radios of the community area ot the Nam Ngum 1 Hydropower Plant, amounting of 29,900,000 LAK
- Provided the budget for education and sports equipment for the Namleuk Hydropower Plant, amount of 11,550,000 LAK
- Provide relevant information and documents regarding the operations and community rehabilitation of the Nam Khan 2-3 Hydropower Plant to the Department of Agriculture and Forestry in Luang Prabang province.
- The survey on the living conditions and economic status of the villages around the dam has been completed.

5. Business Operation and Performance.

From 2010 to the present, EDL-Gen's business is based on electricity generation where EDL-Gen supply wholesale electricity to EDL exclusively and from co-investment in projects with independent hydro power plants in accordance with government policy guidelines, including regulations, principles and laws related to the public listed companies. This is to ensure continuous growth of the company and cement the confidence of both local and foreign investors. EDL-Gen's business performance In the third quarter report of 2024 can be summarized as follows:

5.1 Generation

In the third quarter report of 2024, the power generation's plan of wholly-owned hydro power plants of EDL-Gen was 878.14 GWh, The actual generation was 1,000.35 GWh, equivalent to 113.92% of the plan and 105.87% compared to the same period of previous year. In addition, the generation plan from EDL-Gen's share holdings in Independent Power Producers (IPPs) was 1,449.90 GWh and actual generation was 1,433.02 GWh, equivalent to 98.84% of the plan and 103.92% compared to the same period of previous year.

In the third quarter report of 2024, the total power generation plan of EDL-Gen was 2,328.04 GWh, the actual generation was 2,433.37 GWh, equivalent to 104.52% of the plan and 104.71% compared to the same period of previous year. The reason for exceeding the plan is due to the overall rainfall conditions in areas of the dams managed by EDL-Gen, which experienced relatively good rainfall compared to the 10 years average. Power generation details are summarised in the table below:

Table 1: Power Generation of the third quarter report of 2024

No.	Description	The Third Quarter report of 2024			The Third Quarter report of 2023	
		Actual (GWh)	Plan (GWh)	(%)	Actual (GWh)	(%)
1	EDL-Gen wholly owned hydropower plants	1,000.35	878.14	113.92	944.89	105.87
2	Independent Power Producer (IPPs)	1,433.02	1,449.90	98.84	1,378.98	103.92
Total		2,433.37	2,328.04	104.52	2,323.87	104.71

5.2 Revenue

The total revenue for in the third quarter report of 2024 was 1,070,562 Million Kip, a decreases of 124,905 Million Kip compared to the same period of last year. The main reasons were the share of profit from investment in associates and joint ventures. (Table 2)

5.3 Expenses

The total expenses in the third quarter report of 2024 was 2,233,488 Million Kip, a increase of 202,383 Million Kip compared to the same period of last year due to the financial costs and foreign exchange loss, net. (Table 2)

5.4 Net Profit/(Loss)

For the business performance of in the third quarter report of 2024 EDL-Gen reported a net loss of 1,162,926 Million Kip. (Table 2)

Table 2: Revenue, expenses and Net Profit/(Loss) of In the third quarter report of 2024

No.	Description	The Third Quarter report of 2024	The Third Quarter report of 2023	Change	Comparison to the Third Quarter of 2023 %
		(Million Kip)	(Million Kip)	(Million Kip)	
		1	2	3= 1-2	4=3/2
I	Revenue	1,070,562	1,195,467	(124,905)	-10.45%
1	Revenue from sale electric and services	478,809	446,405	32,404	7.26%
2	Other income	33,969	25,857	8,112	31.37%
3	Share of profit from investment in associates and joint ventures	557,784	723,205	(165,421)	-22.87%
II	Expenses	2,233,488	2,435,851	(202,383)	-8.31%
1	Cost of sales and services	176,458	175,164	1,295	0.74%
2	Operating and administrative expenses	102,154	51,649	50,505	97.79%
3	Finance costs	338,337	390,692	(52,355)	-13.40%
4	Foreign Exchange Loss, net	1,616,519	1,818,346	(201,827)	-11.10%
5	Income tax expense	20	-	-	-
	Net Profit/(loss)	(1,162,926)	(1,240,383)	77,478	6.25%

Noted : The figures are based on consolidated financial statement.

5.5 Taxes

EDL-Gen is a public company listed on the Lao Securities Exchange (LSX) and operates its business under the laws of Lao PDR. EDL-Gen has made commitment and strictly follow its obligations to pay taxes to the Lao government including Personal Income Tax (Salary and Meeting Allowances), Royalty Fee, Value Added Tax (VAT) and Withholding Tax . In The third quarter emi-Annual report of, EDL-Gen contributed 5,196 Million Kip to the government as detailed below:

No.	Description	Amount (Million Kip)
1	Personal Income Taxes (Salary and meeting allowances)	2,080
2	Royalty Fee	2,599
3	Value Added Tax (VAT)	317
4	Withholding Tax	200
Total		5,196

Acting Managing Director:

(Signature) Daovieng SOUNANTHALATH