

SMIT001/2018

February 15, 2018

Subject: Clarification of the 20% change in net profit for the year 2017

To: The President
The Stock Exchange of Thailand

Sahamit Machinery Public Company Limited (SMIT) would like to clarify the operating results for the year ended December 31, 2017, which have been audited. The operating results have been increased compare to the same period of the previous year as the following details;

The operating results for the year 2017 have shown total revenue of Baht 2,182.04 million, which is Baht 123.32 million or 5.99 percent increased compared to total revenue of the previous year. The incremental in the net operating profit mainly arose from sales :

1. Steel and Heat treatment totaled to Baht 1,246.08 million or 101.21 million higher than the previous year.
2. Machine tool and tooling totaled to Baht 601.53 million or 7.33 million higher than the previous year which resulted from the government's stimulus measures and the investment expansion of our customers in various industries.

The net profit is Baht 242.45 million, or 23.17 percent increased compared to net profit of Baht 196.84 million of the same quarter of the previous year and the EPS is Baht 0.46. This is due to the efficient implementation of the procurement plan and cost effective inventory management during the positive impact of the baht appreciation. This led to the corporate gross profit increased from 29.23% to 31.69%.

Please be informed accordingly.

Respectively Yours,

(Mr.Chaisilp Tamesirichai)
Chairman of the Board