

Date : May 14, 2015

Subject : The Explanation to SET concerning the operating result for Q1/2015 more than 20%

Attention : The Director and Manager of the Stock Exchange of Thailand

For the Q1/2015 period ended of March 31, 2015 operating result of the company net loss Baht 4.37 Million in comparison with the previous Q1/2014's net loss of Baht 14.91 Million a decrease of loss Baht 10.54 Million or 70.69%. The reasons for such decreases are:-

- Sale increased from Baht 226.92 Million in Q1/2014 to Baht 244.24 Million in Q1/2015 an increase Baht 17.32 Million or 7.63% due to the customers got more raw material and more new products.

- Cost of the sales and services from Q1/2014 was 96.10 percent decreased to 88.65 percent on Q1/2015 or decrease 7.45 percent from sales because of raw material used decreased 4.36% main reason was purchase raw material from Oji group that price is cheap, and overhead cost decreased 2.07% by efficiency of cost control.

- Selling and administrative expenses of Q1/2014 was 9.96 percent of sale, increased to 10.88 percent in Q1/2015 an increase of 0.92 percent from sale due to allowance for doubtful debt Baht 2.34 Million.

- Cost of finance increased from Baht 5.81 Million from Q1/2014 to Baht 6.76 Million in Q1/2015 increased Baht 0.95 Million due to the Company and subsidiary company more using fund for stock raw material.

Please be informed accordingly.

Yours sincerely,

Mr. Yutaka Ito

(Mr. Yutaka Ito)
Vice Chairman of the Board