

February 10, 2017

Subject : Management Discussion and Analysis regarding METCO's performance
for the period of quarter 1, ending December 31,2016

Attention : Directors and Manager of the Stock Exchange of Thailand

Following the submission to the Stock Exchange of Thailand by Muramoto Electron (Thailand) Public Company Limited of its financial statements for the period of quarter 1, ending December 31, 2016, the Company wishes to report Management Discussion and Analysis regarding its performance for the said period, in which the Company and its subsidiary Net Profit of 108.33 million baht, a decrease 46.6 million baht, or decrease 30.09 % from the same period of the prior year, as follows;

1. The Company and its subsidiary earned, in this quarter, an income from sales amount 3,839.30 million baht, a decrease of 204.75 million baht, or decrease 5.06 % from the same period of the prior year. The reduction of sales amount due to effects of a strengthened uncertainty reflecting declining expectations of the world market for growth rate.
2. The Company and its subsidiary earned, in this quarter, a gross profit amount 206.60 million baht, gross profit decrease 76.62 million baht from the same period of the prior year which gross profit amount 283.23 million baht.
3. Selling and Administration expenses of the Company and its subsidiary was increase 9.43 million baht from the same period of last year, The increasing selling and administration expenses due to effects of increasing consultant and installation fee of ERP system.
4. The Company and its subsidiary gain on exchange amount 22.42 million baht in this quarter, compared to 2.39 million baht loss on exchange from the same period of last year.

The Company provides this information for clarification to the Stock Exchange of Thailand and for disseminated to all market investors

Sincerely,

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(Mr.Ichiro Nishimura)
Director