

Date : August 11, 2017

Subject : The Explanation to SET concerning the operating result for Q2/2017 more than 20%

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

For the Q2/2017 period ended of June 30, 2017 operating result of the company net loss Baht 2.43 Million in comparison with the previous Q2/2016's net loss of Baht 11.33 Million a decrease of loss Baht 8.90 Million or 78.55%. The reasons for such decreases are:-

- Sale increased from Baht 222.64 Million in Q2/2016 to Baht 248.23 Million in Q2/2017 an increased Baht 25.59 Million or 11.49% due to rubber glove customers expand production and frozen foods customers have more raw material.

- Cost of the sales and services from Q2/2016 was 91.52 percent decreased to 88.11 percent on Q2/2017 or decreased 3.41% from sales due to raw material used decreased by can push increased price of paper to customers.

- Selling and administrative expenses of Q2/2016 was 10.97 percent of sale, decreased to 9.92 percent in Q2/2017 decrease of 1.05% due to sale increased.

- Cost of finance from Baht 6.12 Million of Q2/2016 to Baht 6.71 Million in Q2/2017 increased Baht 0.59 Million due to more use of loan by stock raw material.

Please be informed accordingly.

Yours sincerely,

*-Mr. Yutaka Ito-*

(Mr. Yutaka Ito)  
President