



YONG THAI PUBLIC COMPANY LIMITED

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YTC 28/2017

August 15, 2017

To : The President
The Stock Exchange of Thailand

Subject : The clarification about company's net earning Q2/2017

Dear Sir,

The quarterly operating result ended on June 30, 2017 is Baht 5.79 million loss on Baht 8.56 million revenues compared with net loss of Baht 7.38 million on Baht 6.81 million revenues over the same period in 2016. The change in loss for the quarterly operating result ended on June 30, 2017 is due to higher revenues from sales and lower expense: details as follow.

For the three-month period financial statement ended June 30, 2017, the Company recorded Baht 7.97 million Revenues from Sales on Baht 8.56 million of Total Revenues. For the same period financial statement ended June 30, 2016, the Company recognized the gain on disposal of other assets in the amount of Baht 2.86 million, which was recorded as "Gain on disposal of assets" in the statement of comprehensive income on the Baht 6.81 million Total Revenues.

On June 15, 2016, the Companies entered into a land sale agreement for 1 plot of non-operational land of a subsidiary company together with 4 plots of the Company's land for Baht 166.54 million. In March 2017, the Group had transferred the ownership of the land to the purchaser since the Group has already received the payments from the purchaser for the outstanding amount.

For the three-month period financial statement ended June 30, 2017, the Company recorded lower Finance cost than the Finance cost in the same period ended June 30, 2016 due to the lower bank overdrafts and short-term loan outstanding for the three-month period financial statement ended June 30, 2017. A part of the proceeds from the disposal of assets were used to pay down on the bank overdrafts and short-term loan outstanding in March 2017.

For the three-month period financial statement ended June 30, 2017, the Company recorded lower Administrative expenses than the Administrative expenses in the same period ended June 30, 2016. In Q2/2016 the Company recorded the Baht 2.85 million temporary shut-down expenses in a part of Administrative expenses. In Q2/2017 the Company recorded only the Baht 0.27 million temporary shutdown expenses in a part of Administrative expenses.

In Q2/2017, after moving the production equipment to Prachinburi plant and utilizing the plant to produce the product, the production cost has been lowered and gross margin has been higher than those in Q2/2016.

Please be advised accordingly.

Yours Faithfully,

Prasertsak Suwanpotipra
Managing Director