

August 15, 2017

Subject: Management discussion and analysis of the operating results for the quarter
2/2017

Attn: President
The Stock Exchange of Thailand

Please find the reviewed Financial Statement for the Quarter 2/2017 ending
30 June 2017 which had been reviewed by Certified Auditor and has been approved
by the Board of Director.

Food and Drinks Public Company Limited operating result in the Quarter
2/2017 compare to the Quarter 2/2016 and Statement of financial position as at 30
June 2017 compare to as at 31 December 2016 can be summarized the important
essence as follows:

Operating Result

Company's Financial Statement in the Quarter 2/2017 has net loss amount to
Baht 9.8 million or Baht 0.64 per share compared to the net loss of Baht 7.6 million
in the Quarter 2/2016. Our book value per share as at 30 June 2017 stood at 34.51
Baht

Significant changing is as follows:

- 1) Revenue from sale in Baht 204.8 million increased by Baht 2.7 million or
1.3% from the quarter 2/2016, mainly due to increase of export sales.
- 2) Cost of sales increased by Baht 0.6 million. The increased of cost of sales
due to increase of sales. The cost of sales to sales by 88.9%. The company
has a gross profit of Baht 22.7 million.
- 3) Selling and administration expenses same as the quarter 2/2016. The
Selling and administration expenses by Baht 31.3 million.
- 4) Financial cost increased by Baht 0.4 million.
- 5) Company record loss sharing in joint-venture by equity method of Baht
0.2 million decreased from the quarter 2/2016 by Baht 1.1 million (in
Quarter 2/2016 was in Baht 1.3 million).
- 6) The company has corporate expense tax income in the quarter 2/2017 of
Baht 0.5 million
- 7) The Separate financial statements, the company has dividend income
from associate in Quarter 2/2017 was in Baht 20.4 million. The company
has net profit amount to Baht 10.5 million.

Statement of Financial Position

Statement of Financial Position as at 30 June 2017, the company has total
asset of Baht 1,012.6 million decreased from last year by Baht 5.4 million, total
liabilities in Baht 404.3 million decreased from last year by Baht 40.3 million and
shareholders' equity of Baht 608.3 million increased from last year by Baht 34.9
million or 6.1%. The important essence detail of changing in asset, liabilities and
shareholders' equity are as follows:

Assets

Cash and cash equivalents increased by Baht 15.8 million
Trade receivable increased by Baht 5.8 million
Inventory increased by Baht 2.5 million
Investment in associate decreased by Baht 20.2 million
Property, Plant and Equipment decreased by Baht 10.5 million



Liabilities

Short-term loans from financial institutions decreased by Baht 45.9 million

Trade and other payables increased by Baht 7.2 million

Provisions for employee benefit decrease by Baht 0.4 million

Shareholders' Equity

Net loss from company's operating result for the six-month period ended 30 June 2017 of Baht 17.6 million.

Cash Flow Statement

Cash Flow Statement for the six-month period ended 30 June 2017, the company has cash and cash equivalent transaction net decrease, increased from 31 December 2016 in Baht 15.8 million by separate cash flow to each activity as follow :

1. Cash flow from operating activity , net cash used in Baht 5.9 million has essence transaction as follows:
 - Loss from operating before changing in operating asset and liability of Baht 2.4 million
 - Trade and other receivables increased by Baht 7.1 million
 - Inventory increased by Baht 2.8 million
 - Trade and other payable increased by Baht 7.2 million
 - Paid for interest of Baht -5.0 million
 - Paid for income tax of Baht -0.1 million
2. Cash flow from investing activity has net cash in Baht 17.3 million has essence transaction as follows:
 - Buy equipment of Baht -2.1 million
 - Dividend received of Baht 20.5 million
3. Cash flow from financing activity, net cash used in Baht 4.5 million has essence transaction as follows:
 - Bank overdraft and short-term loan from Financial institution decreased by Baht -45.9 million
 - Repayment of long-term loans of Baht -0.6 million
 - Paid of liability under finance lease agreements of Baht -1.4 million
 - Proceeds from issue of ordinary shares 52.5 million

Please be informed accordingly.

Sincerely yours,

(Ms. Huai Hui, Lee)
Chief Operating Officer