



บริษัท เอ็นซีแอล อินเตอร์เนชั่นแนล โลจิสติกส์ จำกัด (มหาชน)

NCL INTERNATIONAL LOGISTICS PUBLIC COMPANY LIMITED

No.NCL-M 04/18

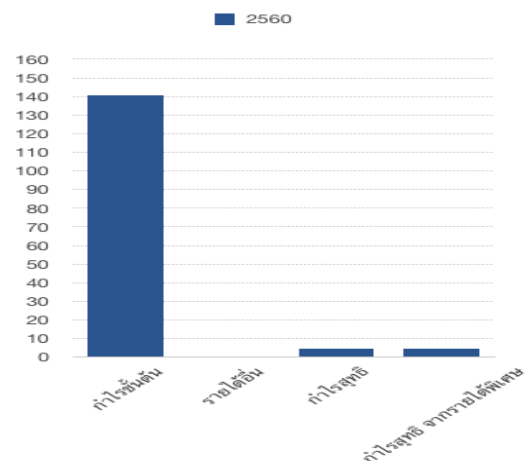
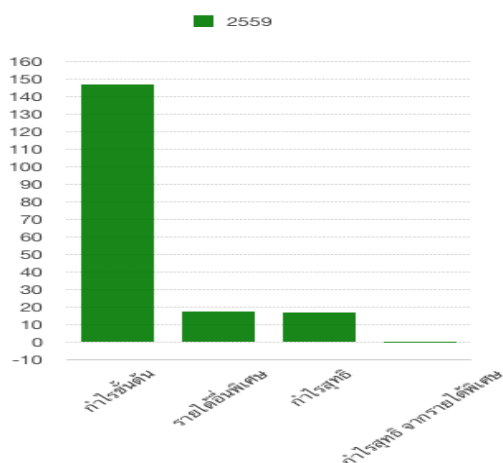
February 20, 2018

Subject: The clarification and analysis of the management of NCL International Logistics Public Company Limited and its subsidiaries (the "Company") on the Company's financial statements for the 12 months ended December 31, 2017 that changed more than 20 percent.

To : President,  
The Stock Exchange of Thailand

NCL International Logistics Public Company Limited and its subsidiaries (the "Company") would like to clarify the description and analysis of the management based on the Company's financial statements for the 12 months ended December 31, 2017

The Separate Financial Statements year 2017 has net profit 4.54 million baht or 0.63% of income from services, which do not take into account the extra income in the year 2016 as shows that the company's net profit increased from the last year as a result of normal operations. The net profit excluded extra income, the net profit in 2017 decreased from the last year 12.21 million baht or 72.89% mainly due to extra income from the restructuring of the company by separate business units to tractor head and trailer truck. As a result, the company has income from rental change and income from the sale of assets from the restructuring, the total amount about 17 million baht.



Consolidated Financial Statement for Group of company has net loss of 7.60 million baht or 0.78 percent of income from services. The net loss of the Group of company decreased from last year 0.58 million baht or 7.04% due to the consolidated financial statements as described above and consolidated financial statements of the subsidiaries and the share of income from associates following.

1. NCL Inter Logistics (S) Pte., Ltd. loss of 2.39 million baht due to the restructuring of the company's new marketing and international debt of approximately 60,000 SGD.
2. Legend Shipping (Thailand) Co., Ltd. the operation performance improved from the year 2016 that had loss about 10.58 million baht to have profit in 2017 estimated at 0.69 million baht. The company received the profit in proportion of investment 60% of 0.41 million baht.
3. Legacy Asia Capital Pte., Ltd. the operation performance improved from the year 2016 that had loss about 0.47 million baht to have profit in 2017 estimated at 0.39 million baht. The company received the profit in proportion of investment 70% of 0.26 million baht.
4. Grace Water Med Co., Ltd. ("GWM") production and distribution of dialysis was established in August 2016, with the loss in year 2017 of 5.42 million baht, the company recognized a loss in proportion to the investment 44.44% to 2.41 million baht due GWM started investing and building works were completed in mid of 2016. Therefore, there is still the cost of the construction and permit GWM, which began production and sales of dialysis in late July 2016 and has a better income respectively.
5. SSK Inter Logistics Co., Ltd. from January 1, 2017 to August 14, 2017. The company realized loss in proportion to the investment of 43.84% or 9.47 million baht due to transport cement business margins badly. The company has changed its strategy and the shareholder structure on August 15, 2016. The company became a subsidiary. The Company holds 75.35% proportion of investment after the change of shareholding. So the company's share of loss in proportion of investment amount of 5.14 million baht due to the company changed the business strategy and costs of SSK at the beginning. As a result, the SSK still have loss. The management foresees that when the restructuring is complete, SSK will perform better.

The Company had a profit from the change in the proportion of investment by allocating the purchase price (Purchase Price Allocation, PPA) by an independent appraiser from the change in the shareholder structure of SSK 6.84 million baht.

6. ZIM (Thailand) Co., Ltd. was established on September 20, 2017 as a representative shipping line, the company received profit from operations of 0.14 million baht.

Separate Financial Statements and Consolidated Financial Statements, the performance situation has improved and the company expects that after the restructuring completely, the group of company's performance will be improved respectively.

Please be inform accordingly,

Yours sincerely,

(Mr. KittiPhuathavornskul , Ms.Netirad Sang- ngam)