



YONG THAI PUBLIC COMPANY LIMITED

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YTC 1/2018

February 28, 2018

To : The President
The Stock Exchange of Thailand

Subject : Clarification of the operating result for the Year 2017 (update)

Dear Sir,

Yong Thai Public Company Limited is pleased to report the operating results for the year 2017, ended December 31, 2017 as audited by the authorized Company's auditor as follows:

The operating result for the year 2017, ended on December 31, 2017 is Baht 12.53 million loss on Baht 55.25 million revenues compared with net loss of Baht 30.71 million on Baht 32.11 million revenues over the same period in 2016. In 2017 the Company recorded higher revenues from sales and lower expenses due to better quality products at competitive prices and higher export value.

Gross margin were Baht 5.09 million or 11.33 % in 2017 increasing from Baht 1.72 million or 8.90% for the same period in 2016.

On June 15, 2016, the Company 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 21, 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 financial statement ended December 31, 2017, the Company recorded the Baht 2.57 million Finance costs which were lower than the Baht 7.97 million Finance cost in the same period ended December 31, 2016 due to lower bank overdrafts and short-term loans outstanding at Baht 17.21 million for the financial statement ended December 31, 2017 compared to Baht 120.27 million bank overdrafts and short-term loans outstanding for the financial statement ended December 31, 2016. 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 financial statement ended December 31, 2017, the Company recorded the Baht 22.92 million Administrative expenses which were lower than the Baht 31.06 million Administrative expenses in the same period in 2016. In 2016 the Company recorded the Baht 9.87 million temporary shut-down expenses and Baht 2.37 million paid to retired and laid off employees in a part of Administrative expenses.

In 2017, after moving the production equipment to Prachinburi plant and utilizing the plant to produce the products, the production cost has been lowered and gross margin has been higher than those in 2016. The Company started production in Prachinburi plant in January 2017.

Please be advised accordingly.

Yours Faithfully,

Prasertsak Suwanpotipra
Managing Director