



Ref. 2S_BoD017/2018

May 9th, 2018

Subject: Clarification of the change in operating result more than 20%

To : The president
The Stock Exchange of Thailand

2S Metal Public Company Limited (the "Company") would like to clarify in operating performance for the 1st quarter (three months period) ended March 31, 2018. The Company's net profit was Baht 68.87 Million which decreased Baht 32.04 Million or decreased 31.75% when compared to the same period of 2017. The reasons of its profit decreased are as the following:

1. Revenue from Sales was Baht 1,418.29 Million, which increased 27.43% when compare to the same period of 2017, due to the increasing of the quantity of Sales by 17%.
2. Cost of goods sold was Baht 1,275.68 million which the gross profit margin was decreased to 10.06% when compare to the same period of 2017, the gross profit margin was 15.64%. Due to the highly competitive so that the profitability decreased from the same period of previous year.
3. Selling expenses was Baht 29.62 million which increased Baht 4.16 Million or increased 16.34% when compared to the same period of 2017. The mainly increasing reasons was the quantity of sales.
4. Lost on Exchange rate was Baht 3.78 million, which was 0.27% of Sales. Due to Thai baht against dollar when compered from last year.

Please be informed accordingly.

Sincerely yours,
(Mr. Sombat Leeswadtrakul)
Chief Executive Officer