

Registration number No.0107537001056

Date: May 14, 2018.

Subject: CPH Management Discussion and Analysis on operating results for Q1/2018 ended March 31, 2018.

To: President
The Stock Exchange of Thailand

The results of operations of Castle Peak Holdings Limited (CPH) and its subsidiaries in Q1/2018 compared to the results for Q1/2017 are classified by business as follows:

	Q1/ 2018	Q1/2017
	Net Gain (loss)	Net Gain (loss)
	THB	THB
Garment Business	(37,838,702.24)	(28,558,991.63)
Real Estate Development	(2,836,460.81)	(2,979,998.04)
Other businesses	<u>(16,000.00)</u>	<u>(11,000.00)</u>
Total	<u>(40,691,163.05)</u>	<u>(31,549,989.67)</u>

Garment business

Total sales in garment business in Q1/2018 were 121,463,558.47 Baht, compared to 115,860,784.44 Baht of sales Q1/2017. It increased 5,602,774.03 Baht or 4.84% from the increase of orders. Cost of goods sold in Q1/2018 was 125,615,462.23 Baht, compared to cost of goods sold in Q1/2017 amount 118,943,085.54 Baht. It increased 6,672,376.69 Baht or 5.61% from increase in labor cost and production cost. As a result, in Q1/2018, there was the net loss amount 37,838,702.24 Baht. Compared to Q1/2017, there was the net loss amount 28,558,991.63 Baht. Net loss increased 9,279,710.61 Baht

Property development business

Total sales in property development business in Q1/2018 were 20,666,000 Baht, compared to 14,059,000 Baht of sales in Q1/2017. It increased 6,607,000 Baht or 46.99%, from the increase of number of houses sold. Cost of goods sold in Q1/2018 was 14,484,060.18 Baht, compared to cost of goods sold in Q1/ 2017 amount 8,936,157.76 Baht. It increased 5,547,902.42 Baht or 62.08% from the cost of land in the new project. In addition, the company had higher selling and administrative expenses. As a result, in Q1/2018, there was the net loss amount 2,836,460.81 Baht. Compared to Q1/2017, there was the net loss amount 2,979,998.04 Baht. Net loss increased 143,537.23 Baht.

Best Regards,

Mr.Boonchoo Pongchaloem
Chairman