

Date : August 14, 2018

Subject : The Explanation to SET concerning the operating result for Q2/2018 (3 month) more than 20%

Attention : The Director and Manager of the Stock Exchange of Thailand

For the Q2/2018 period ended of June 30, 2018 (3 months) operating result of the company net loss Baht 4.32 Million comparison with the previous Q2/2017's net loss of Baht 2.43 Million an increased of loss Baht 1.89 Million or 77.78%. The reasons for such decreases are:-

- Sale increased from Baht 248.23 Million in Q2/2017 to Baht 275.33 Million in Q2/2018 an increased Baht 27.10 Million or 10.92% due to rubber glove customers expand production, frozen foods and canning's customers have more raw materials.

- Cost of the sales and services from Q2/2017 was 88.11% increased to 89.50% on Q2/2018 or increased 1.39% from sales due to paper price increased.

- Selling and administrative expenses of Q2/2017 was 9.90% of sale, increased to 10.23% in Q2/2018 increase of 0.33% due to adjustment on exchange rate Baht 4.14 Million.

- Cost of finance from Baht 6.76 Million of Q2/2017 to Baht 6.09 Million in Q2/2018 decreased Baht 0.67 Million or 9.91% due to less on use of loan.

Please be informed accordingly.

Yours sincerely,

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(Mr. Yutaka Ito)  
President