



Ref. 2S_BoD029/2018

November 14th, 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 3rd quarter (three months period) ended September 30, 2018. The Company's net profit was Baht 14.68 Million which decreased Baht 87.65 Million or decreased 85.63% when compared to the same period of 2017. The reasons of its profit decreased are as the following:

1. Revenue from Sales was Baht 1,356.22 Million, which increased Baht 157.35 million or increased 13.12 when compare to the same period of 2017, due to the increasing of the quantity of Sales.
2. Cost of goods sold was Baht 1,280.97 million, the gross profit margin was 5.55% decreased from 14.79% of the same period of previous year. Due to the raw material in stock was higher than the average market price.
3. Selling expenses was Baht 14.79 million which increased Baht 6.17 Million or increased 21.86% when compared to the same period of 2017. The mainly increasing reasons were the quantity of sales and transportation expenses.
4. Administrative expenses was Baht 25.05 million which decrease Baht 0.91 Million or 3.51%.

Please be informed accordingly.

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