

No. Tapac 1/2019

Date : January 2, 2019

Subject : Explanation about TAPACO Plc.'s Financial Performance of Year 2018 Ended of October 31, 2018

To: The Director and The President of The Stock Exchange of Thailand

According to TAPACO PUBLIC COMPANY LIMITED and its subsidiary ("TAPAC") were prepared and submitted its audited consolidated financial statement of Year 2018 ended of October 31, 2018 to The Stock Exchange of Thailand, TAPAC would like to provide additional explanation in regard to its financial performance of Year 2018 in which it has total net Profit of 71.765 Million Baht, decrease 65.95% from the same period of last year which was net profit of 210.749 Million Baht. This was due to and the details are as follows:

1. TAPAC and its subsidiary net sales and services income of plastic parts, Mold, Sales from retails business (start operation since April 2018) and Sales of Land in Sweden by subsidiary are in amount of 996.114 million baht, decrease from the same period of last year at 8.17% which was 1,084.796 Million Baht. Sales of Land in Sweden in Year 2018 decrease from the same period of last year in the amount of 256.762 Million Baht and Total Gross Profit decrease of 1.41%.
2. C4Hus AB Construction Revenue is at 1,055.291 Million Baht, decrease from the same period of last year at 16.44% and Cost of Construction is at 1,030.616 Million Baht, Gross Profit Margin decrease from the same period of last year at 8.22%. This is due to Sweden Economic Condition before Election and Europe Economic Condition
3. TAPAC and its' subsidiary Selling and Admin Expenses is at 239.403 Million Baht, increase from the same as last year at 5.35% which was 227.241 Million Bath. This is due to Starting of Operation in Retails Business.
4. TAPAC's subsidiary acknowledge of Share of Profit in Associated in the amount of 1.482 Million Baht from Investment in Premier Tank Corporation Co., Ltd. for 1 month and 5 days.

Yours Faithfully,

Mr. Soros Tangnaitham
Managing Director
Tapaco Public Co., Ltd.