

No. 007/2019

25 February 2019

Subject: Management Discussion and Analysis Yearly Ending 31 December 2017
To President
The Stock Exchange of Thailand

Chuo Senko (Thailand) Public Company Limited (the “Company”) would like to explain the causes and reasons for the result of operations for the year ended 31 December 2017. Net loss of the Company group (Consolidation) for the period Baht 53.01 million has decreased by Baht 183.36 million or 77.57 percent, compared to net loss at the same period last year amounting to Baht 236.37 million.

During period of the year 2017, the Company group has no commission and service income as a consequence of re-organization of the group after the sale on investment of subsidiaries in 2016. In 2017, the Company started to adjust business plan and there is a major change in management and board of directors of the Company starting from July onwards.

For the administrative expenses amount Baht 61.32 million has decreased amounting to Baht 165.04 million or 72.91 percent when compared with the same period last year amounting to Baht 226.36 million. Arising from re-organization of the group and reduced of the main expenses such as employee expenses, professional fee and office rental.

As of 31 December 2016, the Group had shareholders’ equity of Baht 1.71 million and on 31 December 2017, the Group had shareholders’ equity of minus THB 37.09 million which decreased from the year 2016 by Baht 38.80 million due to additional setting of allowance for doubtful accounts together with retroactive adjustments for the financial statements for the years ended December 31, 2015 and 2016.

Please be informed accordingly.

Yours sincerely,

Chuo Senko (Thailand) Public Company Limited

(Mr. Tan Vutithum)

Chief Executive Officer