



METCO

MURAMOTO ELECTRON (THAILAND) PUBLIC COMPANY LIMITED

Registration No. Bor. Mor. Jor. 326

May 14, 2021

Subject : Management Discussion and Analysis regarding METCO's performance for the period of quarter 2, ending March 31, 2021
Attention : Directors and Manager of the Stock Exchange of Thailand

Following the submission to the Stock Exchange of Thailand by Muramoto Electron (Thailand) Public Company Limited of its financial statements for the period of quarter 2, ending March 31, 2021, the Company wishes to report Management Discussion and Analysis regarding its performance for the said period, in which the Company and its subsidiary Net profit of 145.31 million baht, an increase 17.48 million baht, or increase 13.68% from the same period of the prior year, as follows;

1. The Company and its subsidiary earned, in this quarter, an income from sales amount 4,500.64 million baht, an increase of 1,758.13 million baht, or increase 64.11% from the same period of the prior year due to increasing of Printer business and automotive business demand is gradually picking up.
2. The Company and its subsidiary earned, in this quarter, a gross profit amount 357.76 million baht, gross profit increase 203.09 million baht from the same period of the prior year which gross profit amount 154.68 million baht.
3. A selling and administration expenses of the Company and its subsidiary were increase 71.76 million baht from the same period of last year due to increasing of storage cost and Royalty expense for new model printer.
4. Business operation risk of the spread of COVID-19

From mid of April 2021 to today, 4 employees of the Company have been infected with COVID-19, and 6 employees of its subsidiary have been infected with COVID-19 also. In both cases, it is a secondary infection from a family member or their friend, etc.

After confirming that an employee was infected, we immediately reported the case to the local public health center, and based on their guidance, we disinfected the entire area of the infected employee's activities, identified the close contacts within the Company, and conducted PCR testing on the close contacts.

All close contacts have been given a "negative result" of PCR testing and the Company and its subsidiary order to them to stay home for further 14 days.

The Company has implemented infection prevention measures to prevent the spread of the infection inside and outside the Company, such as reinforcing guidance to the employees on prevention measures, conducting temperature checks when leaving and arriving at work, wearing masks, disinfecting hands with alcohol, disinfecting all plants weekly, and securing a social distance (2 meter between employees).

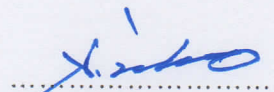
Although we expect that the vaccination that is about to begin in earnest in Thailand will help to end the spread of COVID-19, we believe that it will take some days before the effect of the vaccination will be seen.

Although we were able to develop our business well until this second quarter, we have positioned the impact of the spread of COVID-19 infection as a major business operation risk, since the spread of COVID-19 infection exposes everyone to the risk of infection.

The Company will continue to work with the relevant organizations to ensure thorough prevention of infectious diseases, and we ask for your understanding in this case.

The Company provides this information for clarification to the Stock Exchange of Thailand and for disseminated to all market investors

Sincerely,



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(Mr. Ichiro Nishimura)
Director