

SMIT001/2022

February 25, 2022

Subject: Clarification of the year 2021 operating results

To: The President
The Stock Exchange of Thailand

Sahamit Machinery Public Company Limited (SMIT) would like to clarify the operating results for the year ended December 31, 2021, which have been audited and approved by the Audit Committee. The overall operating results have shown increased as compared to the same period of the previous year. The details are as followed:

The operating results for the year ended December 31, 2021, the Company had a profit of Baht 290.53 million, an increase of Baht 143.21 million or 97.21 percent from the same period of the previous year with the following reasons:

1. The Company achieved sales & service revenue amounting to Baht 2,047.54 million which increased by Baht 376.84 million or 22.56 percent as compared to the same period of the previous year. The increase mainly resulted from the Baht 321.21 million in Steel and Heat Treatment segments as a result of the recovering steel demand and restocking, leading to increase sales volume and the rapid rise in global steel prices. Furthermore, Machine Tools and Tooling segments increase of Baht 4.39 million or 1.20 percent and increase of Baht 51.24 million or 17.34 percent in Others.
2. Gross profit Baht 698.32 million, which increased by Baht 168.42 million or 31.78 percent from the same period of the prior year due to the rising demand for steel around the world and effective inventory management even if steel prices elevated.
3. Selling and administrative expenses Baht 378.03 million, increased from the same period of the previous year by Baht 8.52 million or 2.31 percent.
4. Unrealized gains on fair value adjustment of Baht 2.75 million consist of forward foreign exchange contracts of Baht 1.27 million and investments in mutual funds of Baht 1.48 million.

Please be informed accordingly.

Sincerely yours,

(Mr. Chaisilp Tamesirichai)
Chairman of the Board