



บริษัท ไฟน์ เมทัล เทคโนโลยีส์ จำกัด (มหาชน)
Fine Metal Technologies Public Company Limited



9 August 2022

Subject : Management's Discussion and Analyst of Operating Results of 2nd Quarter in 2022

Attn : Director and Manager
The Stock Exchange of Thailand

From the results of the second quarter ended 30 June 2022, the Company's total comprehensive income was 88 million baht, an increase of 70 million baht or 384% compared with 2021 due to :

1. Gross profit of 2022 increased by 60 million baht, or 674% compared with 2021 due to LME price increased from 2021.

| <u>Unit : Million Baht</u> | <u>2022</u> | <u>2021</u> | <u>Increase / (Decrease)</u> |
|----------------------------|-------------|-------------|-------------------------------------|
| Sales amount | 1,920 | 1,817 | 103 LME price was higher than 2021. |
| Cost of goods sold | 1,851 | 1,808 | 43 LME price was higher than 2021. |

2. Operating expenses of 2022 decreased by 8 million baht, or 13% compared with 2021 due to the selling expense vary to sale volume and the Company had policy to control expense.
3. The Company had gain on hedging cost of material decreased by 37 million baht, or 79% compared with 2021 due to LME price was higher than 2021.

| <u>Unit : Million Baht</u> | <u>2022</u> | <u>2021</u> | <u>Increase / (Decrease)</u> |
|--|-------------|-------------|--|
| Gain/(Loss) on hedging cost of material. | 9 | 46 | (37) Customer absorbs in delivery month. |

4. Gain on TFRS9 – Financial instrument standard increased 54 million baht from 2021 due to LME price increased from 2021.
5. Interest paid in 2022 increased 3 million baht from 2021 due to the Company had assigned the right over collection from account receivable to the financial institution according to the account receivable supplier agreement and had short term loan with the financial institutions.
6. The Company had other comprehensive expense, net of tax 7.4 million baht due to effect of cash flow hedge in foreign currency risk.

For your information.

Sincerely yours,



石原淳一 西島真吾

(Mr. Junichi Ishihara and Mr. Shingo Nishijima)

Director