



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



JIS Certification  
No : KSTH24001

29 April 2026

Subject : Management's Discussion and Analysis of Operating Results of 1<sup>st</sup> Quarter in 2026  
Attn : Director and Manager  
The Stock Exchange of Thailand

For the first quarter ended 31 March 2026, the Company reported a net profit of THB 46 million, representing an increase of THB 23 million or 100% compared to the same period last year. Total comprehensive income amounted to THB 51 million, an increase of THB 26 million or 101% compared to Q1 2025.

Despite the improvement in reported net profit, the Company's core operating performance softened during the quarter due to lower sales volume. The increase in net profit was mainly driven by accounting gains under TFRS 9, which do not represent realized operating performance.

### 1. Sales and Gross Profit

Sales amounted to THB 1,978 million, a decrease of THB 72 million compared to Q1 2025, primarily due to a decline in shipment volume. Shipment volume decreased by 960 tons, or approximately 17%, compared to Q1 2025.

As a result, gross profit decreased by THB 5 million, or 4%, to THB 105 million.

Unit: MB	2026/Q1	2025/Q1	Increase/(Decrease)
Sales amount	1,978	2,050	(72)
COGS	1,872	1,940	(68)
Gross Profit	105	110	(5)
Shipment Volume (MT)	4,640	5,600	(960)

### 2. Operating Expenses

Total operating expenses decreased in line with lower sales volume.

Selling expenses decreased by THB 5 million, or 15%, compared to Q1 2025.

Administrative expenses decreased by THB 3 million, or 10%, compared to Q1 2025.

### 3. Hedging and Financial Instruments (TFRS 9)

The Company recorded a loss on material hedging of THB 49 million in Q1 2026, compared to a gain of THB 24 million in Q1 2025. This hedging result reflects actual settlement of copper hedging contracts and is cash-based in nature, and economically forms part of the Company's material cost.

Unit: MB	2026/Q1	2025/Q1	Difference	Remarks
Gain/(loss) on hedging cost of material.	(49)	24	(73)	The customer absorbs gain/(loss) in the delivery month.

In addition, the Company recognized gains under TFRS 9 during the quarter. These gains were mainly due to the reversal of previously recognized valuation losses, partly offset by valuation losses arising from market movements during the quarter.

Such gains and losses under TFRS 9 are accounting adjustments and do not represent realized operating performance.

These revaluation effects arise from the mark-to-market assessment of hedging positions held to manage inventory price risk and may fluctuate depending on copper price movements at the reporting date.

Unit: MB	2026/Q1	2025/Q1	Difference	Remarks
Gain/(Loss) on TFRS9	60	(44)	104	The trend of LME market price of Q1'2026 was down.

#### 4. Finance Costs

Interest expenses decreased by THB 4 million compared to Q1 2025, mainly due to lower interest rates on short-term borrowings.

#### 5. Other Comprehensive Income

The Company recorded other comprehensive income, net of tax, of THB 5 million, mainly attributable to gains on cash flow hedging of foreign currency risk.

In summary, while reported net profit increased significantly, the Company's underlying operating performance was affected by lower sales volume. The fluctuation in reported earnings was mainly due to accounting impacts from financial instrument valuation under TFRS 9, rather than changes in the Company's core business fundamentals.

For your information.



Sincerely yours,

  
( Mr. Junichi Ishihara and Mr. Hiroshige Nose )  
Director