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

ISO 9001 ISO 14001
JIS Certification
No : KSTH24001

5 August 2026

Subject : Management's Discussion and Analysis of Operating Results of 2nd Quarter in 2026

Attn : Director and Manager
The Stock Exchange of Thailand

For the second quarter ended 30 June 2026, the Company reported a net profit of 18 million baht, representing an increase of 32 million baht or 228% compared with Q2 of 2025.
Total comprehensive income amounted to 15 million baht, an increase of 32 million baht or 190% compared with Q2 of 2025. The improvement in operating results was primarily attributable to stronger gross profit and favorable gains recognized under TFRS 9, while total comprehensive income was partially offset by losses on cash flow hedging of foreign currency risk.

The key factors which affect the operating results are summarized below :

1. Sales and Gross Profit

Sales amounted to 2,062 million baht, an increase of 386 million baht, or 23% compared with Q2 of 2025, Although shipment volume slightly decreased by 87 tons, or approximately 2%, revenue increased mainly due to the significantly higher average LME copper price during the quarter.

As a result of an improved sales mix, a higher contribution from strategic products, and improved profitability, gross profit increased by 49 million baht, or 93%, to 101 million baht.

Unit: MB	2026/Q2	2025/Q2	Increase/(Decrease)
Sales amount	2,062	1,676	386
COGS	1,961	1,624	337
Gross Profit	101	52	49
Shipment Volume (MT)	4,453	4,540	(87)
Average LME price (USD/Ton)	13,324	9,519	3,805

2. Operating Expenses

Total operating expenses increased in line with higher business activities.

Selling expenses increased by 4 million baht, or 17%, primarily due to higher freight charges and packing expenses associated with increased sales value.

Administrative expenses increased slightly by 0.8 million baht, or 3%, compared with Q2 of 2025, reflecting normal business operations.

3. Hedging and Financial Instruments (TFRS 9)

The Company recorded a realized loss on material hedging of 53 million baht in Q2 2026, compared to a realized gain of 17 million baht in Q2 of 2025.

This result reflects the actual settlement of copper hedging contracts Such realized hedging gains or losses are cash-based in nature and economically form part of the Company's material costs. Under the Company's pricing mechanism, these gains or losses are substantially passed through to customers in the respective delivery period.

Unit: MB	2026/Q2	2025/Q2	Difference	Remarks
Gain/(loss) on hedging cost of material.	(53)	17	(70)	The customer absorbs gain/(loss) in the delivery month.

In addition, the Company recognized unrealized gains under TFRS 9 during the quarter. These gains mainly resulted from the reversal of valuation losses recognized in previous periods, partially adding by valuation gain arising from market movements during the current quarter.

Such gains and losses recognized under TFRS 9 are accounting adjustments arising from the mark-to-market valuation of outstanding hedging contracts and do not represent realized operating performance. These unrealized gains or losses may reverse in future periods depending on changes in copper market prices.

Unit: MB	2026/Q2	2025/Q2	Difference	Remarks
Gain/(Loss) on TFRS9	30	(15)	50	The trend of LME market price of Q2'2026 was higher than Q2'2025.

4. Finance Costs

Finance costs decreased by approximately 1 million baht compared with Q2 of 2025, mainly due to lower average interest rates on short-term borrowings.

5. Other Comprehensive Income / Expense

The Company recorded other comprehensive expense, net of tax, of 3 million baht, mainly attributable to loss on cash flow hedging of foreign currency risk.

For your information.

บริษัท ไฟน์ เม็ททอล เทคโนโลยีส์ จำกัด (มหาชน)
FINE METAL TECHNOLOGIES PUBLIC COMPANY LIMITED

Sincerely yours,

石原淳一

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