S.PACK & PRINT PUBLIC COMPANY LIMITED

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QMS 03123/727

SP.2025/007

Date : August 8, 2025

Subject : The Explanation to SET concerning the operating result of Q2/2025 more than 20%

Attention : The Director and Manager of the Stock Exchange of Thailand

For the Q2/2025 period ended of June 30, 2025 operating result of the Company net profit 9.90 Million Baht comparison with the previous Q2/2024's net profit 26.64 Million Baht decrease of 16.74 Million Baht or 62.83%. The reasons for such decreases are:-

- Sales income and proceeds from services 674.08 Million Baht in Q2/2024 to 542.07 Million Baht in Q2/2025 decrease 132.01 Million Baht or 19.58%.mainly from rubber glove customer that there is the entry of Malaysian competitor offering significantly lower prices than both the company and local competitors in Thailand resulted in a decline in the company's market share. Consequently, the company was compelled to lower its product prices in order to remain competitive and maintain its market position. And electronics customers who were affected by the economic downturn, leading to the discontinuation of certain product lines. As a result, the overall sales decreased.

- Cost of the sales and services from 576.75 Million Baht or 85.56% of sale income and proceeds from services in Q2/2024 decreased to 474.09 Million Baht or 87.46% of sale income and proceeds from services in Q2/2025 decreased by 102.65 Million Baht because of lower sales volume and percentage of cost of sales and services per sales income proceeds from services increase mainly from price reduction while raw material costs and direct labor costs remained relatively unchanged. However, the company has an ongoing cost control plan and has been able to source lower-cost raw materials, which can be utilized starting from the third quarter of this year onwards.

- Selling and administrative expenses from 59.18 Million Baht or 8.78% of sale income and proceeds from services in Q2/2024 decreased to 53.33 Million Baht or 9.84% of sale income and proceeds from services in Q2/2025 decreased by 5.85 Million Baht mainly from gain on exchange rate in this period while Q2/2025 has loss on exchange rate and transportation expenses decreased.

- Cost of finance from 5.71 Million Baht or 0.85% of sale income and proceeds from services in Q2/2024 to 3.45 Million Baht or 0.64% of sale income and proceeds from services in Q2/2025 decreased by 2.26 Million Baht because of the decreasing in loan from related company.

Please be informed accordingly.

Yours sincerely,

Mr. Atsushi Endo

(Mr. Atsushi Endo)
Executive Director