

No. 10/2019

August 7, 2019

President
The Stock Exchange of Thailand
93 Ratchadapisek Road, Kwang Dindaeng, Khet Dindaeng,
Bangkok 10400

Subject : Clarification of the operating result.

Dear sir,

We, Unimit Engineering Public Company Limited (UEC) , would like to clarify the change in operating result for Q2/2019 which changing over 20% from the same period last year as follows ;

Unimit and its subsidiaries have contract revenues for Q2/2019 amount 251 million Baht which is increase of 122 million Baht (94%) from Q2/2018 contract revenues. Q2/2019's net loss of 62 million Baht represents increasing of loss 69 million Baht from Q2/2018's profit of 7 million Baht.

One reason for net loss is because of the work overload and shortage of skilled workers which started in Q1/2019 but with majority of these projects delivered within/before June-July. And another reason is a one-time charge of 13 million Baht to adjust the retirement benefits in accordance with the latest changes in Labor Protection Act.

Discussion and Analysis of the Company and its subsidiaries Operational Results in Q2/2019 and Q2/2018

Corporate Revenue

In Q2/2019 the Company and its subsidiaries' total earnings amounted to 253 million Baht, consisting of contract revenue 251 million Baht, other income included interest of 2 million Baht, total income increased 95 million Baht or 61 % from Q2/2018.

Q2/2019 total earning was from the Company, there was no earning from its subsidiaries.

The changings are as follow:

Contract revenue of Q2/2019 amount 251 million Baht increased 122 million Baht from Q2/2018 or 94% (Q2/2018 was 129 million Baht) cause from reason as stated above.

Others income included interest income of 2 million Baht lower 26 million Baht from Q2/2018, cause from Q2/2018 had income from filed a lawsuit against a Company in respect of breached of agreement amounting to 15 million Baht and had gain from exchange rate 10 million Baht.

Costs and Expenses

In Q2/2019, total costs and expenses 316 million Baht increased by 165 million Baht (109%) from Q2/2018. Main course items are increasing of work volume.

The changings are as follow:

Cost of contract work amount 276 million Baht increased by 156 million Baht (130%) effect from high of work volume.

Selling and administration expenses amount 36 million Baht increased by 5 million Baht from same period last year.

Loss from exchange rate amount 4 million Baht (Q2/2018 gain from exchange rate 10 million Baht)

Profit / (Loss)

For Q2/2019 the Company and its subsidiaries' net loss amounted 62 million Baht. This was 69 million Baht loss higher than in the Q2/2018 (Q2/2018's profit 7 million Baht).

Please be informed accordingly.

Sincerely yours,

Ms. Vilai Siripoonkiatikul
Authorized Signature