

Our Ref: No.V. 030 /2019

November 14,2019

Subject: Explanation for operation of third quarter of year 2019

Attn : Managing Director

The Stock Exchange of Thailand

Enclosed please find the financial statements for third quarter of year 2019 ended September 30,2019.
The details are as follows:

1. In the 3rd quarter of year 2019, revenues from sales was at 393.44 million Baht, or a decrease of 17.41% from the same period of last year mainly due to lower aluminium prices. However, when comparing with previous quarter, it was decreased only 1.92%
2. Cost of sales was 403.56 million Baht or 102.57% of sales which increased from the 3rd quarter of last year of 93.39% and decreased from the last quarter of 107.58%. Such high cost was resulted from higher cost of raw material.
3. Selling and administrative expenses decreased from previous quarter to 21.64 million Baht. Finance costs also decreased from previous quarter to 4.2 million baht due to less borrowing.
4. In the 3rd quarter, other revenues was 0.36 million Baht. Foreign exchange gain was 3.43 million Baht which mainly due to the strengthening of local currency
5. In conclusion, for the 3nd quarter of year 2019, the company had net loss 31.61 million Baht or 0.32 Baht per share.

In conclusion, the company's operating results for the third quarter ended September 30,2019 showed the net Loss which decreased over 20% when compared to the third quarter of year 2018. Enclosed please find the financial statements and statement of accounts ended September 2019 which have been audited by the authorized auditors.

Sincerely yours,

VAROPAKORN PUBLIC COMPANY LIMITED

(Mr. Sahasee Chitanondh)
Managing Director

CC. Corporate Monitoring Department, The Securities and Exchange Commission