



- Translation -

Ref. AECS 027/2020

February 28, 2020

Subject: Clarification of Yearly Financial Statement Ended on 31 December 2019 (Audited)

To: The President
The Stock Exchange of Thailand

The Board of Directors Meeting of the AEC Securities Public Company Limited ("the Company") No.3/2020 held on February 28, 2020 has approved the audited financial statements of the Company and subsidiaries for the year 2019 ended December 31, 2019. The Company has operating results of the Company and subsidiaries had a net loss of consolidated financial statements amount of 268.04 million baht when comparison with the same period last year loss increased of 182.09 million baht or 211.86 percent and had a net loss of separate financial statement amount of 219.53 million baht when comparison with the same period last year loss increased of 133.75 million baht or 155.92 percent. The significant accounting transactions changed as follows;

- 1) Total revenues from consolidated financial statements, decreased from 655.24 million baht to 256.82 million baht, decreased by 398.42 million baht or 60.81 percent and total revenues from separate financial statements, decreased from 655.25 million baht to 251.46 million baht, decreased by 403.79 million baht or 61.62 percent
- 2) Fee and service income from consolidated and separate financial statements, decreased from 428.49 million baht to 52.11 million baht, decreased 376.38 million baht or 87.84 percent because of dispose of the Company's assets in respect of securities and derivative brokerage business in December 2018.
- 3) Interest on margin loans from consolidated and separate financial statements, decreased from 19.96 million baht to 4.28 million baht, decreased by 15.14 million baht or 75.85 percent was mainly by the decrease of margin loans business.
- 4) Gain and return on financial instruments from consolidated statements, increased from 67.48 million baht to 106.60 million baht, increase by 39.12 million baht or 57.97 percent and Gain and return on financial instruments from separate financial statements, increased from 67.50 million baht to 103.72 million baht, increase by 36.22 million baht or 53.66 percent, due to increasing of gain on investment.
- 5) Other income from consolidated financial statements, decreased from 35.14 million baht to 8.35 million baht, decreased 26.79 million baht or 76.24 percent and Other income from separated financial statements, decreased from 35.14 million baht to 5.87 million baht, decreased by 29.27 million baht or 83.30 percent
- 6) Total expenses from consolidated statements, decreased from 742.14 million baht to 524.82 million baht, a decrease of 217.32 million baht or 29.28 percent when comparison with the same period at the last year, and total expenses from separated statements, decreased from 741.99 million baht to 470.95 million baht, a decrease of 271.04 million baht or 36.53 percent when comparison with the same period at the last year



- 7) Employee benefit expenses from consolidated financial statements, decreased from 387.37 million baht to 172.77 million baht, decrease by 214.60 million baht or 55.40 percent and employee benefit expenses from separated financial statements, decreased from 387.37 million baht to 152.14 million baht, decrease by 235.23 million baht or 60.72 percent.
- 8) Fee and service expenses from consolidated financial statements, decreased from 107.25 million baht to 35.38 million baht, decreased by 71.87 million baht or 67.01 percent and fee and service expenses from separated financial statements, decreased from 107.25 million baht to 35.18 million baht, decreased by 72.07 million baht or 67.20 percent, was mainly by the decreased in variable trading volume of the derivatives business.
- 9) The consolidated and separate financial statements have been impaired on investments of private debt issue as 139.90 million baht.
- 10) Finance costs from consolidated and separated financial statements, decreased from 44.16 million baht to 18.53 million baht, decrease by 25.63 million baht or 58.04 percent was mainly from decreasing of customer's deposit and debt for loans.
- 11) Other expenses from consolidate statements, decrease from 203.32 million baht to 153.75 million baht, decrease by 49.57 million baht or 24.38 percent and other expenses from separated statements, decrease from 203.21 million baht to 125.20 million baht, decrease by 78.01 million baht or 38.39 percent was mainly from decreasing of premises improvements and equipment from dispose of the Company's assets in respect of securities and derivative brokerage business in December 2018.

Please be inform accordingly

Sincerely Yours,

-Mr. Waiwit Udayachalerm-

(Mr. Waiwit Udayachalerm)

Director

Authorized to sign on behalf of the company