

August 11, 2020

SET-20-AC-003

Dear : The President
The Stock Exchange of Thailand

Subject : Clarification of Result's Operation for the six months ended June 30, 2020

According to the resolution of BKD's Board 6/2020 on August 11, 2020 has been approved the financial statements for the six months ended June 30, 2020 The Company net loss of (5.43) million baht which decrease (59.42) million baht or (110.05%) by compared with the net profit at 53.99 million baht same period at last year.

The changing over than 20% from the main causes as follows:

1. Revenues from service amount of 277.62 million baht, compared to 390.94 million baht in the year 2019 which decrease of (113.32) million baht or (28.99%) and Cost of service amount of 227.75 million baht, compared to 266.30 million baht in the year 2019 which decrease of (38.55) million baht or (14.48%) because in the current spread of Coronavirus Disease 2019 (COVID-19) which affects business and other factors uncontrollable.
2. Revenues from sale amount of 1.32 million baht, compared to 3.36 million baht in the year 2019 which decrease of (2.04) million baht or (60.84%) and Cost of sales amount of 0.63 million baht, compared to 2.33 million baht in the year 2019 which decrease of (1.70) million baht or (72.88%) because in the year 2019, the company has sold products abroad.
3. Other income in the amount of 4.59 million baht compared with the year 2019, 6.42 million baht decrease (1.83) million baht or (28.48%) because in the year 2019, the company has income from the compensation.
4. Bad debt and doubtful accounts (reversal) in the amount of 14.92 million baht compared with the year 2019, 9.96 million baht increase 4.96 million baht or 49.79% because beginning to TFRS 9 : Financial Instruments.

5. Share of loss on investments in joint ventures (9.50) million baht, which decrease of (4.72) million baht or (33.21%) compared to the year 2019 amount (14.22) million baht because of the inception operation from sales of tap water in some parts of Phuket and some parts of Phang Nga province.
6. Financial income amount of 0.92 million baht, compared to 0.69 million baht in the year 2019 which increase of 0.23 million baht or 33.19% from investment in notes and Financial cost amount of (0.13) million baht, compared to (0.03) million baht in the year 2019 which increase of 0.09 million baht or 273.99% because beginning to TFRS 16 : Leases.

Please be informed accordingly.

Miss Kanoknart Ratanasuwanachart
Board of Director
Authorized Persons to Disclose Information