

SP.2020/011

Date : August 13, 2020

Subject : The Explanation to SET concerning the operating result for Q2/2020 more than 20%

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

For the Q2/2020 period ended of June 30, 2020 operating result of the company net profit Baht 37.97 Million comparison with the previous Q2/2019's net loss of Baht 5.49 Million an increase of Baht 43.46 Million or 791.62%. The reasons for such increases are:-

- Sale increased from Baht 544.56 Million in Q2/2019 to Baht 613.12 Million in Q2/2020 an increase Baht 68.56 Million or 12.59% due to rubber glove customers expand production line, demand on using glove increases by Corona Virus 2019 (COVID-19) and demand on packaging increases by foods delivery.

- Cost of the sales and services from Q2/2019 was 90.29% decreased to 82.95% on Q2/2020 or decreased 7.34% from sales due to at Q2/2019 recorded the effect of the change severance pay by recognizing past services costs as expense immediately in the comprehensive income statement in current period amount Baht 9.13 Million.

- Selling and administrative expenses of Q2/2019 was 9.30% of sale, decreased to 8.91% in Q2/2020 decreased of 0.39% a little amount.

- Cost of finance from Baht 11.70 Million or 2.15% of sale in Q2/2019 to Baht 8.27 Million or 1.35% of sale decreased Baht 3.43 Million or 29.32% in Q2/2020 due to repayment of loan.

Please be informed accordingly.

Yours sincerely,

Mr. Jun Tomita

(Mr. Jun Tomita)
Director