



No. SYNTEC/EX/059/2019

13 May 2019

Subject : Management's Discussion and Analysis Q1/2019

To : Director and Manager,
The Stock Exchange of Thailand (SET)

Syntec Construction Public Company Limited (SYNTEC), would like to clarify SYNTEC and its Subsidiaries Financial Statements for the three-month period ended 31 March 2019, performance of Q1/2019 showed a total profit attributable to owners of the Company in consolidated financial statements of Baht 58 million, performance of Q1/2018 showed a profit attributable to owners of the Company of Baht 138 million, Decreasing by Baht 80 million or increasing of 56.52 % by the reasons of changing are as follows :

- Revenue from construction increased of Baht from 1,569 million to 1,805 million or gross profit margin decreased of Baht from 19.52 % to 8.73 %but gross margin decreased of Baht 149 million.
- Revenue from room service increased of Baht from 99 million to 128 million or gross profit margin decreased of Baht from 29.06 % to 33.25 % as a resulted to gross profit margin increased of Baht 14 million.
- Gain on disposal and write off of equipment increased of Baht 4 million.
- Reversal of allowance for litigation increased of Baht 21 million.
- Interest income increased of Baht 1 million.
- Other income increased of Baht 21 million.
- Selling and Administrative expenses decreased of Baht 10 million.
- Finance costs increased of Baht 2 million
- Income tax expense decreased of Baht 2 million.

Furthermore, the progressive statuses of loans to related parties are as follows:

1. Long-term Loans to Related Parties

Other Related Companies

- Gentech Engineering Co., Ltd., valued at Baht 4.96 million (fully provision). Currently, the official receiver is in the process of property collection.

Please be informed accordingly.

Sincerely yours,

(Mr.Somchai Sirilertpanich)

Chief Executive Office