



# Somboon Advance Technology Public Company Limited

Registration No. 0107574700660

129 Moo.2 15<sup>th</sup> Km. Bangna-Trad Road Bangchalong Bangplee Samutprakarn 10540 THAILAND  
Tel. 0 2080 8123 Fax. 0 2080 8198

August 8, 2019

Subject : Clarification on the Consolidated Financial Statements as at 30 June 2019

To : President of the Stock Exchange of Thailand

Somboon Advance Technology Public Company Limited (“the Company”) would like to make clarification on the consolidated performance results for the quarter ending 30 June 2019 of the Company and its subsidiaries, as shown below;

Overall performance results of the Company and its subsidiaries for the quarter ending 30 June 2019, compared to the same period last year are provided below;

	<u>2019Q2</u>	<u>2018Q2</u>	(Unit: Million Baht) <u>% Change</u>
Revenue from sale of goods and rendering of services	1,922	1,920	-
Cost of Goods Sold	1,592	1,593	-
Selling and General Administrative Expenses	187	175	+7%
Net Profit	170	183	-7%

## Performance Analysis and Discussion

In the second quarter of 2019, net profit of the Company and its subsidiaries was Baht 170 million, a Baht 13 million or 7% decrease from the same period last year. The decrease was mainly caused by higher administrative expense.

## Total Revenue

In the second quarter of 2019 and 2018, total revenues of the Company and its subsidiaries was Baht 1,955 million and Baht 1,952 million, respectively, an increase of Baht 3 million or 0.2% from the same period last year. The revenue from sale of goods and rendering of services was 1,922 million for 2019, an increase of Baht 2 million or 0.1% from the same period last year. The revenue from sale of goods and rendering of services have been higher compared to the same period last year driven by additional sale from new orders and also 8% increase in agricultural machineries industry, but was partly offset by 2% decrease in automotive industry.

## Selling and Administrative expense

In the second quarter of 2019 and 2018, Selling and Administrative expense was Baht 181 million and Baht 170 million, respectively, an increase of Baht 11 million or 6% from the same period last year, The increase can be explained by an increase in delivery expense for overseas customer and a provision for employee benefit according to the amendment of the Labor Protection Act.



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## Financial Position (in comparison with as of 31 December 2018)

Overall financial position of the Company and its subsidiaries as of 30 June 2019, compared to the statement of financial position as of 31 December 2018, was Baht 8,984 million and Baht 9,065 million, respectively, an decrease of Baht 81 million or 1%, which can be explained as follows.

### Total Assets

As at 30 June 2019, total assets was Baht 8,984 million, decrease by Baht 81 million from the ended 31 December 2018 mainly driven by fixed-assets decreased by Baht 168 million (the depreciation on period was Baht 316 million while the additional investment was Baht 148 million).

### Total Liabilities

As at 30 June 2019, total liabilities was Baht 2,065 million, decreased by Baht 113 million from the ended 31 December 2018. Trade account payable is decreased by Baht 148 million and long-term loans from banks are decreased by Baht 57 million due to repayment according to the contract. While the provisions for employee benefits increased by 45 million to comply with the amendment of the Labor Protection Act.

### Shareholders' Equity

As at 30 June 2019, shareholder equity was Baht 6,919 million increased by Baht 32 million from Baht 6,887 million as at 31 December 2018. The increase can be explained by net profit from operating for the period of Baht 457 million and decrease from the 2018 final dividend paid of Baht 425 million.

Your acknowledgement of the above mention clarification is highly appreciated

Yours faithfully,

*N. Yanpirat*

(Mr. Nuttakajorn Yanpirat)

Vice President - Finance & Accounting and Information Technology