

SMIT006/2019

August 9, 2019

Subject: Clarification of the Q2/2019 operating results

To: The President  
The Stock Exchange of Thailand

Sahamit Machinery Public Company Limited (the Company) would like to clarify the operating results for the three month and six month periods ended June 30, 2019, which have been audited and approved by the Audit Committee. The operating results have shown change over 20 percent compare to the same period of the previous year as the following details;

The operating results for the three month periods ended June 30, 2019 have shown total revenue of Baht 569.34 million, representing a decrease from the same quarter of the previous year by Baht 31.77 million or 5.29 percent and the net profit was Baht 51.12 million, a decrease from the same quarter of the previous year by Baht 21.30 million or 29.41 percent. The revenue has decreased due to the overall economic slowdown and the net profit has decreased mainly due to the employee benefit obligations that changed the severance payment of 300 days of wages to 400 days of wages.

The operating results for the six month periods ended June 30, 2019 are as follows,

1. The company achieved sales & services revenue amount to Baht 1,125.43 million which decreased by Baht 78.52 million or 6.52 percent as compared to the same quarter of the previous year. The operating results have been dropped in almost every product groups due to the decreased in market demand and overall market situation.

2. The Company had a commission of Baht 5.62 million, increased by Baht 0.39 million or 7.46 percent from the previous year.

3. Dividend income of Baht 4.38 million

4. Gain on exchange rate of Baht 1.14 million, compared with Baht 0.23 million in the same period last year, or an decreased of Baht 0.91 million or 391.30 percent

5. Gain on disposal of assets of Baht 3.41 million, compared with Baht 0.61 million in the same period last year, or an increased of Baht 2.80 million or 459.02 percent.

6. Other income was Baht 1.30 million, decreased by Baht 1.09 million or 45.61 percent from the same period of last year.

Total revenue of Baht 1,141.27 million, decreased by Baht 75.51 million or 6.21 percent compared to total revenue of the same period of 2018. However, the company can still maintain gross profit margin ratio of 29.90 percent, slightly decreased by 0.95 percent.

Selling expenses of Baht 121.58 million, decreased by Baht 2.03 million or 1.64 percent from the same period of last year, in consistent with the decreased of sales & services revenue.

Administrative expenses of Baht 80.85 million, increased by Baht 15.41 million or 23.55 percent from the previous year. Management benefit expenses of Baht 20.03 million, increased by Baht 4.57 million or 29.56 percent from the previous year. This is due to the employee benefit obligations that adjusted the severance payment of 300 days of wages to 400 days of wages totaled to Baht 12.95 million.

The net profit the six month periods ended June 30, 2019 was Baht 106.53 million, an decrease from Baht 145.89 million in the same quarter of the previous year or an decreased of 26.98 percent and the EPS was Baht 0.20.

Please be informed accordingly.

Sincerely yours,

(Mr. Chaisilp Tamesirichai)  
Chairman of the Board