



No. SYNTEC/EX/094/2019

Date : 9 August 2019

Subject : Management's Discussion and Analysis Q2/2019

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 30 June 2019, performance of Q2/2019 showed a total profit attributable to owners of the Company in consolidated financial statements of Baht 53 million, performance of Q2/2018 showed a profit attributable to owners of the Company of Baht 218 million, decreasing by Baht 165 million or 75.69 % by the reasons of changing are as follows:

- Revenue from construction increased of Baht from 1,392 million to 1,881 million, but gross profit margin decreased from 16.27 % to 11.34 % or gross margin decreased of Baht 13 million.
- Revenue from room service increased of Baht from 82 million to 104 million, but gross profit margin decreased from 28.48 % to 17.46 % or gross margin decreased of Baht 5 million.
- Gain on disposal and write off of assets decreased of Baht 143 million.
- Interest income increased of Baht 1 million.
- Other income decreased of Baht 2 million.
- Selling and Administrative expenses increased of Baht 35 million.
- Other expense increased of Baht 3 million.
- Finance costs increased of Baht 1 million
- Income tax expense decreased of Baht 36 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