

August 14, 2019

Subject: Management's discussion and analysis for the second quarter of 2019, which was changed from the previous year to 20%.

Attention: President of the Stock Exchange of Thailand

Seafresh Industry Public Company Limited ("the company") would like to inform the operating results of the company and its subsidiaries for the second quarter of 2019 as follows;

Sales revenue

The group's sales turnover decreased from 2,158.74 million baht to 1,371.67 million baht, a decrease of 36.46% from the same period of previous year. Resulting since the beginning of the year, overseas subsidiaries are strategically adjusted by focusing on customer-specific orders that emphasis on sustainable manufacturing practices that are the main strategy of the company.

Net Profit (Loss)

From the consolidated financial statements for the second quarter 2019, the company's net loss is 54.85 million baht. While the same period last year, the company's net profit attributable to baht 103.51 million. The following are the main reasons;

1. The company is still affected by the cost of raw materials higher than competitor countries, and the group recorded the allowance for diminution in value of inventories increased by 23.97 million baht. While the same period of the previous year, the reversal of allowance was 20.77 million baht. As a result, the group's gross profit margin decreased from 12.36% to 8.29%.
2. The company and its subsidiaries received gain on exchange rate of 2.93 million baht. While the same period last year, gain on exchange rate was 67.64 million baht.

Please be informed accordingly.

Yours faithfully,

Tassanee Youngmeevithya

Director