

IR.017/2019

13 August 2019

Re: Notification of the changes of the Profit and Loss Statement

To President

The Stock Exchange of Thailand

We, T Engineering Corporation Public Company Limited (the "Company") would like to notify the Stock Exchange of Thailand regarding the business operation for the 2nd Quarter of the year 2019 ended 30 June 2019 as follows;

Total Revenue

The Company has the total revenue for three-month period and six-month period ended 30 June 2019 in the amount of Baht 72.30 million and Baht 139.74 million, respectively. When compared to the same period of the year 2018, that had the total revenue in the amount of Baht 194.13 million and Baht 387.47 million, respectively. For three-month period, the total revenue decreases in the amount of Baht 121.83 million or 62.76% and for six-month period, the total revenue decreases in the amount of Baht 247.74 million or 63.94%.

Total Comprehensive Profit and Loss

The Company has the total loss for three-month period ended 30 June 2019 in the amount of Baht 10.07 million. When compared to the same period of the year 2018, that had the total loss in the amount of Baht 175.37 million which decreased in the amount of Baht 165.30 million or 94.26% and the total comprehensive loss period ended 30 June 2019 and 2018 in the amount of Baht 9.82 million and Baht 173.98 million, respectively.

For six-month period ended 30 June 2019, the Company has the total profit in the amount of Baht 44.27 million. When compared to the same period of the year 2018, that had the total loss in the amount of Baht 186.05 million. The total comprehensive profit ended 30 June 2019 is in the amount of Baht 39.80 million and for year 2018, the total comprehensive loss is in the amount of Baht 179.99 million.

The Company would like to provide the explanation on the changes of the Profit and Loss Statement for three-month period and six-month period ended 30 June 2019 as follows;

1. The revenues from construction for three-month period is Baht 67.13 million which decreases in the amount of Baht 118.66 million or 63.87% and for six-month period, the revenues from construction is Baht 125.87 million which decreases in the amount of Baht 246.91 million or 66.23% when compared to the same period of the year 2018. It is a result of the beginning of the six months of the year 2019, the Company is in the process of bidding for new projects and old projects are nearing completion. Moreover, projects that are operating at still the beginning stage thus, the Company is able to recognize revenue only in proportion to the success of the work.
2. Cost of construction for three-month period decreases in the amount of Baht 62.82 million or 82.15% and for six-month period decreases in the amount of Baht 118.62 million or 77.37% when compared to the same period of the year 2018. The reason that the cost has decreased a lot when compared to the last year due to the same quarter of last year, the Company have to recognize the loss of the one long-term project. Subsequently, the Company cancelled the contract and already recognized the revenue and loss for the completed part of this long-term project on the first quarter of 2019.
3. The administrative expense for three-month period and six-month period decrease in the amount of Baht 12.97 million or 40.89% and Baht 15.68 million or 25.46%, respectively when compared to the same period of the year 2018. The Company continues to control administrative expense in line with revenue.
4. The financial cost for three-month period and six-month period decrease in the amount of Baht 1.11 million and Baht 2.20 million, respectively when compared to the same period of the year 2018. Most costs are fees for letter of guarantee issuance. The Company still has been unable to obtain the financial support from financial institutions, so the interest burden is relatively low.

Please be informed accordingly.

Sincerely yours,

(Mr. Tradsin Chongussayakul)

Chief Executive Officer and Acting Managing Director
T Engineering Corporation Public Company Limited