

No.IR.006/2020

28 February 2020

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

To: President

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 year 2019 ending 31 December 2019 as follows;

Outline of 2019 Business operation

The outline of the Company's business operation in the year of 2019 is as follows;

1. Total incomes and Gross profit

The Company had total incomes in the amount of Baht 321.29 million which decreases in the amount of Baht 413.74 million or 56.29% when compared to the year 2018. It consists of construction revenues in the amount of Baht 299.18 million which decreases in the amount of Baht 367.40 million or 55.12% when compared to the year 2018. There is a gross profit in the amount of Baht 10.79 million or 3.61%. Last year, the Company received only one additional construction project due to the limited working capital. Therefore, the Company's revenues is generated from such new project and the current projects which proceeded from the previous year which are almost complete. For other revenues is in the amount of Baht 22.11 million which decreases in the amount of Baht 46.34 million or 67.71% when compared to the year 2018. Due to the last year, the other revenues was from the sales of assets while there is no such items in this year.

2. Cost of construction

The total cost of construction is Baht 288.38 million which decreases in the amount of Baht 530.06 million or 64.76% when compared to the year 2018. Which is in accordance with the proportion of the revenue.

3. Expenses

The Company had administrative expenses in the amount of Baht 104.07 million which decreases in the amount of Baht 19.46 million or 15.75% when compared to the year 2018. Which is in accordance with the policy to control the Company's expenses and consistent with the Company's revenue. The reduced expenses relating to employee expenses and legal expenses.

4. Allowance for doubtful accounts and damages from lawsuit

In year 2019, the Company has reversed of allowance for doubtful accounts due to the repayment from the debtors in the amount of Baht 12.36 million and the reversal from termination of one construction project in the amount of Baht 70.73 million. For the damages from lawsuit in year 2019 is in the amount of Baht 100.55 million was caused by (i) the settlement of a dispute in a lawsuit with one hirer in the amount of Baht 94.83 million in order to stop the risk which may have a negative impact to the Company's business operations and (ii) the provisions for loss on litigations in the amount of Baht 5.72 million.

5. The financial cost

The financial cost is in the amount of Baht 2.45 million which decreases in the amount of 40.95% when compared to the year 2018. Most of expenses are fees from issuing letter of guarantee. In year 2019, the Company still has been unable to obtain the financial support from financial institutions. However, after the Company has settled the disputes, it may result in the Company having the opportunity to obtain the financial support from financial institutions for working capital of the Company.

To summarize for the year ended 31 December 2019, the Company has total revenues in the amount of Baht 321.29 million and net loss in the amount of Baht 91.01 million.

Please be informed accordingly.

Sincerely yours,

(Mr. Tradsin Chongussayakul)

Chief Executive Officer and Acting Managing Director

T Engineering Corporation Public Company Limited