

No TTW/138/12

30 April 2012

Subject Explanation of the operating result of the 2012 first quarter as compared with that of 2011

To The President
The Stock Exchange of Thailand

The operating results of Thai Tap Water Supply Public Company Limited (“the Company”) and its subsidiaries for the 2012 and 2011 first quarter are Baht 665.9 million and Baht 511.4 million, respectively. As compared with the operating results for the 2011 first quarter, the operating results of the company and its subsidiaries increased by 30.2%. The Company hereby clarifies the significant changes as follows:

1. Revenue for selling tap water increased by Baht 91.8 million or representing an increase of 8.5% because

a. The water sales of the Company increased by Baht 52.6 million or representing an increase of 7.2% due mainly to the rise in sell volume by 3.1 million cubic meters or representing an increase in 10.7% along with the increasing sell price from the previous year.

b. The water sales of Phatum Thani Water Company Limited (“PTW”) increased by Baht 39.2 million or representing an increase of 11.1% because its sale volume increased by 2.1 million cubic meters or representing an increase of 6.7% and its selling price increased from the previous year.

2. Other incomes increased by Baht 119.2 million or representing a rise of 6,469.0% because PTW recorded the 2011 corporate income tax above the exact figure by Baht 91 million. Therefore, PTW reversed this transaction to be other incomes in the 2012 first quarter.

3. The Cost of sales and services increased by Baht 60.1 million or representing an increase of 19.6% because the company main production cost such as chemical and electricity cost, increased by Baht 41.1 million because of low quality of raw water and the rising sell volume.

4. Selling and administrative expenses increased by Baht 11.7 million or representing an increase of 19.2% due to the increase in legal and auditor fees by Baht 4.2 million along with the rising expenses of employee by Baht 2.7 million ,and insurance fee by Baht 1.0 million.

5. Financial expenses increased by Baht 11.1 million or representing an increase of 8.9% due to the long term borrowing interest rate was higher than by 1.45% as compared with that of the 2012 first quarter.

Please be informed accordingly.

Yours Faithfully

(Somkiat Pattamamongkolchai)

Accounting and Finance Director