

No. TTW/318/18

9 August 2018

Subject Explanation of the operating result of the 2018 second quarter as compared with that of 2017

To The President
The Stock Exchange of Thailand

The operating results of TTW Public Company Limited (“the Company”) and its subsidiaries for the 2018 and 2017 second quarter are Baht 692.5 million and Baht 658.1 million, respectively. As compared with the operating results for the same period of last year, the operating results of the Company and its subsidiaries increased by Baht 34.4 million or representing an increase of 5.2%. The Company hereby clarifies the significant changes as follows:

1) Water sales increased by Baht 85.8 million or representing an increase of 6.3% because

a) The water sales of the Company increased by Bath 57.8 million or representing an increase of 6.2% because sale volume of Provincial Waterworks Authority (“PWA”) increased by 3.6 million m³ and water tariff rate from the previous year. As the result, PWA sale amount increased by Baht 55.2 million. In addition, the water sales in Bang Pa-In Industrial Estate increased by 0.1 million m³ and the increase in water tariff rate of 0.25 Bt./m³. As a result, water sales in Bang Pa-In Industrial Estate increase by Baht 2.6 million, or representing an increase of 5.0%

b) The water sales of Pathum Thani Water Company Limited (“PTW”) increased by Baht 28.0 million or representing an increase of 6.5% due to the increased water sales of 2.2 million m³, or representing an increase of 6.4%.

2) Other incomes decreased by Baht 28.7 million or representing a decrease of 100.0% because the company prepaid a part of long-terms in December 2017. As the result, the cash balances and return on cash balances decreased from second quarter of last year.

3) Cost of goods sold and service increased by Baht 43.0 million or representing a decrease of 10.9% due to increase in sale volumes. As the result, the increase in depreciation expenses increased by Baht 17.9 million, the electricity expenses increased by Baht 13.2 million,

the maintenance expense increased by Baht 9.9 million and the and employee expenses increased by Baht 1.6 million.

4) The administrative expenses increased by Baht 9.9 million mainly due to unrealized loss from the revaluation of current investments.

5) Corporate income tax decreases by Baht 18.4 million or representing a decrease of 11.3% due to decrease in deferred income tax liabilities.

Please be informed accordingly.

Yours Faithfully

(Mr. Somkiat Pattamamongkolchai)

Accounting and Finance Director