

No.TTW/273/17

9 May 2017

Subject Explanation of the operating result of the 2017 first quarter as compared with that of 2016

To The President
The Stock Exchange of Thailand

The operating results of TTW Public Company Limited (“the Company”) and its subsidiaries for the 2017 and 2016 first quarter are Baht 593.3 million and Baht 619.3 million, respectively. As compared with the operating results for the same period of last year, the operating results of the Company and its subsidiaries decreased by Baht 26 million or representing a decrease of 4.2%. The Company hereby clarifies the significant changes as follows:

1. Revenue for selling tap water decreased by Baht 4.5 million or representing an decrease of 0.3% because

a) The water sales of the Company increased by 2.4 million or representing an increase of 0.3% because water sales in Bang Pa-in Industrial Estate increased by 0.2 million cu.m. and the increase in water tariff since July 2016 onward. As a result of that, revenue from water sales in Bang Pa-in Industrial Estate increase by Baht 7.7 million, representing an increase of 19.5% whereas water sales to PWA's fell by 0.7 million cu.m., or representing a decrease of 2.1 which means revenue from water sales to PWA decreased by Baht 5.3 million, or representing a decrease of 0.6%

b) The water sales of Pathum Thani Water Company Limited (“PTW”) decreased by Baht 6.9 million or representing a decrease of 1.7% due to the decreased water sales in the company's service area falling by 0.6 million cu.m. , or representing of 1.8%.

2. Service incomes increased by Baht 4.5 million or representing an increase of 18.6% mainly due to the increase in service and tariff of waste water service in Bang Pa-in Industrial Estate has been increasingly adjusted since July 2016 onwards.

3. Interest incomes decreased by Baht 12.7 million or representing a decrease of 80.2% mainly due to debenture repayment of Baht 1,800 million which became mature in February 2016, 2nd water treatment plant construction payment and cash balances decrease.

4. Other incomes decreased by Baht 11.3 million or representing a decrease of 35.2% because of the decrease in the return from cash management.

5. Cost of goods sold and service decreased by Baht 8.7 million or representing a decrease of 2.3% due to the decrease in electricity expenses of Baht 19.8 million from Ft decrease while the depreciation expenses increased by Baht 7.4 million because the company and its subsidiaries completely improve the water treatment plant.

6. Selling and administrative expenses decreased by Baht 3.3 million or representing an decrease of 5.0% due to the decrease in corporate social responsibility expenses.

7. Sharing of profit from investment in associated company decreased by Baht 23 million or 191.4% due to the fall in electricity sales of subsidiaries of associated company as compared to the same period of last year.

8. Financial expenses decreased by Baht 33.4 million or representing a decrease of 26.4% due to the loan repayment, repayment of debenture of Baht 1,800 million in year 2016 and the decrease in average interest rate as compared to the same period of last year.

9. Corporate income tax increases by Baht 22.1 million or representing of 15.3% because the Company recorded deferred income tax as expense.

Please be informed accordingly.

Yours Faithfully

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