

No. 14/2021

10 November 2021

President

The Stock Exchange of Thailand

93 Ratchadapisek Road, Kwang Dindaeng, Khet Dindaeng,

Bangkok 10400

Subject : Clarification of the operating result.

Dear sir,

We, Unimit Engineering Public Company Limited (UEC), would like to clarify the change in the operating results for Q3/2021 which has a change of over 20% from the same period of last year.

Unimit Engineering Public Company Limited (the Company)

For the three months, Q3/2021 total revenue was Baht 87 million against Baht 188 million for Q3/2020, a decrease of 54%. Gross profit for Q3/2021 was 31% vs 18% for Q3/2020.

Resulting from the closure of Factory 2, depreciation charge, lighting and security guard fees of Factory 2 for Q3/2021 are recorded as "Idle Capacity Costs" (For Q3/2020 these expenses were recorded as "Cost of Goods Sold"). This accounting change has no impact of the bottom line. Net Profit for Q3/2021 was Baht 5 million, compared with Baht 17 million for Q3/2020.

For the nine months to Sept, total revenue was Baht 377 million against Baht 625 million for same period 2020, a decrease of 40%. Gross profit for the nine months of 2021 was 31% vs 15% for 2020. In sum, Net Profit for the nine months to Sept 2021 was Baht 53 million, compared with Baht 47 million for 2020.

Unimit Engineering (Myanmar) Company Limited (UEM, the Subsidiary)

The Factory remained closed for operations for Q3/21 due to the political uncertainty situation in Myanmar. The re-opening of the factory has yet to be decided, subjective to the prevailing situation.

The Company and its Subsidiary.

On a consolidated basis for three months, Q3/2021 the Company and its Subsidiary 's total revenue was Baht 87 million against Baht 189 million for Q3/2020, a decrease of 54%. Gross profit Q3/2021 was 31% vs 17% for Q3/2020. Selling and Administrative Expenses for Q3/2021 compared with Q3/2020 was decreased. There was record of Idle Capacity Costs as mentioned above. In sum, Net profit for Q3/2021 was Baht 2 million, compared with net profit Baht 12 million for Q3/2020.

For the nine months to Sept, the Company and its Subsidiary 's total revenue was Baht 379 million against Baht 627 million for same period 2020, a decrease of 40%. Gross profit for the nine months of 2021 was 31% vs 15% for 2020. In sum, Net Profit for the nine months to Sept 2021 was Baht 44 million, compared with Baht 34 million for 2020.

Discussion and Analysis of the Company and its subsidiaries Operational Results in Q3/2021 and Q3/2020

Corporate Revenue

In Q3/2021 the Company and its subsidiaries have total earnings of Baht 87 million, consisting of Baht 82 million contract revenues, Baht 5 million of gain from exchange and minor others income.

The changes are as follows:

Q3/2021 contract revenue is Baht 82 million, a decrease of Baht 104 million (56%) compare to Q3/2020's Baht 186 million.

Gain from exchange amount Baht 5 million, compare to Q3/2020's gain from exchange Baht 3 million.

Costs and Expenses

In Q3/2021, the company and its subsidiaries' cost of goods sold and operating expenses have reduced by Baht 93 million (52%) from Q3/2020's Baht 179 million to Baht 86 million, cause as mentioned above.

The changes are as follows:

There is a reduction in contract costs of Baht 96 million (63%) compare to Q3/2020's Baht 154 million resulting in Q3/2021's value of Baht 57 million.

There is a decrease in the selling and operating expenses of Baht 3 million from Baht 25 million in Q3/2020 to Baht 22 million in Q3/2021.

There is an idle capacity costs of Baht 7 million in Q3/2021. Major from a change in accounting record of depreciation from manufacturing cost to idle capacity costs due to the closure of a non-operating factory.

Profit / (Loss)

The Company and its subsidiary have a consolidated profit for the period Q3/2021 of Baht 2 million decreased Baht 10 million (84%) compared to consolidated profit of Baht 12 million in Q3/2020.

Please be informed accordingly.

Sincerely yours,

Ms. Vilai Siripoonkiatikul

Authorized Signature