



No. SYNTEC/MD/17/075

10 November 2017

Subject : Management's Discussion and Analysis Q3/2017

To : Director and Manager,
The Stock Exchange of Thailand (SET)

Syntec Construction Public Company Limited (SYNTEC), would like to clarify SYNTEC and its Subsidiaries Financial Statements for the three-month period ended 30 September 2017, performance of Q3/2017 showed a total profit attributable to owners of the Company in consolidated financial statements of Baht 244 million, performance of Q3/2017 showed a profit attributable to owners of the Company of Baht 274 million, Decreasing by Baht 30 million or increasing of 10.95 % by the reasons of changing are as follows :

- Revenue from construction increased of Baht 337 million, Cost of construction increased of Baht 291 million as a result to gross profit margin increased of Baht 46 million. While gross profit margin decreased from 20.82% to 19.78%
- Gross profit margin – room service decreased from 40.22% to 30.30% or decrease of Baht 14 million.
- Reversal of allowance for devaluation investment decreased of Baht 10 million.
- Other income decreased of Baht 1 million.
- Selling and administrative expenses increased of Baht 31 million.
- Other expenses increased of Baht 24 million.
- Finance costs decreased of Baht 2 million
- Income tax expense decreased of Baht 2 million.

Furthermore, the progressive statuses of loans to related parties are as follows:

1. Short-term Loans to Related Parties

Joint Venture (JV)*

-SVK JV. Valued at Baht 11.10 million, (fully provision). Currently, the Joint Venture is going to shut down.

2. Long-term Loans to Related Parties

Other Related Companies

- Gentech Engineering Co., Ltd., valued at Baht 4.96 million (fully provision). Currently, the official receiver is in the process of property collection.

Please be informed accordingly.

Sincerely yours,

(Mr.Somchai Sirilertpanich)

Chief Executive Officer