

No.TTW/607/17

9 November 2017

Subject Explanation of the operating result of the 2017 third 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 third quarter are Baht 734.8 million and Baht 643.4 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 91.4 million or representing an increase of 14.2%. The Company hereby clarifies the significant changes as follows:

1. Water sales increased by Baht 74.4 million or representing an increase of 5.6% because

a) The water sales of the Company increased by 56.1 million or representing an increase of 6.2% because sale volume increased by 3.3 million m³ and selling price increased from the previous year. As the result, sale amount increased by Baht 51.8 million. In addition, the water sales in Bang Pa-in Industrial Estate increased by 0.1 million m³ and the increase in water tariff. As a result the water sales at Bang Pa-in Industrial Estate increased by Baht 4.3 million, representing an increase of 8.5%

b) The water sales of Pathum Thani Water Company Limited (“PTW”) increased by Baht 18.3 million or representing an increase of 4.4% due to the increase in water sales of 1.5 million m³ or representing an increase of 4.5%.

2. Service incomes increased by Baht 2.9 million or representing an increase of 10.0% mainly due to the increase in subsidiary’s service income and waste water service fee.

3. Other incomes increased by Baht 23.7 million or representing an increase of 102.5% because of the increase in the return from cash management.

4. Cost of goods sold and service increased by Baht 11.9 million or representing an increase of 3.0% due to the increase in depreciation expenses of Baht 14.1 million

5. Sharing of profit from investment in associated company increased by Baht 11.1 million or 36.7% because a subsidiary's revenue from electricity sales of associated company increased from the same period of last year.

6. Financial expenses increased by Baht 7.8 million or representing a increase of 7.4% because the second water treatment plant was completed in June 2017. Therefore, the company recorded the finance cost as the expenses in the profit and loss statement starting from July 2017 onwards. In addition, the average interest rate of long-term loans decreased from third quarter of last year.

Please be informed accordingly.

Yours Faithfully

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