

Ref: HPT63/020

May 27, 2020

Subject: Impact of COVID - 19 Pandemic on the Company's operation
To: The President of the Stock Exchange of Thailand
Ref: Letter of the Securities and Exchange Commission at SEC JorTor-1 (“Wor) 23/2563 re: Measurement on the disclosure of information relating to impact from the Coronavirus Disease 2019 (COVID – 19) dated 12 May 2020

Reference is made to the letter referred to above that the Company has been supported by SEC to disclose the information on impact of COVID -19 on the Company’s operations to investors.

Home Pottery Public Company Limited (“the Company”) would like to inform the impact from Coronavirus 2019 (COVID – 19) pandemic on the Company and its subsidiary as follows:

1) Impact on business operations:

Home Pottery Public Company Limited

Operates as a manufacture and distributes Fine china tableware, selling in domestic and export to foreign countries. Currently, the company exports goods to The United States of America, European countries and Australia.

From the situation of the Coronavirus Disease 2019 (“COVID-19”) at present, the epidemic continues to spread quite a lot among the countries of customers. As a result, production plans and delivery are delayed or postpone until the situation improves.

Central Hospitality Company Limited

Operates as consulting service and sells kitchen equipment for a complete food service business, target customers include: Food Services Business in Thailand and Asean Region (AEC).

From the situation of the Coronavirus Disease 2019 (“COVID-19”) at present, affecting various food service businesses. During the lock down, although food is still ordered and delivered at home or various locations. However, the opening of this non-normal food service business has resulted in the need for kitchen equipment and appliances to slow down.

From the said problem, it is expected that the company's revenue recognition and subsidiary during in Q2/2019 tends to decrease. However, the Company expects that such limitation will impact on the Company and subsidiary operation during the spread of coronavirus situation only.

2) Impact on financial resources and liquidity in business operation:

Refer to COVID 19 outbreak since December 2019 in China, it has affected to global economy and Thailand especially capital market. This also impacts to the funding raising of the Company to increase registered share capital from Right offering which has been approved by the shareholder meeting. Which the subscription of the new ordinary shares No. 1 (HPT-W1) is scheduled for December 30, 2019. However, as this situation is not conducive to investment, the company cannot successfully increase its registered capital. In addition, some foreign customers request to extend payment by another 30 days, resulting in slow cash flow.

3) Impact from financial statement

Financial reporting standards on “Temporary relief measures on accounting alternatives in response to the impact of the COVID-19 situation”

The Group has elected to apply the following temporary relief measures on accounting alternatives:

- Not to take into account forward-looking information when determining expected credit losses, in cases where the Group uses a simplified approach to determine expected credit losses.
- Not to consider the COVID-19 situation as an indication that an asset may be impaired in accordance with TAS 36, Impairment of Assets.

The Company does not believe that value of the assets shall be materially affected therefrom because when analyzing debt age of trade account receivables, none of debtor is qualified for allowance for doubtful accounts according to accounting standard and other assets have not considered deteriorated.

Please be informed accordingly.



Sincerely yours,

A handwritten signature in blue ink, appearing to be "Niran Chourkittisopon".

(Mr.Niran Chourkittisopon)
Managing Director