

Operation Result Analysis for the 3rd quarter and the nine-month period of 2015

The statement of Income

Revenues

MFEC and its subsidiaries gained revenues in the amount of 810 million baht in the third quarter and 2,283 million baht in the nine-month period of 2015. Comparing to the previous year, the amount of the revenues in the third quarter was decreased at the rate of 36 percent or 461 million baht, and the amount of the revenues in the nine-month period was decreased at the rate of 42 percent or 1,653 million baht, due to the decrease of revenue recognition from implementation which was a result of economic downturn.

Cost of sales and service

MFEC and its subsidiaries had the cost of sales and service in the amount of 625 million baht in the third quarter and 1,743 million baht in the nine-month period of 2015. Comparing to the previous year, the amount of the cost of sales and service in the third quarter was decreased at the rate of 40 percent or 411 million baht, and the amount of the cost of sales and service in the nine-month period was decreased at the rate of 46 percent or 1,467 million baht, in relation with the decreased revenues.

Selling and Administrative expenses

MFEC and its subsidiaries had Selling and Administrative expenses in the amount of 137 million baht in the third quarter and 402 million baht in the nine-month period of 2015. Comparing to the previous year, the amount of Selling and Administrative expenses in the third quarter was decreased at the rate of 18 percent or 29 million baht, and the amount of Selling and Administrative expenses in the nine-month period was decreased at the rate of 16 percent or 79 million baht, as a result of the effective expense reduction.

Income Tax

MFEC and its subsidiaries had income tax in the amount of 11 million baht in the third quarter and 27 million baht in the nine-month period of 2015. Comparing to the previous year, the amount of income tax in the third quarter was decreased at the rate of 15 percent or 1 million baht, and the amount of income tax in the nine-month period was decreased at the rate of 31 percent or 12 million baht, as a result of the reduced outcome.

Profit

MFEC and its subsidiaries gained profit in the amount of 36 million baht in the third quarter and 112 million baht in the nine-month period of 2015. Comparing to the previous year, the amount of profit in the third quarter was decreased at the rate of 38 percent or 22 million baht, and the amount of profit in the nine-month period was decreased at the rate of 46 percent or 95 million baht, as a result of the decreased revenues.

Total comprehensive income for the period

MFEC and its subsidiaries gained profit in the amount of 35 million baht in the third quarter and 108 million baht in the nine-month period of 2015. Comparing to the previous year, the amount of profit in the third quarter was decreased at the rate of 39 percent or 22 million baht, and the amount of profit

in the nine-month period was decreased at the rate of 47 percent or 96 million baht, as a result of the decreased revenues.

The Statement of Financial Status

Assets

As of 30 September 2015, MFEC and its subsidiaries had total assets in the amount of 3,199 million baht, which was decreased at the rate of 10 percent or 347 million baht comparing to the previous year. The amount of current assets was decreased 330 million baht due to these following reasons; the amount of cash and cash equivalent and short-term investments was increased 3 million baht, the amount of trade and other accounts receivable was decreased 382 million baht because most of the receivables were not due yet, the amount of current portion of receivable under financial lease agreements which were due within 1 year was decreased 26 million baht, the amount of unbilled receivable was decreased 29 million baht, the amount of cost of work in process was increased 71 million baht, the amount of other current assets was increased 33 million baht, and the amount of non-current assets was decreased 17 million baht, in accordance with the implementation process.

Liabilities

As of 30 September 2015, MFEC and its subsidiaries had liabilities in the amount of 1,374 million baht, which was decreased at the rate of 15 percent or 238 million baht comparing to the previous year. The amount of Bank Overdraft, short-term loan and Trust Receipts was decreased 347 million baht, the amount of accrued expense was decreased 57 million baht, and the amount of other liabilities was decreased 16 million baht. While the amount of deferred income was increased 125 million baht, the amount of unbilled payable was increased 49 million baht, and the amount of Employee benefit obligations was increased 7 million baht.

Shareholders' equity

As of 30 September 2015, the shareholders' equity of MFEC and its subsidiaries was in the amount of 1,825 million baht, which was decreased at the rate of 6 percent or 109 million baht comparing to the previous year, as a result of the total profit in the nine-month period of 2015 which was 108 million baht. The dividend paid to the shareholders for 2014 performance was 220 million baht.

Financial Ratios

The significant financial ratios are shown as follows.

Ratios	As of 30 September 2015	As of 30 September 2014
Current ratio (Times)	1.8	1.6
Debt to Equity ratio (Times)	0.8	1.0
Gross profit margin (%)	22.4	17.7
Net margin (%)	4.8	5.6
Book Value Per Share (Baht)	4.1	4.2

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