

> The Business Operations

Report of the Board of Directors

In 2017, thanks to the global economic recovery, Thai economy over expectedly grew for 4%: export value increased for 10%, and tourism continually expanded especially in Chinese market segment, which was more than the period before the crackdown on illegal tour agents. However, consumption and investment in private sector were slow while household debt was still high.

According to the assessment of government agencies and financial analysts, economic growth of Thailand, mainly from export and government investment, was expected to be at least 4%, aligning with the global economic growth forecast by World Bank.

The consolidated operating results in 2017 for the Company and subsidiaries generated a total revenue of Baht 2,002.71 million, a decrease of 6.13 percent from the previous year, with a net profit of Baht 152.11 million, a decrease of 25.91 percent from the previous year, but is in a position to continue paying dividends to shareholders. The financial standing and overall liquidity are satisfactory and stable.

The Company is committed to transparent business operations and fair treatment of all stakeholders adhering to good governance principles, combat corruption, social and environmental responsibility. For this reason, the Company appointed governance committee, carried out assessment and applied corporate governance code for listed company 2017 (C G Code 2017) according to the business. Regarding the operation, the company set the corporate core values “SMART” and promote it through seminars to top and middle management as well as change agent in order to prepare them to be active for changes in the near future.

The Company acquired a good governance evaluation grade of “very good” in the survey of listed companies for the year 2017 by the Thai Institute of Directors and received the CSR-DIW Continuous Award 2017 (social responsibility standard of industrial operator), **Green Industry Certificate Level 4 (Green Culture)** and “Eco Factory: Eco Industrial Town in 4.0 era” award and trophy from the Department of Industrial Works, Ministry of Industry.