

INET ACC 0912 / 2016

Nov 11, 2016

Subject : Clarification on results of business operations for the 3rd quarter of year 2016

To : The President The Stock Exchange of Thailand

Internet Thailand Public Company Limited (“INET”) would like to submit its audited consolidated financial statements and separate financial statements for the 3 months period ended September 30, 2016. We would like to clarify the reasons why the operation result of the Company and its subsidiaries (“the Company”) of the 3 months period ended September 30, 2016 increased more than 20% compared to the 3 months period ended September 30, 2015. The clarifications are as follows:

Total revenues of the Company and its subsidiaries at the end of Q3/ 2016 were amounting to Baht 225.10 million increased from Baht 165.24 million in Q3/ 2015 by Baht 59.87 million or 36.23% that main revenues increase from Cloud services, Co-Location services and Internet access services, respectively.

Cost of services and cost of sales amounting to Baht 167.38 million in Q3/ 2016, increase from Baht 124.11 million Q3/ 2015 by Baht 43.27 million or 34.86%. Costs of services were proportional to revenue growth and were mainly attributed to depreciation resulting from recognition of completed projects as asset. Gross profit margin in Q3/ 2016 equal to 25.65% which was increased from 24.89% recorded in Q3/ 2015.

Selling and administrative expenses in Q3/ 2016 amounting to Baht 41.81 million, increase from Baht 28.30 million Q3/2015 by Baht 13.51 million or 47.74% and Finance costs totaled Baht 7.59 million compared with Baht 5.99 million in Q3/ 2015 was increased due to interest from financial lease agreements. The Company and its subsidiaries recorded a net profit of Baht 55.32 million increase from Baht 14.44 million in Q3/ 2015 by Baht 40.88 million or 283.10% with a net profit margin 24.58% of total revenue.

Other revenue in Q3/2016 amounting to Baht 45.50 million, It has increased Baht 40.26 million or 768.32% from Q3/2015 due to the fact that selling the associated stocks, Netbay Co., Ltd. As the result the ratio of shareholding stocks remain 18.31%

As at September 30, 2016, the Company's total assets were amounting to Baht 2,303.85 million which grew from Baht 1,183.95 million as at December 31, 2015 by Baht 1,119.90 million or 94.59%.The main result is because cash and cash equivalents from increasing in stock capital and leasehold improvements. Total liabilities of Baht 959.47 million, increased from Baht 682.19 million as at December 31, 2015 by Baht 277.28 million or 40.65% which was caused mainly by increase in liability under financial lease agreements.



Shareholders' equity as of September 30, 2016 were Baht 1,344.39 million, growing by Baht 842.63 million or 167.93% and book value per share was Baht 2.69 (Par value per share was Baht 1).

Best regards,




Mrs. Morragot Kulatumyotin

Managing Director

บริษัท อินเทอร์เน็ตประเทศไทย จำกัด (มหาชน)
Internet Thailand Public Company Limited

www.inet.co.th

บริษัท อินเทอร์เน็ตประเทศไทย จำกัด (มหาชน) สำนักงานใหญ่ เลขประจำตัวผู้เสียภาษี 0107544000094
1768 อาคารไทยซัมมิท ทาวเวอร์ ชั้น 10-12 และชั้น IT ถนนเพชรบุรีตัดใหม่ แขวงบางกะปิ เขตห้วยขวาง กรุงเทพฯ 10310
Internet Thailand Public Company Limited (Head Office) TAX ID 0107544000094
1768 Thai Summit Tower, 10th-12th Floor and IT Floor, New Petchaburi Road, Bangkok, Huay Khwang, Bangkok 10310
Tel. (662) 257-7000 Fax. (662) 257-7222