

## **RE: DISCLOSURE OF IMPACTS FROM ONGOING CORONAVIRUS DISEASE (COVID-19) OUTBREAK**

The disruptive impacts of the ongoing pandemic of Coronavirus disease (COVID-19) is rendering the Company unable to submit its reviewed Quarter 1/2020 Financial Statements to the Securities and Exchange Commission (SEC), Thailand by the formally scheduled date. Thus the Company wishes to clarify and disclose more information to shareholders and investors with the latest valid information in accordance to SEC's guidelines for their benefit as follows:

### **1. RISKS AND IMPACTS ON BUSINESS OPERATIONS**

The risks and impacts on the Company's business operations mainly relate to the limitations placed on operations arising from government imposed COVID-19 spread prevention and protection policies.

Overall, the Company's domestic operations are still operating normally, but some construction projects are required to adjust their operational plans. As workforce movement is restricted, foreign engineering experts who initially intended to visits some construction sites to install the equipment are limited. This restriction is also causing a shortage of workers from the provinces. Movement restrictions are also delaying the delivery of some construction materials and equipment, but overall business operations continue as normal.

For its overseas operations, the severe outbreak caused many construction operations to be suspended. In India some construction sites were totally suspended to nearly the end of April, with others likely to remain suspended until the end of May or at least mid-June. Projects that are still actively working are faced with a reduction in number of workers in compliance with the social distancing policy. In Bangladesh, all construction units are suspended following the Government imposed nationwide lockdown measures from March to May. It is expected all normal operations will resume in June, but importantly, we are awaiting the Government's announcement easing the restrictions. This suspension also causes shortages of local workers because of movement restrictions. For other foreign countries, as yet, we are unable to forecast or estimate the impacts.

In any event, the Company shall request clients to extend the construction period and/or provide compensation to recover the loss and expense incurred.

The preventive measures established to prevent the spread of the COVID-19 disease within the Company, both in the Head Office and its site work offices, are strictly in accordance with the Department of Disease Control, Ministry of Public Health, Thailand recommendations and includes:

- Screening process and area limitation for visitors. All persons entering the building, staff and visitors are to be screened and temperature scanned.
- Provision of sanitizers in various places, e.g. hand sanitizer and alcohol gel
- Imposing the mandatory use of face masks. The Company provides its staff and workers with the face masks.
- Social Distancing in work places.
- Facilities cleaning, e.g. clean and sanitize the elevators every 30 minutes.
- Quarantine leave for persons at risk from the disease.

- Establish a working plan, especially for staff who commute on public transport, e.g. work from home plan.
- Working hours adjustment.
- Establish alternative work place in case of any limitation in entering the existing working area.

The Company's overseas operations are strictly complying with the measures required at work places as directed by the local government authorities.

## **2. IMPACTS ON FINANCIAL RESOURCES AND LIQUIDITY IN OPERATIONS**

For the Company's domestic business there are indirect impacts. Some projects face delays in loan procurement as work place restrictions in some banks leading to discontinuous communication and approval delay. Similarly, some projects face payments delays due to the COVID-19 impacted work processes of clients, the Company and related organizations. The postponement of final work inspections and acceptance and delays to document filing impact the timely processing of payments.

Notwithstanding, the aforementioned delays do not affect to the Company's capability to meet its commitments for interest payment, debt payment and debt covenant or debenture terms and conditions.

For its overseas impacts, in India, all construction works are suspended for a month with currently some receiving permission to resume activities. It is expected that the Company's subsidiary can only allocate the financial resources to necessary expenses in the short term. All projects and operational activities should return to normal levels once the situation eases. In summary, the subsidiary has, thus far, maintained its capability to meet all of its commitments for debt and interest payment. The debt covenants shall be generally tested in the Annual Financial Statement which is expected to be finalized in June 2020. In Bangladesh, with the imposed nationwide lockdown, the Company's branch made a loan proposal to the local bank to increase liquidity, but was faced with some inevitable delay.

## **3. IMPACTS ON FINANCIAL STATEMENT**

The Company is currently assessing the impacts from the disruptive outbreak towards its Financial Statement. If there are any obvious indications of impacts, the relevant numbers shall be recorded in the statement in order to reflect the true values for the benefit of users of financial statement.

The overall impact of the COVID-19 pandemic towards the Company's Financial Statement is the inability to reasonably access to the significant financial positions and operating results, necessitating the Company to request the SEC to extend the submission deadline for the Quarter 1/2020 Financial Statement to August 14, 2020.