

ED-MD2021-0006

26<sup>th</sup> February 2021

Subject Clarification of changes in excess of 20% in the operating results for year ended 2020  
To Director and General Manager  
The Stock Exchange of Thailand

Eureka Design Public Company Limited and its subsidiaries ("the Group") would like to clarify the changed in excess of 20% in the Group's operating results for the year ended 31<sup>st</sup> December 2020, compared to those for the same period ended 31<sup>st</sup> December 2019. The Consolidate financial statement reported a net loss of 110.71 million in the year ending 31<sup>st</sup> December 2020, as compared to a net profit of 27.18 million baht and net loss attributable to the parent of 106.09 million baht, with significant changes is due to the following reasons:

1. The Group's revenue from sales and services in 2020 amounted to 27.18 million baht, a decrease of 206.62 million baht or 88%, mainly due to the recession economy, especially in the automotive industry. In addition to a change in the company's strategy to focus more on doing projects with the public sector which is the Company's strategy that wants to diversify the risks in the operation by keeping the business stable and sustainable.
2. The Group's gross profit in 2020 amounted to 3.56 million baht, a decrease of 68.18 million baht or 95 percent, and the company had a gross margin (gross margin) in 2020 equal to 13 percent, increasing the cost of sales which came from the electronic equipment distribution business and the biological production to eliminate water hyacinths business.
3. The group of companies had selling and administrative expenses in 2020 amounted to 114.15 million baht, an increase from the same period of the previous year amounting to 5.89 million baht or an increase of 5% as an increase in expenses incurred. Only once in 2020 with the details as follows
  - Allowance for impairment amounting to 10.91 million baht from its manufacture and installation of machinery.
  - The cost of the destruction of inventories in the amount of 6.77 million baht from biological production to eliminate water hyacinths business.

Please be informed accordingly,

Yours faithfully,  
(Mr. Lissapat Kraikruan)  
Director