

Ref: PLC 2017/015

September 25, 2017

Subject: Disclosure of Connected Transaction Information Regarding Renew land rental agreement

To: The President of the Stock Exchange of Thailand

Panjawattana Plastic Public Company Limited (“the Company”) would like to inform that the Board of Directors Meeting of the Company No. 1/2017, which held on 22 February 2017, approved Mill Pack Co.,Ltd (“the Subsidiary Company”) to renew the land rental agreement. This transaction is considered as the connected transaction regarding the rental of immovable property for not exceeding 3 years. The Company hereby discloses and reveals the detail of the transaction as below:

1. General Description of the Transaction

Renew land rental agreement of Mill Pack Co.,Ltd Number of rental agreement 2560/01

Date of Transaction : 1 January 2017

Names of Parties involved : Tenant : Mill Pack Co.,Ltd
(Panjawattana Plastic Public Company Limited,
a 99.98% subsidiary of the Company)

Landlord : Mr. Kongsak Hemmontharop

Transaction : The Subsidiary Company rents Mr. Kongsak Hemmontharop the land with the area of 964 square wah, total term 3-years (1 January 2017- 31 December 2019). The agreement detail is as follows

Rent Asset	Title deed number 24421, Bangbon Sub district, Bangbon District, Bangkok which it is used to be a location of the Subsidiary company.
Utility Space	964 square wah
Term	3 years
Rental Fee	The Subsidiary company will pay rental fee 3 years in the rate of Baht 148,456 per month (154 baht per square wah)
Total Rental Fee	For 36 months, total rental amount is not exceeding Baht 5,344,416 (excluding other duties, fees and property tax)

2. Total Value and Criteria Used in Determining a Transaction’s Total Value

Total value of transaction is 5,344,416 Baht, the transaction is considered as connected party transaction as prescribed the Notification of the Board of Governor of the Securities Exchange of Thailand re: Disclosure of Information and other Acts of Listed Companies Concerning the Connected Transactions 2003, greater than Baht 1 million but less than Baht 20 million, is categorized as a medium size transaction and required to be approved by the Board of Directors and revealed to the Stock Exchange of Thailand.



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PANJAWATTANA PLASTIC

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3. Details of Related Parties

3.1 Mr. Kongsak Hemmontharop is Vice Board Chairman of Panjawattana Plastic Public Company Limited, and major shareholder, representing 18.49 percent of authorized and paid-up share capital as at 12 May 2017

3.2 Mr. Kongsak Hemmontharop is Director jointly sign with the company seal affixed of Mill Pack Co.,Ltd, and shareholder, representing 0.008 percent of authorized and paid-up share capital.

4. Rationale to Enter into The Transaction

The renewal of the land rental contract is required since the previous agreement expired. The subsidiary company rents this land for manufacturing of plastic packaging to serve the customers' need in various industries and this location shall be the backup production line under risk management policy that the production line shall locate in more than one location. In addition, the subsidiary company is being charged with a suitable rental rate compare with the nearby locations which offer rental rate in the range of Baht 154 – 275 per square wah.

5. Interested Director

The Company's directors; namely, Mr. Kongsak Hemmontharop Vice Board Chairman of Panjawattana Plastic Public Company Limited did not attend the meeting and vote on this agenda.

6. Board of Director's opinions

The Board of Directors and The Audit Committee have considered the connected transaction is reasonable and beneficial to the subsidiary company since the rental rate charged by Mr. Kongsak Hemmontharop is reasonable compared to the market rental rate. The Board of Directors meeting has approved this transaction regarding the renew land rental agreement made between Mill Pack Co.,Ltd and Mr. Kongsak Hemmontharop.

7. Opinion of the Audit Committee which is different from Opinion of the Board of Directors under Clause 6.

-None-

Please be informed accordingly.

Sincerely yours,

(Mrs. Prim Chaiyawat)
Company's Secretary