



บริษัท จี เจ สตีล จำกัด (มหาชน)
G J Steel Public Company Limited

Quality Steel by Quality People

ทะเบียนเลขที่ 0107538000401

No. GJS/ELCID-25/2560

September 25, 2017

Subject: Reports on Connected Transaction (the extend period for granted financial assistance) (Additional)

To: The President
The Stock Exchange of Thailand

The Board of Directors Meeting of G J Steel Public Company Limited (“**Company**”) No.8/2017 held on September 22, 2017 has passed the resolution to approve a financial support transaction to be provided to its shareholder, G Steel Public Company Limited (“**GSTEL**”). The Company intends to provide the extending period for the previous loan which is an unsecured short-term loan that granted to GSTEL according to the resolution of Company’s Board of Directors Meeting No. 3/2017 on March 16, 2017 for the amount not exceeding Baht 94 million for a period of not more than 6 months from the first draw down date with the interest rate at 12.5% per annum.

The Company has provided the loan to GSTEL for the principle amount of Baht 94 million, interest payable of Baht 4.09 million (calculated until September 30, 2017), totaling of Baht 98.09 million, which GSTEL has gradually drawn down the said loan and will be due on September 30, 2017 as per details below:

Unit: Baht						
Item	Drawdown date	Due date	No of Days	Loan Amount	Interest Rate	Interest Payable
1	30/3/2017	30/9/2017	185	13,000,000	12.50%	823,630
2	11/4/2017	30/9/2017	173	15,000,000	12.50%	888,699
3	15/5/2017	30/9/2017	139	15,000,000	12.50%	714,041
4	24/5/2017	30/9/2017	130	2,000,000	12.50%	89,041
5	30/5/2017	30/9/2017	124	7,000,000	12.50%	297,260
6	14/6/2017	30/9/2017	109	20,000,000	12.50%	746,575
7	27/6/2017	30/9/2017	96	15,000,000	12.50%	493,151
8	5/9/2017	30/9/2017	26	1,000,000	12.50%	8,904
9	11/9/2017	30/9/2017	20	3,000,000	12.50%	20,548
10	22/9/2017	30/9/2017	9	3,000,000	12.50%	9,247
Total				94,000,000		4,091,096

In order to assist GSTEL on their operation business and temporary working capital since GSTEL is currently in the process of debt restructuring and seeking funds from external source with aim to enhance its balance sheets and improve their financial strength, the Company intends to extend the loan tenor from September 30, 2017 to November 15, 2017. This financial support is deemed as connected transaction according to the Notification of the Capital Market Supervisory Commission No. Tor Chor 21/2551 Re: Rules on Connected Transactions and the Notification of the Board of Governors of the Stock Exchange of Thailand (SET) Re: Disclosure of Information of Listed Company Concerning the Connected Transactions B.E. 2546 (2003), the details of which are as follows:

สำนักงานใหญ่ : เลขที่ 88 ปาโซ่ ทาวเวอร์ ชั้น 24 ถนนสีลม แขวงสุริยวงค์ เขตบางรัก กรุงเทพฯ 10500

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สำนักงานป๋อวีน : นิคมอุตสาหกรรมเหมราชชลบุรี 358 หมู่ 6 ถ. ทางหลวง 331 ต. ป๋อวีน อ. ศรีราชา จ. ชลบุรี 20230

โทร. 038-345-950 แฟกซ์ 038-345-693

Site Office : Hemaraj Chonburi Industrial Estate, 358 Moo 6, Highway 331, Bowin, Sriracha, Chonburi 20230

Tel: 038-345-950, Fax: 038-345-693

Date of Transaction

October 1, 2017

Transaction Parties

Finance supporter : G J Steel Public Company Limited (“**Company**”)

Finance receiver : G Steel Public Company Limited (“**GSTEL**”), which holds shares in the company, both direct and indirect totaling 18.97 percent of the paid-up capital.

Description of the Transaction

The Company will grant the financial assistance to GSTEL by extending the period of unsecured short term loan to be used as temporary working capital in the business operation. Currently, GSTEL is in the process of obtaining loan facilities from the new lender. Upon the funding completion, the short term loan will be promptly repaid by GSTEL.

Total Value and Criteria used in determining a transaction’s total value

The Company will enter into an amendment of the agreement with GSTEL to extend the loan period of the ending previous loan in the amount of Baht 98.09 million (divided into principal of Baht 94 million and interest of Baht 4.09 million) with new maturity date to repay both principal and interest within November 15, 2017 at the interest rate of 12.5% per annum.

Total value of transaction comprises of loans value equivalent to Baht 94 million and the total maximum cost of financing of Baht 5.57 million until November 15, 2017. Thus, total transaction value is equivalent to Baht 99.57 million

Transaction Size: The aforementioned transaction is considered as granting financial assistance. The size of the transaction is approximately 0.79 percent of the Company’s Net Tangible Assets (NTA) (NTA of the Company as per the latest financial statement as of June 30, 2017 was Baht 12,668.99 million) which is less than Baht 100 million or 3% of the Company’s Net Tangible Assets, whichever is lower. Accordingly, this transaction shall be approved by the Board of Directors and disclosed to the Stock Exchange of Thailand.

Criteria: Net tangible Asset

Financial Source for the Financial Support

The financial support from the Company to GSTEL comes from excess internal cash flow from operation of the Company of which after providing the financial support, the Company will still have sufficient working capital for operating business.

Related persons and conflict of interests

Some of the Company directors, namely, Mr. Yanyong Kurovat, Ms. Soontareeya Wongsirikul, Mr. Somchai Leeswadtrakul and Mr. Chainarong Monthienvichienchai are considered as interested and/or connected directors; therefore, in order to ensure the transparency of voting procedures and to facilitate the independent judgement of other directors, those mentioned directors abstained from voting in this matter and temporarily left the Meeting during voting session.

Opinion of the Board of Directors

The Board of Directors has considered the reason and necessity and resolved that the grant of financial support is reasonable transaction and will eventually benefit the financial restructuring of the group. Thus, the Company has approved granting the extend period of financial assistance to GSTEL in the amount not exceeding Baht 98.09 million for a period of 46 days having the new maturity date on November 15, 2017 and interest rate at 12.5% per annum which corresponds to the long-term financial costs of company.

Opinion of the Audit Committee which is different from the Board of Directors' opinion

- None -

Please be informed accordingly,

Yours Faithfully,

(Miss Panee Tanaprateepkul)
Company Secretary