



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

ทะเบียนเลขที่ 0107538000746

No. GST/ELCID-21/2560

September 25, 2017

**Subject: Reports on Connected Transaction (receiving financial assistance) (Additional)**

To: The President  
The Stock Exchange of Thailand

The Board of Directors Meeting of G Steel Public Company Limited (“Company”) No.8/2017 held on September 22, 2017 has passed the resolution to approve financial support from G J Steel Public Company Limited (“GJS”) by extending the period of loan which will be due on September 30, 2017. This loan was approved in the Company’s Board of Directors Meeting No.3/2017 on March 16, 2017, for receiving financial assistance in form of an unsecured short-term loan 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 to be used as working capital in the operation business.

The Company has loan principle of Baht 94 million, interest payable of Baht 4.09 million (calculated until September 30, 2017), totaling of Baht 98.09 million, which the Company 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	

Since the Company 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 a 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:

### **Date of Transaction**

October 1, 2017

### **Transaction Parties**

**Finance supporter** : G J Steel Public Company Limited (“GJS”), in which the Company holds shares direct and indirect totaling 18.97 percent of GJS’s paid-up capital.

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

### **Description of the Transaction**

The Company will enter into an agreement with GJS to extend the period of the previous loan, an unsecured short term loan, to be used as its temporary working capital in the business operation. Currently, the Company is in the process of obtaining loan facilities from the new lender. Upon the funding completion, the short term loan will be promptly repaid to GJS.

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

The Company will enter into an amendment of the agreement with GJS 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 interest on the loan agreement according to the loan period which the total interest will not exceed Baht 5.57 million throughout the duration of the contract.

**Transaction Size:** The aforementioned transaction is considered as the receipt of financial assistance. The size of the transaction is approximately 0.20 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 2,804.78 million) which is less than Baht 20 million or 3 percent of the Company’s Net Tangible Assets (NTA), 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 Loan Repayment**

The financial source of the Company to repay GJS’s loan comes from its working capital and/ or new funding from outside source which is currently in process. The company expects such loan can be repaid within November 15, 2017.

### **Related persons and conflict of interests**

Some of the Company directors, namely, Mr. Yanyong Kurovat, Ms. Soontareeya Wongsirikul, Khunying Patama Leeswadtrakul, Mr. Somchai Leeswadtrakul, Ms. Methikan Chutipongsiri 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 receipt of financial assistance is reasonable and will eventually benefit to the financial restructuring of the entire group. Thus, the Company has approved the receipt of financial assistance from GJS by extending the period of the previous loan total amount 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 GJS.

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

- None -

Please be informed accordingly,

Yours Faithfully,

(Miss Soontareeya Wongsirikul)  
Director and Company Secretary