



Quality Steel by Quality People

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

ทะเบียนเลขที่ 0107538000401

No. GJS/ELCID-29/2560

16 November 2017

Subject: Reports on Connected Transaction (granted financial assistance) and impact on the submission of the petition requesting for entering into business rehabilitation plan of G Steel Public Company Limited

To: President
The Stock Exchange of Thailand

Reference is made to the disclosure of G J Steel Public Company Limited (“the **Company**”) dated 25 September 2017 for the extend period of granted financial assistance to G Steel Public Company Limited (“**GSTEL**”), the Company’s shareholder which hold direct and indirect 18.97% of paid-up capital of the Company. The Company had granted unsecured short-term loan of the principle amount of THB 94 million, interest rate at 12.5% per annum, with maturity date on 15 November 2017. This financial assistance is 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. Thus, the financial assistance 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 Company would like to inform that the said loan has matured on 15 November 2017, and the Company has not received any payment from GSTEL. The loan amount is THB 94.00 million in principle, and THB the interest is 5.57 million, totaling THB 99.57 million become overdue. Due to liquidity problem and receiving notices demanding for payment from major creditors, thus to prevent bankruptcy situation, GSTEL had submitted the petition requesting for entering into business rehabilitation plan to Central Bankruptcy Court on 14 November 2017.

Total value of the loan is THB 99.57 million, considering the transaction size of this financial assistance is approximately 0.72 percent of the Company’s Net Tangible Assets (NTA) (NTA of the Company as per the latest financial statement as of 30 September 2017 was Baht 13,870.87 million) which is less than Baht 100 million or 3% of the Company’s Net Tangible Assets (NTA), whichever is lower, based on criteria: Net Tangible Assets.

With the calculated transaction size is only 0.72 percent of the Company’s Net Tangible Assets, thus it will not have significant impact to the Company’s overall financial status and the cashflow of the Company. However, as one of the creditors of GSTEL, the Company will closely follow up the overdue debt under the settlement process of the Central Bankruptcy Court from GSTEL with the aim to protect the interests of all shareholders. The Company will inform any update and progress on this matter and disclose to the Stock Exchange of Thailand further.

Finally, the Company would like to inform that there will be no impact from the submission of the petition requesting for entering into business rehabilitation plan of GSTEL as the Company has management policies and operate its own business separated from GSTEL. Therefore, the Company is still able to operate the business normally as usual.

Please be informed accordingly,

Yours Faithfully,

(Miss Panee Tanaprateepkul)
Company Secretary