

December 3, 2018

Re: Assistance financial to the related companies.

To: Director and Manager of Stock Exchange of Thailand

According to the Board of meeting of D.T.C. Industries Plc. No. 6/2018 on December 3, 2018 has a resolution to provide financial assistance to Thai Japan Laboratories Co., Ltd. which is the related company by giving long-term loans amount 25,000,000 baht (Twenty Five Million Baht). The interest is 3,187,342 baht (Three Million One Hundred Eighty Seven Thousand Three Hundred Forty Two Baht).Total 28,187,342 baht (Twenty Eight Thousand One Hundred Eighty Seven Thousand Three Hundred Forty Two baht).

The Board of Directors is considering the connected transaction according to the capital market supervisory board notification TorJor.21/2551 regarding the rules of connected transaction and notification of the stock exchange of Thailand in the subject of disclosure of information and other acts of listed companies concerning connected transactions B.E. 2546 as the following descriptions:

1.Date/Month/Year of Approval

The meeting of the Board of Directors No. 6/2018 on December 3, 2018 passed a resolution to D.T.C. industries Plc. make the connected transaction about assistance financial to Thai Japan Laboratories Co., Ltd. (TJL).

2.Date/Month/Year of Transaction

December 3, 2018

3.Financial Aid

D.T.C. industries Plc.

4.Financial aid recipients beneficiary details

Thai Japan Laboratories Co., Ltd. is a listed company established in the year 1971. The manufacture and distribution of conventional medicine. Office and Factory are located at No.47 Soi Boonchana, Sukhumvit 59, Klong Ton Nue Sub-district, Wattana District, Bangkok. There are major shareholders and directors with D.T.C. Industries Plc. as following :

No.	Name	Shareholding of DTCl	Shareholding of TJL	Director of DTCl	Director of TJL
1	Mr. Por Anavil	66.57%	71.45%		√
2	Mrs. Duangsamorn Haotawanich	5.76%	0.002%	√	√
3	Pol.Maj.Gen. Vatin Comsongsri	-	-	√	√

Financial Information of Thai Japan Laboratories Co., Ltd. (TJL)

Items	2017	2016	2015
Total Assets	12,361,691.46	11,952,633.14	13,458,410.20
Total Liabilities	22,171,378.54	17,158,106.99	14,911,647.62

Income	2,711,406.32	3,402,659.14	3,914,856.51
Expense	6,783,342.85	6,498,239.54	5,789,715.62
Net Profit (Loss)	(4,602,212.23)	(3,752,236.43)	(2,531,843.80)

5. Nature of Item

D.T.C. Industries Plc. gave long-term loan to Thai Japan Laboratories Co., Ltd. in the amount 25,000,000 baht for 10 year period, interest rate 3.025% per year. The interest is 3,187,342 baht (Three Million One Hundred Eighty Seven Thousand Three Hundred and Forty Two Baht). Total 28,187,342 baht (Twenty Eight Thousand One Hundred Eighty Seven Thousand Three Hundred Forty Two Baht). D.T.C. Industries Plc. agreed to except Thai Japan Laboratories Co., Ltd not pay principal in the first two years. and fix the repayment of principal in the third years on a monthly basis is 260,000 baht, totally 95 months. Totally 24,700,000 baht (Twenty Four Million Seven Hundred Thousand baht). In the last 96 month pay 300,000 baht (Three Hundred Thousand Baht) Totally 25,000,000 baht (Twenty Five Million baht).

6. Reasons and sources of financial assistance.

Thai Japan Laboratories Co., Ltd. need to improve production system of new medicines according to the additional standards SET forth by the Food and Drug administration. Therefore, it is necessary to use the capital to proceed the project amount 32,000,000 baht which is loan from D.T.C. Industries PLC. amount 25,000,000 (Twenty Five Million Baht). Thai Japan Laboratories will invest for the remaining investment he remaining investment. The money of D.T.C. Industries PLC. give Thai Japan Laboratories Co., Ltd. loan. This money is the balance and get low interest. Management considered that give Thai Japan Laboratories Co., Ltd. loan will get more profit. This financial aid, Thai Japan Laboratories Co., Ltd. agreed to produce some part of medicine for D.T.C. Industries PLC. to supply and can make the other income.

7. Size of Item

The transaction is a financial assistance in the amount 25,000,000 baht (Twenty Five Million baht). Interest 3.025% Money 3,187,342 baht (Three Million One Hundred Eighty Seven Thousand Three Hundred Forty Two baht) Totally 28,187,342 (Twenty Eight Thousand One Hundred Eighty Seven Thousand Three Hundred Forty Two Bath) This is not over 100 Million Baht but more than 3% of NTA of D.T.C. Industries Public Co., Ltd. in June 30, 2018 equal to 373,246,713.05 Baht. This is a connected transaction of a listed company with the company and according to general financial conditions.

This is a connected transaction with the importance of the transaction in Level 2 large item with item size \geq 100 Million Baht but more than 3% of NTA of D.T.C. Industries Public Co., Ltd. equal to 11,197,401.39 Baht is lower but it is a connected transaction of a listed company. This is a connected transaction of a listed company with the company which peoples have the shares (Mr. Por hold 66.57% of total shares in D.T.C. Industries PLC., and hold 71.45% of total shares in Thai Japan Laboratories Co., Ltd.)

The information above is the exemption and no need to get approval from the shareholders. According to the announcement No. Tor.Jor.21/2551 in the subject of Rules on Connected Transactions item no.12 (3) there is a content “ In case of a listed company or a subsidiary company and related persons give financial assistance to juristic person which a listed company or

a subsidiary and a connected person is a shareholder in proportion in their interest in the juristic person. The term of trades generally or better, listed company will be exempted from the approval of the shareholders meeting.”

8.Sources of funds used to provide financial assistance

The money which will be provided to Thai Japan Laboratories Co., Ltd. has source from working capital of the company. After such assistance, the company still has sufficient working capital to carry out its business by cash and cash equivalents to the company on June 30, 2018 total amount 70,952,172.98 Baht and net cash flow comes from (Used) operations in the total amount 18,144,624.52 baht.

9.Board of Directors’ opinion

The Board of Directors has considered the reasons and necessary. Resolved that such financial assistance is reasonable and such assistance will directly benefit the business to the company. Therefore, the company has approved to provide financial assistance to Thai Japan Laboratories Co., Ltd. as proposed.

10.The opinions of the Board of Directors with vested interested.

At the Board of Meeting to consideration providing such financial assistance, there are 2 equity directors are 1. Mrs.Duangsamorn Haotawanich 2. Pol.Maj.Gen.Vatin Comsongsri did not participate in the agenda.

11.The approval of the Audit Committee or Directors of different comment from Board of Directors as item no.9.

None

Please note and reveal the information to know each other.

Yours Truly,

Pol.Maj.Gen.

(Vatin Comsongsri)

Director