



No. LorBor. 11/2019

May 13, 2019

Re: Joint Venture in Pulp Mold Manufacturing Project

Attn.: President

The Stock Exchange of Thailand

Kaset Thai International Sugar Corporation Public Company Limited (the “**Company**”) hereby informs that the Board of Directors’ Meeting No. 4/2019, which was held on May 13, 2019, has resolved to approve the investment in joint venture with Eurasia Light Industry Equipment Manufacturing Company Limited (“**EAMC**”) which is a manufacturer of pulp mold manufacturing machinery and a pulp mold distributor in the People’s Republic of China in pulp mold manufacturing project, with a manufacturing capacity of 50 tons per day.

In this connection, the Company will have Environment Pulp and Packaging Co., Ltd., which is a subsidiary of the Company, act as the project company, the details of such joint venture project may be summarized below.

Project Name	Pulp Mold Manufacturing Project
Project Company	Environment Pulp and Packaging Co., Ltd.
Investment Structure in Project Company	1. The Company through Environment Pulp and Paper Co., Ltd. (the Company’s wholly-owned subsidiary) holds 85 percent; 2. EAMC holds 15 percent.
Project Value	THB 1,300,000,000 divided into: 1. Equity in the amount of THB 650,000,000 whereby the Company is required to pay for share payment in the amount of THB 552,500,000 and EAMC is required to pay for share payment in the amount of THB 97,500,000 ; and 2. Debt in the amount of THB 650,000,000.

Furthermore, in order to facilitate the implementation of the Project, the Board of Directors’ Meeting has resolved to authorized the Chief Executive Officer or the Executive Committee or the person



KTIS
More Than Sugar

บริษัท เกษตรไทย อินเตอร์เนชันแนล ซUGAR คอร์ปอเรชั่น จำกัด (มหาชน)
Kaset Thai International Sugar Corporation Public Company Limited

ทะเบียนเลขที่ 0107556000116

2

authorized by the Chief Executive Officer or the Executive Committee to negotiate, agree upon, set out, revised, change any details and/or conditions relating to the joint venture project and/or proceed with any necessary arrangements relating to the joint venture project, commencing from execution of contract, memorandum of agreement, and various documents, and contact with the relevant authorities or regulatory agencies, such as, the Department of Business Development, Ministry of Commerce, the Office of the Securities and Exchange Commission, the Stock Exchange of Thailand, as well as taking any arrangements as necessary and appropriate to the best interest of the Company.

Such joint venture transaction is not regarded as a connected transaction, but an acquisition of assets under the Notification of the Capital Market Supervisory Board No. TorJor. 20/2551 Re: Rules on Entering into Material Transactions Deemed as Acquisition or Disposal of Assets dated August 31, 2008 and its amendment, and the Notification of the Board of Governors of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of Listed Companies Concerning the Acquisition and Disposition of Assets B.E. 2547 (2004) dated October 29, 2004 and its amendment (the "**Notifications on Acquisition or Disposition of Assets**"). Upon calculation of the transaction size based on total value of consideration paid or received, the transaction value is equal to 5.2 percent, per the Company's consolidated financial statements ended March 31, 2019. The maximum value of the transaction, upon combination of other transactions on acquisition of assets over the past six months, based on total value of consideration paid or received is equal to 10.4 percent, which is an acquisition of assets worth lower than 15 percent pursuant to the Notifications on Acquisition or Disposition of Assets. Therefore, the Company is not required to comply with the requirements for execution of such transaction and disclosure of information under the Notifications on Acquisition or Disposition of Assets.

Please be informed accordingly.

Very truly yours,

(Mr. Nathapun Siriviriyakul)

Director and Deputy to Chief Executive Officer – KTIS Group

Company Secretary

Telephone 02 693 2869 – 73 Ext. 175

Email: cs@ktisgroup.com

สำนักงาน : 24 อาคารเอกพล ถนนวิภาวดีรังสิต แขวงวัดตาเฒ่า เขตดินแดง กรุงเทพมหานคร 10400
Office : 24 Ekphol Bldg., Vibhavadi Rangsit Rd., Ratchadaphisek, Dindeang, Bangkok 10400, Thailand

โรงงานเกษตรไทย : 1/1 หมู่ 14 ตำบลหนองโพ อำเภอตากสิน จังหวัดนครสวรรค์ 60140
Kaset Thai Factory : 1/1 Moo 14 Nong Pho Sub-District, Taklee District, Nakhonsawan Province 60140, Thailand

www.ktisgroup.com

โทรศัพท์ : 0-2692-0869-73
Tel : [+66]2692-0869-73

โทรศัพท์ : 06-2310-0311
Tel : [+66]6-2310-0311

โทรสาร : 0-2246-9125
Fax : [+66]2246-9125

โทรสาร : 0-5633-8126
Fax : [+66]5633-8126