

Ref: PLC 2020/003

February 3, 2020

Subject: Disclosure of Connected Transaction Information Regarding Area rental agreement

To: The President of the Stock Exchange of Thailand

Panjawattana Plastic Public Company Limited (“the Company”) would like to inform that the Board of Directors Meeting of the Company No. 2/2019, which held on 20 February 2019, approved PJ Composites Co.,Ltd to renew the area rental agreement. This transaction is considered as the connected transaction regarding the rental of immovable property for not exceeding 3 years. The Company hereby discloses and reveals the detail of the transaction as below:

1. General Description of the Transaction

Sublease of the PJ Composites Co.,Ltd Lease Agreement dated April 15, 2019

Date of Transaction : 1 July 2019

Names of Parties involved : Tenant : PJ Composites Co.,Ltd
Landlord Panjawattana Plastic Public Company Limited (“the Company”)
(Mr. Pirun Hemmontharop a 6.22% subsidiary of the Company)

Transaction : To present the Company have to renew the area rental agreement with PJ Composites Co.,Ltd the land with the area of 1,500 Square meters, total term 2-years 7 months (1 July 2019 - 1 February 2022). The agreement detail is as follows

Rent Asset	To be the location of the factory building, 46 Moo 2, Khlong Khut Ban Bo Road, Chai Mongkol Subdistrict, Mueang Samut Sakhon District Samut Sakhon Province 74000.
Utility Space	1,500 Square meters
Term	2 years 7 months
Rental Fee	PJ Composites Co.,Ltd will pay rental fee 2 years in the rate of Baht 157,500 per month (105 baht per Square meters)
Total Rental Fee	For 31 months, total rental amount is not exceeding Baht 4,885,600 (excluding other duties, fees and property tax)

2. Total Value and Criteria Used in Determining a Transaction’s Total Value

Total value of transaction is 4,885,600 Baht, the transaction is considered as connected party transaction as prescribed the Notification of the Board of Governor of the Securities Exchange of Thailand re: Disclosure of Information and other Acts of Listed Companies Concerning the Connected Transactions 2003, greater than Baht 1 million but less than Baht 20 million, is categorized as a



PJW
PANJAWATTANA PLASTIC

Panjawattana Plastic PCL.
28 Moo 2, Tumbol Chaimongkol,
Amphur Muang, Samutsakhon 74000
Registration No. 0107554000208
Tel. (66) 02-150-5988, (66) 0-3483-9130-1
Fax. (66) 02-150-5987, (66) 0-3483-9320

medium size transaction and required to be approved by the Board of Directors and revealed to the Stock Exchange of Thailand.

3. Details of Related Parties

3.1 Mr. Pirun Hemmontharop is Vice Board of Director of Panjawattana Plastic Public Company Limited, and major shareholder, representing 6.22 percent of authorized and paid-up share capital as at 3 January 2019

3.2 Mr. Pirun Hemmontharop is Director jointly sign with the company seal affixed of PJ Composites Co.,Ltd and shareholder, representing 15.38 percent of authorized and paid-up share capital.

4. Rationale to Enter into The Transaction

Panjawattana Plastic Public Company Limited (“the Company”) leased the space from Yuen Yong Foam Industry Co.,Ltd from 1 March 2019 to 1 February 2022 To support the work transferred from Chon Buri Including sales growth and there Location near Samut Sakhon factory Utility Space 3,000 – 3,500 Square meters However for the Company fully used.

5. Interested Director

The Company’s directors; namely, Mr. Pirun Hemmontharop Vice Board Chairman of Panjawattana Plastic Public Company Limited did not attend the meeting and vote on this agenda.

6. Board of Director’s opinions

The Board of Directors and The Audit Committee have considered the connected transaction is reasonable and beneficial is reasonable compared to the market renew the area rental rate. The Board of Directors meeting has approved this transaction regarding the renew land rental agreement made between Panjawattana Plastic Public Company Limited with PJ Composites Co.,Ltd.

7. Opinion of the Audit Committee which is different from Opinion of the Board of Directors under Clause 6.

-None-

Please be informed accordingly.

Sincerely yours,

(Mrs. Prim Chaiyawat)
Company’s Secretary